County of Georgetown
South Carolina

Audited Basic Financial Statements and Supplementary Information

For the Year Ended June 30, 2007

County of Georgetown, South Carolina

Audited Basic Financial Statements and Supplementary Information
For The Fiscal Year Ended June 30, 2007

Table of Contents

Page

Introductory Section:

List of Principal Officials 1

Financial Section:

Independent Auditor's Report 3-4

Management's Discussion and Analysis 5-14

Basic Financial Statements:

Government-Wide Financial Statements:

A-1 Statement of Net Assets 16

A-2 Statement of Activities 17

Fund Financial Statements:

A-3 Balance Sheet - Governmental Funds 18

A-4 Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets 19

A-5 Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds 20-21

A-6 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities 23

A-7 Statement of Net Assets - Proprietary Funds 24-25

A-8 Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds 26

A-9 Statement of Cash Flows - Proprietary Funds 27-28

County of Georgetown, South Carolina

Audited Basic Financial Statements and Supplementary Information
For The Fiscal Year Ended June 30, 2007

Table of Contents

Page

Financial Section (continued):

Basic Financial Statements (continued):

Fund Financial Statements (continued):

A-10 Statement of Fiduciary Net Assets - Fiduciary Funds 29

Notes to Financial Statements:

A-11 Notes to Financial Statements 31-54

Required Supplementary Information:

B-1 Budgetary Comparison Schedule - General Fund 56-65

B-2 Budgetary Comparison Schedule - Law Enforcement Special Revenue Fund 67-69

B-3 Budgetary Comparison Schedule – Economic Development Special Revenue Fund 70-71

B-4 Budgetary Comparison Schedule – Road Improvements Special Revenue Fund 72-73

B-5 Notes to Required Supplementary Information 74

Other Supplementary Information:

Combining Nonmajor Governmental Fund Statements:

C-1 Combining Balance Sheet - Nonmajor Governmental Funds 80-87

C-2 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds 88-95

Schedule of Fines, Assessments, and Surcharges:

D-1 Schedule of Fines, Assessments, and Surcharges 99

County of Georgetown, South Carolina

Audited Basic Financial Statements and Supplementary Information
For The Fiscal Year Ended June 30, 2007

Table of Contents

Page

Single Audit Section:

E-1 Schedule of Expenditures of Federal Awards 101-102

E-2 Notes to Schedule of Expenditures of Federal Awards 103

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards 105-106

Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 107-108

Schedule of Findings and Questioned Costs 109

Summary Schedule of Prior Year Audit Findings 110

GEORGETOWN COUNTY, SOUTH CAROLINA

List of Principal County Officials
June 30, 2007

Members of County Council

Jerry M. Oakley	District 1
Ron L. Charlton	District 2
Thomas Earl Drayton	District 3
Helen P. Rudolph	District 4
Henry Edsel (Sel) Hemingway, Jr., *Chairman*	District 5
Glen F. O'Connell	District 6
Johnny Morant, *Vice Chairman*	District 7

Elected Officials

Loretta D. Washington	Treasurer
Linda S. Mock	Auditor
Alma White	Clerk of Court
Kenneth M. Johnson	Coroner
Waldo A. Maring	Probate Judge
A. Lane Cribb	Sheriff

Administrative Officials

Thomas W. Edwards, Jr.	County Administrator
Scott C. Proctor	Finance Director
Gregory L. Troutman	Administrative Services Director
Leslie K. Thomas	Information Technology Director
Wayne E. Gregory	Economic Development Director
L. Boyd Johnson	Planning & Code Enforcement Director
James M. Mock	Emergency Services Director
Ray C. Funnye	Public Services Director
Dwight E. McInvaill	Library System Director
Wesley P. Bryant	County Attorney

THIS PAGE INTENTIONALLY LEFT BLANK

HARPER, POSTON & MOREE, P.A.
Certified Public Accountants
"SINCE 1977"

Robert D. Harper, Jr. CPA
Stacey C. Moree CPA
P. O. Box 1550
106 Wall Street, Litchfield
Pawleys Island, SC 29585
Tel (843) 237-9125
Fax (843) 237-1621
E-mail: HPM@sc.rr.com

Robin B. Poston CPA
P. O. Box 576
307 Church Street
Georgetown, SC 29442
Tel (843) 527-3413
Fax (843) 546-7277

INDEPENDENT AUDITOR'S REPORT

The Honorable Chairman and
Members of Georgetown County Council
Georgetown, South Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for the County of Georgetown, South Carolina as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County of Georgetown's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Georgetown, as of June 30, 2007, and respective changes in the financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2007 on our consideration of the County of Georgetown's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and

grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of the County of Georgetown. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Harper, Poston & Moree, P.A.

Harper, Poston & Moree, P.A.
Certified Public Accountants

Georgetown, South Carolina
December 11, 2007

MANAGEMENT DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2007

Management of the County of Georgetown, South Carolina, offers readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2007. We encourage readers to consider the information presented here in conjunction with the County's basic financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- **Revenues** of the County totaled approximately $58.3 million and **expenses** amounted to approximately $50.1 million, resulting in an increase to **net assets** of approximately $8.2 million, or about 13.0%, for the fiscal year.

- **Unrestricted net assets** totaled approximately $18.8 million at year-end. This is the excess of the County's assets over its liabilities that may be used to meet ongoing obligations to citizens and creditors.

- The County increased its net **investment in capital assets** by roughly $4.3 million during the current year bringing the total book value of capital assets at year-end to approximately $55.4 million.

- Total **outstanding debt** of the County was reduced by approximately $1.0 million.

- At the close of the fiscal year, the County's governmental funds reported combined **fund balances** of approximately $38.2 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

➢ **Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The ***statement of net assets*** presents information on all of the County's assets and liabilities, with the difference between the two reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The ***statement of activities*** presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues *(governmental activities)* from other functions that are intended to recover all or a significant portion of their costs through user fees and charges *(business-type activities).* The governmental activities of the County include general government, public safety, public works, health & welfare, economic development, and culture & recreation. The business-type activities of the County include solid waste & landfill management and mosquito abatement.

The government-wide financial statements can be found on pages 16 and 17 of this report.

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

- **Fund financial statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. A County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Georgetown County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

  Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. Most of the County's basic services are accounted for in various governmental funds. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

  Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

  Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and for each of the other "major" governmental funds. Data from all other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

  The basic governmental fund financial statements can be found on pages 18-23 of this report.

  Proprietary funds. The County maintains only one type of proprietary fund. An *Enterprise fund* is used to report the same functions presented as *business-type activities* in the government-wide financial statements.

  Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the environmental services fund which is considered to be a major enterprise fund of the County.

  The basic proprietary fund financial statements can be found on pages 24-28 of this report.

  Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

  The basic fiduciary fund financial statement can be found on page 29 of this report.

- **Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

  The notes to the financial statements can be found on pages 31-54 of this report.

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Other information. In addition to the basic financial statements and accompanying notes, budgetary comparison schedules have been provided for the general fund and each of the major special revenue funds with legally appropriated budgets to demonstrate compliance with the annual appropriated budget. These schedules are presented as ***required supplementary information***. Required supplementary information can be found on pages 56-74 of this report.

Other supplementary information is presented immediately following the required supplementary information. This information, which can be found on pages 80-99, includes the combining statements referred to earlier.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Our analysis of government-wide financial information focuses on the net assets (see Table 1) and changes in net assets (see Table 2) of the County's governmental and business-type activities. The 2006 fiscal year information presented in Table 1 and the beginning net assets reported in Table 2 have been restated to include the addition of infrastructure assets (roads) not previously reported by the County. This change results from application of Governmental Accounting Standards Board (GASB) Statement No. 34 provisions which require the retroactive reporting of major general infrastructure assets.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The County's total assets exceeded liabilities by approximately $71.0 million at the close of the most recent fiscal year.

Table 1

Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2006 As Restated	2007	2006	2007	2006 As Restated	2007
Current and other assets	$ 40,563,206	$ 43,665,571	$ 5,178,977	$ 5,500,816	$ 45,742,183	$ 49,166,387
Capital assets	41,470,685	45,447,083	9,555,031	9,919,782	51,025,716	55,366,865
Total assets	$ 82,033,891	$ 89,112,654	$ 14,734,008	$ 15,420,598	$ 96,767,899	$104,533,252
Long-term liabilities outstanding	$ 23,833,059	$ 23,123,239	$ 5,860,164	$ 6,023,083	$ 29,693,223	$ 29,146,322
Other liabilities	3,479,130	4,167,868	762,202	244,130	4,241,332	4,411,998
Total liabilities	$ 27,312,189	$ 27,291,107	$ 6,622,366	$ 6,267,213	$ 33,934,555	$ 33,558,320
Net assets						
Invested in capital assets, net of related debt	$ 30,754,680	$ 31,487,495	$ 7,453,031	$ 8,035,655	$ 38,207,711	$ 39,523,150
Restricted	9,031,704	12,645,881	--	--	9,031,704	12,645,881
Unrestricted	14,935,318	17,688,171	658,611	1,117,730	15,593,929	18,805,901
Total net assets	$ 54,721,702	$ 61,821,547	$ 8,111,642	$ 9,153,385	$ 62,833,344	$ 70,974,932

The largest portion of total net assets, 55.7%, reflects the County's investment in capital assets (e.g., land, land improvements, buildings, machinery & equipment, vehicles, and furniture & fixtures), less any related debt used to acquire those assets that is still outstanding. The County uses capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)

Almost 17.8% of net assets represent resources that are subject to external restrictions on how they may be used. *Unrestricted* net assets, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements, totaled approximately $18.8 million, or 26.5% of total net assets. Unrestricted net assets include amounts that the County has "earmarked" for projects or other uses.

Unrestricted net assets of governmental activities account for 94.1% of total unrestricted net assets and unrestricted net assets of business-type activities account for the remaining 5.9% of total unrestricted net assets.

Table 2

Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2006 As Restated	2007	2006	2007	2006 As Restated	2007
Revenues						
Program Revenues						
Charges for services	$ 8,014,865	$ 7,419,295	$ 2,798,660	$ 2,901,039	$ 10,813,525	$ 10,320,334
Operating grants and contributions	3,477,519	3,241,419	109,373	122,105	3,586,892	3,363,524
Capital grants and contributions	3,387,369	4,307,244	--	73,550	3,387,369	4,380,794
General Revenues						
Taxes	24,013,007	25,349,501	2,066,815	2,337,128	26,079,822	27,686,629
Local government fund	2,628,712	2,891,620	--	--	2,628,712	2,891,620
Local accommodations and hospitality fees	3,307,628	3,592,095	--	--	3,307,628	3,592,095
Franchise fees	920,744	1,008,732	--	--	920,744	1,008,732
Vehicle user fees	810,825	1,259,715	--	--	810,825	1,259,715
Other revenue	1,346,048	1,377,122	6,468	2,975	1,352,516	1,380,097
Investment earnings	880,326	1,762,946	136,550	270,953	1,016,876	2,033,899
Gain (loss) on disposal of assets	95,031	205,308	101,031	127,568	196,062	332,876
Total Revenues	$ 48,882,074	$ 52,414,997	$ 5,218,897	$ 5,835,318	$ 54,100,971	$ 58,250,315
Expenses						
General government	$ 12,263,940	$ 13,417,547	$ --	$ --	$ 12,263,940	$ 13,417,547
Public safety	16,091,725	17,609,818	--	--	16,091,725	17,609,818
Public works	2,490,043	2,897,485	--	--	2,490,043	2,897,485
Health & welfare	3,537,493	3,777,956	--	--	3,537,493	3,777,956
Economic development	1,904,015	1,712,880	--	--	1,904,015	1,712,880
Culture & recreation	4,533,924	4,734,193	--	--	4,533,924	4,734,193
Interest and other charges	925,956	962,558	--	--	925,956	962,558
Environmental services	43,387	57,715	4,816,177	4,938,575	4,859,564	4,996,290
Total Expenses	$ 41,790,483	$ 45,170,152	$ 4,816,177	$ 4,938,575	$ 46,606,660	$ 50,108,727
Increase in Net Assets before Transfers	$ 7,091,591	$ 7,244,845	$ 402,720	$ 896,743	$ 7,494,311	$ 8,141,588
Transfers (net)	(138,086)	(145,000)	138,086	145,000	--	--
Increase in Net Assets	$ 6,953,505	$ 7,099,845	$ 540,806	$ 1,041,743	$ 7,494,311	$ 8,141,588
Net Assets (restated) – July 1	47,768,197	54,721,702	7,570,836	8,111,642	55,339,033	62,833,344
Net Assets (restated) – June 30	$ 54,721,702	$ 61,821,547	$ 8,111,642	$ 9,153,385	$ 62,833,344	$ 70,974,932

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)

As reflected above, the County's total revenues increased by approximately $4.1 million, or about 7.7%, during the most recent year. Expenses increased by approximately $3.5 million, or about 7.5 percent. The overall change to net assets resulting from the current year's activities was positive, an increase of approximately $8.1 million, or about 13.0%.

Our analysis below separately considers the operations of the County's governmental and business-type activities.

Governmental Activities

Governmental activities increased the County's net assets by $7.1 million, accounting for approximately 87.2% of the total growth in the County's net assets. The cost of all governmental activities this year was $45.2 million; however, as shown in the Statement of Activities on page 17 of this report, the amount that our taxpayers ultimately financed through County taxes and fees was only $31.2 million because some of the costs were paid for by those who directly benefited from the programs ($7.4 million) or by other governments and organizations that subsidized certain programs with grants and contributions ($7.5 million). The County paid for the remaining costs of governmental activities with other general revenues, such as shared revenues from state government, impact fees, E-911 system fees, investment earnings, and miscellaneous reimbursements.

Program revenues accounted for approximately 28.6% of total revenues from governmental activities in fiscal year 2007. In this category, grant funding increased by about 10% from the prior year, while revenue from fees charged for services declined by about 7.4%. The decrease in charges for services primarily resulted from reductions in building permit fees and documentary stamps as development activity began to slow somewhat from the rapid pace seen in recent years. In addition, the County ceased charging local municipalities for E911 dispatch services in fiscal year 2007 and replaced that revenue source with tax millage.

General revenues, which accounted for the remaining 71.4% of revenues generated from governmental activities, included dramatic increases in earnings on invested funds over the prior year as interest rates rose and invested amounts grew. The additional revenue from invested funds totaled about $0.9 million, an increase of approximately 109% from the previous year. Vehicle user fees produced added revenue of almost $0.5 million in conjunction with rate increases. Revenue collections from local accommodations and hospitality fees continued to increase at a very healthy rate with the current year showing an 8.6% increase.

In establishing the annual budget for the 2007 fiscal year, it was necessary for Council to roll back tax millage in conjunction with the recently completed county-wide reassessment of property valuations and provisions of State statutes regarding adopting millage in the year of reassessment. After calculation of the "rollback" millage, Council chose to increase millage in certain funds and reduce millage even further in other funds in accordance with statutory provisions. In total, tax revenue generated from the revised millage rates was substantially revenue neutral. Council did elect to not reduce debt service millage (which is not subject to rollback provisions) to generate additional revenue in anticipation of upcoming capital improvements project funding needs.

Expenses of the County's governmental activities increased approximately $3.4 million, or about 8.1%, for the current year. The increase is substantially accounted for by increases in grant and project spending from special revenue sources and normal personnel cost increases in operating funds.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)

Business-Type Activities

Business-type activities increased the County's net assets by $1.0 million, accounting for approximately 12.8% of the total growth in the County's net assets. This compares with an increase in the previous year of $0.5 million, which represented about 7% of the total growth that year. Revenues of the County's business-type activities (comprised almost entirely of the operations associated with operation of the County landfill, along with related solid waste management functions such as waste collection, recycling and composting) increased in total by approximately $616,000, or about 11.8% from the prior year, and expenses increased by approximately $122,000, about 2.5%. Significant revenue increases were realized in taxes, investment earnings, and contributions. The minimal increase in expenses was accounted for primarily by increased personnel costs.

CAPITAL ASSETS

At the end of fiscal year 2007, the County had almost $55.4 million (net of accumulated depreciation) invested in a broad range of capital assets. (See Table 3 below) This amount represents a net increase after the retroactive implementation of infrastructure reporting required by GASB Statement No. 34 described earlier (including additions and deductions) of about $4.3 million, or 8.5%, over last year.

Table 3

Capital Assets at Year-End

	Governmental Activities		Business-Type Activities		Total	
	2006 As Restated	2007	2006	2007	2006 As Restated	2007
Land	$ 4,349,567	$ 4,366,467	$ 740,718	$ 740,718	$ 5,090,285	$ 5,107,185
Land improvements	13,960,816	14,177,313	8,923,066	8,966,205	22,883,882	23,143,518
General Infrastructure	10,448,400	12,919,455	--	--	10,448,400	12,919,455
Buildings	24,692,964	25,480,933	321,111	327,721	25,014,075	25,808,654
Machinery & equipment	11,447,275	13,382,271	3,556,054	4,135,612	15,003,329	17,517,883
Automotive equipment	12,701,558	14,297,765	1,573,079	1,599,334	14,274,637	15,897,099
Furniture & fixtures	268,644	268,644	--	--	268,644	268,644
Construction in progress	3,491,352	4,935,965	47,500	73,550	3,538,852	5,009,515
	$ 81,360,576	$ 89,828,813	$ 15,161,528	$ 15,843,140	$ 96,522,104	$ 105,671,953
Total accumulated depreciation	(39,889,890)	(44,381,730)	(5,606,497)	(5,923,358)	(45,496,387)	(50,305,088)
Net Capital Assets	$ 41,470,686	$ 45,447,083	$ 9,555,031	$ 9,919,782	$ 51,025,717	$ 55,366,865

This year's major capital expenditures included:

- Purchase of law enforcement vehicles ($928,000).
- Purchase of two fire pumper trucks ($556,000).
- Purchase of two fire tanker trucks ($328,000).
- Purchase of new Cisco phone system ($481,000).
- Purchase of a three road graders ($460,000).
- Purchase and improvements of 716 Prince Street property ($792,000).
- Bike Path extension ($176,000).

CAPITAL ASSETS (CONTINUED)

The following capital expenditures were for projects that were in-progress at year-end.

- Midway Fire Headquarters ($719,000).
- Judicial Center Project ($701,000).
- Airport Projects ($705,000).
- Road paving projects ($691,000).

Additional information about the County's capital assets, including remaining commitments for construction in progress at year-end, is presented in Note 6 and Note 15 to the financial statements.

DEBT ADMINISTRATION

As shown in Table 4 below, the County had $23.8 million in bonds, notes and lease obligations outstanding at year-end versus $24.8 million last year, a decrease of about 4.0%. More detailed information about the County's debt obligations and future debt service requirements can be found in Note 8 to the financial statements.

Table 4

Outstanding Debt at Year-End

	Governmental Activities		Business-Type Activities		Total	
	2006	2007	2006	2007	2006	2007
General obligation bonds	$ 18,780,000	$ 17,620,000	$ 955,000	$ --	$ 19,735,000	$ 17,620,000
Plus: Unamortized premium	53,748	45,990	7,546	--	61,294	45,990
Less: Deferred refunding cost	--	--	--	--	--	--
Net general obligation bonds	$ 18,833,748	$ 17,665,990	$ 962,546	$ --	$ 19,796,294	$ 17,665,990
Capital lease obligations	3,849,754	4,207,202	1,139,456	1,884,127	4,989,210	6,091,329
Totals	$ 22,683,502	$ 21,873,192	$ 2,102,002	$ 1,884,127	$ 24,785,504	$ 23,757,319

In fiscal year 2004, as part of a larger package, the County issued general obligation bonds for the face amount of $15,405,000 to provide funding for building needs. At year-end, approximately $7,900,000 of the proceeds from the bonds designated for building purposes had not yet been spent. This money is earmarked for construction of the new County judicial center and other pending capital projects.

Under current state statutes, the County can issue general obligation debt without referendum whenever the new debt and outstanding balances of existing debt in total do not exceed 8% of taxable assessed values on property located within the County limits. As of June 30, 2007, the amount of new general obligation debt that could be issued without referendum was approximately $25.9 million. General obligation debt issued pursuant to referendum is not subject to the statute limitation.

In addition to the debt described above, the County had liabilities for compensated absences (amounts accrued for employees' earned leave balances) at the end of the year in the amounts of approximately $1,250,000 for governmental activities and $68,000 for business-type activities, both of which increased only moderately from the prior year.

Liabilities for future landfill closure and post-closure care costs total approximately $4.1 million at year-end, an increase of approximately $400,000 over the prior year. These liabilities are reported in the business-type activities.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Governmental Funds

The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the completion of the County's fiscal year, its governmental funds (as presented in the balance sheet on page 18 of this report) reported a *combined* fund balance of $38.2 million, an increase of $2.5 million over last year's total, an increase of about 6.9%. Included in this year's total change in fund balance is a net increase of about $0.5 million to the fund balance of the General Fund. The change to reserved fund balance of the general fund was a decrease of over $0.3 million, while the unreserved fund balance increased by $0.9 million. The increase in unreserved fund balance resulted primarily from unanticipated investment earnings and delayed capital expenditures (for which approximately $431,000 was rolled over to the fiscal year 2007 budget to cover those encumbered expenditures in the new fiscal year).

Proprietary Funds

The County's ***proprietary funds*** generally provide the same type of information found in the government-wide financial statements for business-type activities, but in more detail. At year-end, the Environmental Services Fund is the only proprietary enterprise fund of the County. Net assets of the Environmental Services Fund increased by approximately $1.0 million for the current year. Of this amount, approximately $0.6 million was added to the amount invested in capital assets, net of related debt.

BUDGET HIGHLIGHTS OF THE GENERAL FUND

The *original* general fund budget, as presented in this report, includes the original appropriations authorized by County Council just prior to the start of the fiscal year. Budget amendments are adopted through formal process by County Council for encumbered capital purchases recorded and outstanding at the conclusion of the prior fiscal year. In addition, amendments are enacted by Council, at their discretion, to appropriate additional funds from accumulated fund balances or from new revenues sources that were previously unbudgeted.

Supplemental appropriations in the amount of $2,067,000 were authorized by Council for the general fund during the year. Appropriations of $774,000 for "rollover" of previously budgeted funds for encumbrances outstanding at the commencement of the fiscal year accounted for the majority of this year's supplemental appropriations.

Among the other significant supplemental appropriations from fund balance were provisions in the amount of $100,000 made available for procurement of additional emergency preparedness equipment and supplies to facilitate enhanced operations in the event of a devastating hurricane or other weather event, and a provision in the amount of $50,000 for assistance to a community housing program.

Funds in the amount of $850,000 were transferred to the General Fund from 2003 bond funds and then appropriated for acquisition of and improvements to property located across from the courthouse. The building will be used to house County administrative services. A transfer of $138,600 to the General Fund was approved by Council from Local Accommodations and Hospitality Tax Fund and then appropriated for the County's share of a beach renourishment project at Murrells Inlet, Garden City and Surfside Beach. Also, unanticipated lottery funding from the State was received and appropriated for library expenditure in the amount of $118,546.

BUDGET HIGHLIGHTS OF THE GENERAL FUND (CONTINUED)

Total general fund revenues exceeded the budgetary estimates for the year by approximately $650,000. This positive variance is accounted for substantially by collections in excess of projections in the following categories:

- Fines and forfeitures – Approximately $44,000 over budget estimates
- State shared revenues – Approximately $100,000 over budget estimates
- Ambulance fees – Approximately $145,000 over budget estimates
- Interest earnings – Approximately $322,000 over budget estimates
- Cable franchise fees – Approximately $41,000 over budget estimates

Actual expenditures incurred were $1,007,000 less than appropriated. The significant variances from budget result primarily from the following:

- Savings in personnel costs resulting from temporary vacancies and delays in filling positions. These savings totaled approximately $101,000 for the year.
- Delayed expenditures for capital assets and other major repairs and maintenance projects. Any "savings" resulting from such delays are only temporary as these items are rolled-over to the following year and added to that year's budget. Actual expenditures incurred for the year for these items were about $366,000 less than budgeted.
- Numerous relatively positive variances of fairly small amounts individually that when added together result in significant savings against the budgeted appropriations. These kinds of variances are anticipated in conjunction with budgetary controls that are designed to ensure that expenditures do not exceed budget appropriations and the large volume of individual line-items reported in the General Fund.

Budgetary comparisons for all general fund revenue sources and functional expenditures can be found on pages 56-65 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The County's elected and appointed officials considered many factors when developing the fiscal year 2008 budget. Some of the factors considered were the national and local economy, tourism trends, population growth rates both in Georgetown County (and in surrounding counties), and trend data regarding growth in property tax base and building permits issued. Analysis of these factors resulted in projections for the new year that reflect steady but moderate revenue growth. Tourism appears to remain strong, but while various developments are in the planning stages, actual permitted activity has slowed and national trends in the housing market contribute to a cautious outlook.

At year-end, amounts available in the General Fund for future appropriation are approximately $9.9 million; however, in conjunction with the fund balance policy adopted by County Council in 2006, $8 million of this balance is to be maintained to provide a reserve for future emergencies and contingencies as well as to meet cash flow needs that vary significantly throughout the year.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES (CONTINUED)

In establishing the annual budget for the 2008 fiscal year, Council approved a 1.5 mill tax increase in the General Fund, a 1.1 mill increase in the County Rural Fire District 1 Fund, and an 8.0 mill increase in the Debt Service Fund. The millage increase earmarked for debt service was adopted to enable funding of the major "Visions II" capital projects initiative recently developed. Identification of a specific schedule and funding plan for the various projects is currently in progress.

The fiscal year 2008 budget also includes provisions for a new Stormwater Drainage Utility Fund, funding for which will come from user fees. Various user fees will be increased moderately in the new year in a move to lessen reliance on property tax revenues. In addition, fewer interfund transfers are budgeted for fiscal year 2008 as tax millage has been shifted somewhat among the various funds to make each more self-sufficient.

Other significant provisions included in the fiscal year 2008 budget include:

- Continuation of the Capital Equipment Replacement Fund ("CERF") created to provide for funding, acquisition and debt service related to the County's vehicle and major equipment replacement needs. Each governmental fund makes annual transfers to the CERF in amounts that are reasonably stable from year-to-year and sufficient to provide for fleet replacement on a prudent predetermined basis.
- The County will see another increase of over 12% in the required employer contribution rate to the South Carolina Retirement System.
- Health insurance rate increases of approximately 19.7% are projected for FY08.
- Workers Compensation insurance rate decreases of approximately 39.7% are projected for FY08.
- Construction of a new spec building and pad-ready site at the County's industrial park for marketing to prospective industries. This is a carry-over from the prior fiscal year.
- Completion of Recreation & Leisure Services Master Plan and County-Wide Transportation Studies, including development of impact fee recommendations. This is also a carry-over budget item.
- Start of construction of a new $18,000,000 County Judicial Center.
- Start of construction of a new Georgetown Airport terminal building.
- Start of construction of new Sampit River boat landing facilities.
- Further development of detailed Visions II Capital Improvement Program plans.
- Completion of County-wide zoning.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County's Finance Department at: 129 Screven Street, Georgetown, South Carolina 29442.

BASIC FINANCIAL STATEMENTS

County of Georgetown
Georgetown, South Carolina
Statement of Net Assets
June 30, 2007

	Governmental Activities	Business - Type Activities	Total
Assets			
Cash and Investments	$ 26,903,200	$ 1,061,065	$ 27,964,265
Cash Lease Escrow	1,694,341	89,227	1,783,568
Accounts Receivable (Net of Allowance)	0	156,540	156,540
Court Fines Receivable (Net of Allowance)	224,971	0	224,971
Taxes Receivable (Net of Allowance)	394,409	27,793	422,202
Due from State	337,039	0	337,039
Other Receivables (Net of Allowance)	4,464,403	67,998	4,532,401
Inventories	43,654	0	43,654
Assets held for resale	15,502	0	15,502
Deferred Charges	178,215	0	178,215
Prepaid Items	253,650	27,529	281,179
Note Receivable	720,760	0	720,760
Temporarily Restricted Assets:			
Cash and Investments	8,435,427	4,070,664	12,506,091
Capital Assets (Net of Accumulated Depreciation):			
Land	4,366,467	740,718	5,107,185
Buildings	10,685,496	234,605	10,920,101
Infrastructure	9,979,490	0	9,979,490
Improvements	6,875,078	6,570,095	13,445,173
Machinery and Equipment	4,993,659	1,924,606	6,918,265
Automotive Equipment	3,610,928	376,208	3,987,136
Construction in Progress	4,935,965	73,550	5,009,515
Total Assets	$ 89,112,654	$ 15,420,598	$ 104,533,252
Liabilities			
Accounts Payable	$ 3,159,198	$ 215,098	$ 3,374,296
Due to Others	54,482	0	54,482
Accrued Interest Payable	157,930	0	157,930
Accrued Salaries and Related Fringes	412,775	29,032	441,807
Deferred Revenue	383,483	0	383,483
Noncurrent Liabilities:			
Due Within One Year	3,518,297	737,748	4,256,045
Due In More Than One Year	19,604,942	5,285,335	24,890,277
Total Liabilities	$ 27,291,107	$ 6,267,213	$ 33,558,320
Net Assets			
Invested In Capital Assets, Net Of Related Debt	$ 31,487,495	$ 8,035,655	$ 39,523,150
Restricted For:			
Restricted for Debt Service	1,316,441	0	1,316,441
Restricted for General Government	156,369	0	156,369
Restricted for Public Safety	3,171,148	0	3,171,148
Restricted for Public Works	2,725,266	0	2,725,266
Restricted for Health & Welfare	319,977	0	319,977
Restricted for Economic Development	3,214,877	0	3,214,877
Restricted for Culture & Recreation	1,741,803	0	1,741,803
Unrestricted	17,688,171	1,117,730	18,805,901
Total Net Assets	$ 61,821,547	$ 9,153,385	$ 70,974,932

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Activities
For the Year Ended June 30, 2007

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets — PRIMARY GOVERNMENT: Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	$ 13,417,547	$ 4,337,136	$ 427,691	$ 0	$ (8,652,720)	$ 0	$ (8,652,720)
Public Safety	17,609,818	1,432,666	270,525	107,646	(15,798,981)	0	(15,798,981)
Public Works	2,897,485	0	54,249	1,844,370	(998,866)	0	(998,866)
Health & Welfare	3,777,956	1,441,198	617,129	92,162	(1,627,467)	0	(1,627,467)
Economic Development	1,712,880	65,550	190,200	1,066,109	(391,021)	0	(391,021)
Cultural & Recreation	4,734,193	142,745	1,645,107	1,175,760	(1,770,581)	0	(1,770,581)
Environmental Services	57,715	0	36,518	21,197	0	0	0
Interest and Other Charges	962,558	0	0	0	(962,558)	0	(962,558)
Total Governmental Activities	$ 45,170,152	$ 7,419,295	$ 3,241,419	$ 4,307,244	$ (30,202,194)	$ 0	$ (30,202,194)
Business-Type Activities:							
Environmental Services	$ 4,938,575	$ 2,901,039	$ 122,105	$ 73,550	$ 0	$ (1,841,881)	$ (1,841,881)
Total Business-Type Activities	$ 4,938,575	$ 2,901,039	$ 122,105	$ 73,550	$ 0	$ (1,841,881)	$ (1,841,881)
Total Primary Government	$ 50,108,727	$ 10,320,334	$ 3,363,524	$ 4,380,794	$ (30,202,194)	$ (1,841,881)	$ (32,044,075)
General Revenues:							
Taxes							
Local Government Fund					$ 25,349,501	$ 2,337,128	$ 27,686,629
Local Hospitality Fees					2,891,620	0	2,891,620
Franchise Fees					3,592,095	0	3,592,095
Vehicle User Fees					1,008,732	0	1,008,732
Other Revenue					1,259,715	0	1,259,715
Impact Fees					187,129	2,975	190,104
E911 System Fees					772,522	0	772,522
Interest					417,471	0	417,471
Gain on Disposal of Property					1,762,946	270,953	2,033,899
Transfers					205,308	127,568	332,876
Total General Revenues, Special Items, Extraordinary Items, and Transfers					(145,000)	145,000	0
					$ 37,302,039	$ 2,883,624	$ 40,185,663
Change in Net Assets					$ 7,099,845	$ 1,041,743	$ 8,141,588
Net Assets Beginning of Year, As Restated					54,721,702	8,111,642	62,833,344
Net Assets, End of Year					$ 61,821,547	$ 9,153,385	$ 70,974,932

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Balance Sheet
Governmental Funds
June 30, 2007

	General	Law Enforcement Fund	Economic Development Fund	Road Improvement Fund	Parks & Recreation Capital Projects Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Assets								
Cash & Investments	$ 9,980,721	$ 587,393	$ 1,453,335	$ 1,432,809	$ 4,350,826	$ 0	$ 9,098,116	$ 26,903,200
Cash Restricted	160,000	0	0	0	0	7,913,604	361,823	8,435,427
Cash Lease Escrow	0	0	0	0	0	0	1,694,341	1,694,341
Court Fines Receivable (Net of Allowances)	0	224,971	0	0	0	0	0	224,971
Taxes Receivable (Net of Allowance)	211,097	82,190	2,316	0	0	0	98,806	394,409
Other Receivables (Net of Allowance)	1,544,603	147,462	5,699	972,259	32,295	0	1,762,085	4,464,403
Note Receivable	0	0	720,760	0	0	0	0	720,760
Assets Held for Resale	0	0	15,502	0	0	0	0	15,502
Due from State Government	21,365	0	0	0	0	0	315,674	337,039
Prepaid Items	97,559	94,527	19	0	0	0	61,545	253,650
Inventory	43,654	0	0	0	0	0	0	43,654
Due from Other Funds	10,918	0	0	0	0	0	0	10,918
Total Assets	$ 12,069,917	$ 1,136,543	$ 2,197,631	$ 2,405,068	$ 4,383,121	$ 7,913,604	$ 13,392,390	$ 43,498,274
Liabilities and Fund Balance								
Liabilities								
Accounts Payable	$ 932,402	$ 201,509	$ 768	$ 716,150	$ 0	$ 26,947	$ 1,281,422	$ 3,159,198
Due to Other Funds	0	0	0	0	0	0	10,918	10,918
Due to Others	54,482	0	0	0	0	0	0	54,482
Accrued Wages & Benefits Payable	254,795	83,808	3,396	868	0	0	69,908	412,775
Deferred Revenue	401,020	231,682	721,507	0	0	0	348,484	1,702,693
Total Liabilities	$ 1,642,699	$ 516,999	$ $725,671	$ 717,018	$ 0	$ 26,947	$ 1,710,732	$ 5,340,066
Fund Balance								
Reserved for Inventory	$ 43,654	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 43,654
Reserved for Prepaid Items	97,559	94,527	19	0	0	0	61,545	253,650
Reserved for Encumbrances	430,589	85,414	1,170,765	628,078	0	0	1,234,698	3,549,544
Reserved for Impact Fees	0	0	0	0	0	0	223,280	223,280
Reserved for Capital Projects	0	0	0	0	4,383,121	7,886,657	1,798,342	14,068,120
Reserved for MI 2007	0	0	0	0	0	0	23,543	23,543
Unreserved	9,855,416	439,603	301,176	1,059,972	0	0	8,340,250	19,996,417
Total Fund Balance	$ 10,427,218	$ 619,544	$ 1,471,960	$ 1,688,050	$ 4,383,121	$ 7,886,657	$ 11,681,658	$ 38,158,208
Total Liabilities and Fund Balance	$ 12,069,917	$ 1,136,543	$ 2,197,631	$ 2,405,068	$ 4,383,121	$ 7,913,604	$ 13,392,390	$ 43,498,274

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets
June 30, 2007

Amounts reported for governmental activities in the statement of net assets are different because :

Ending fund balances - governmental funds balance sheet	$ 38,158,208
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	45,447,083
Other long-term assets, such as property taxes, court fines, and ambulance fees are not available to pay for current period expenditures and, therefore, are deferred in the funds.	746,014
Note receivable from the sale of a capital asset ($720,760) was not available to pay for current expenditures and was deferred in the fund financial statements. This is reduced by the deferred gain on sale of capital asset on the installment basis in the government wide statement.	573,196
Long-term liabilities, including bonds payable (net of premiums and issuance costs), capital leases, compensated absences, and accrued interest, are not due and payable in the current period and, therefore, are not reported in the funds.	(23,102,954)
Net assets of governmental activities	$ 61,821,547

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2007

	General	Law Enforcement Fund	Economic Development Fund	Road Improvement Fund	Parks & Recreation Capital Projects Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Revenue								
Taxes	$ 10,000,499	$ 6,706,098	$ 252,780	$ 0	$ 0	$ 0	$ 8,414,730	$ 25,374,107
Local Hospitality Tax	0	0	0	0	0	0	3,652,095	3,652,095
Fees, Licenses & Permits	6,758,389	315,046	29	1,259,715	0	0	1,574,308	9,907,487
Fines & Forfeitures	147,672	514,849	0	0	0	0	0	662,521
State Aid & Shared Taxes	0	0	0	0	0	0	1,024,311	1,024,311
Intergovernmental Revenue	3,280,507	162,320	0	0	0	0	194,094	3,636,921
Grants	129,153	143,789	0	0	1,000,000	0	2,501,519	3,774,461
C Funds	0	0	0	972,259	0	0	0	972,259
Interest	522,345	36,323	100,194	40,376	0	536,900	485,993	1,722,131
Donations	0	0	40,530	0	0	0	108,577	149,107
Miscellaneous Revenue	255,962	78,722	27,593	0	0	0	124,534	486,811
Total Revenues	$ 21,094,527	$ 7,957,147	$ 421,126	$ 2,272,350	$ 1,000,000	$ 536,900	$ 18,080,161	$ 51,362,211
Expenditures								
Current:								
General Government	$ 11,656,010	$ 0	$ 0	$ 0	$ 0	$ 220,772	$ 1,055,575	$ 12,932,357
Public Safety	928,471	8,345,346	0	0	0	0	5,628,783	14,902,600
Public Works	1,690,781	0	0	230,890	0	0	422,161	2,343,832
Health and Welfare	2,637,440	0	0	0	0	0	885,751	3,523,191
Cultural and Recreational	3,034,778	0	0	0	0	0	1,305,257	4,340,035
Economic Development	165,085	0	356,408	0	0	0	643,984	1,165,477
Enviornmental Services	0	0	0	0	0	0	57,715	57,715
Capital Outlay:								
General Government	826,813	0	0	0	0	0	3,855,223	4,682,036
Public Safety	6,200	285,761	0	0	0	0	973,000	1,264,961
Public Works	0	0	0	766,978	0	0	186,372	953,350
Health and Welfare	32,270	0	0	0	0	0	0	32,270
Cultural and Recreational	25,406	0	0	0	0	0	210,856	236,262
Economic Development	167,245	0	0	0	0	0	632,402	799,647
Debt Service:								
Principal	0	29,842	0	0	0	0	2,064,775	2,094,617
Interest	0	3,793	0	0	0	0	933,942	937,735
Total Expenditures	$ 21,170,499	$ 8,664,742	$ 356,408	$ 997,868	$ 0	$ 220,772	$ 18,855,796	$ 50,266,085

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2007

	General	Law Enforcement Fund	Economic Development Fund	Road Improvement Fund	Parks & Recreation Capital Projects Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Excess Revenues Over Expenditures	$ (75,972)	$ (707,595)	$ 64,718	$ 1,274,482	$ 1,000,000	$ 316,128	$ (775,635)	$ 1,096,126
Other Financing Sources (Uses)								
Operating Transfers In (Out)	$ 554,439	$ 471,000	$ 1,160,000	$ 0	$ 1,600,000	$ (4,366,021)	$ 435,582	$ (145,000)
Lease Purchase Proceeds	0	0	0	0	0	0	1,292,065	1,292,065
Sale of Capital Assets	59,720	69,763	97,330	0	0	0	837	227,650
Total Other Financing Sources (Uses)	$ 614,159	$ 540,763	$ 1,257,330	$ 0	$ 1,600,000	$ (4,366,021)	$ 1,728,484	$ 1,374,715
Excess Revenues & Other Financing Sources Over Expenditures & Other Financing Uses	$ 538,187	$ (166,832)	$ 1,322,048	$ 1,274,482	$ 2,600,000	$ (4,049,893)	$ 952,849	$ 2,470,841
Fund Balance, July 1, 2006	9,889,031	786,376	149,912	413,568	1,783,121	11,936,550	10,728,809	35,687,367
Fund Balance, June 30, 2007	$ 10,427,218	$ 619,544	$ 1,471,960	$ 1,688,050	$ 4,383,121	$ 7,886,657	$ 11,681,658	$ 38,158,208

The accompanying notes are an integral part of these financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

County of Georgetown
Georgetown, South Carolina
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2007

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	$ 2,470,841
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount is the amount by which capital outlay ($7,968,525) exceeded depreciation expense ($4,841,897) in the current period.	3,126,628
Revenues in the statement of activities, such as property taxes and police fines that will not be collected for several months after year end and do not provide for current financial resources, are not reported as revenues in the funds.	(24,633)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	802,552
In the statement of activities, only the gain on the sale of assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the book value of the capital assets sold.	(22,342)
Donated capital assets are recorded on the statement of activities but do not appear in the governmental funds because they are not financial resources.	872,111
Some expenses reported in the statement of activities, such as compensated absences, accrued interest, and amortization of bond premiums and issuance costs, do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(125,312)
Change in net assets of governmental activities	$ 7,099,845

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Net Assets
Proprietary Fund
June 30, 2007

Assets	Enterprise Fund
Current Assets	
Cash	$ 1,061,065
Cash Restricted	4,070,664
Cash Lease Escrow	89,227
Taxes Receivable	27,793
Accounts Receivable Net of Allowance	156,540
Insurance Receivable	1,293
Grant Receivable	66,705
Prepaid Insurance	27,529
Total Current Assets	$ 5,500,816
Property, Plant, and Equipment	
Land	$ 740,718
Improvements	8,966,205
Machinery and Equipment	4,135,612
Vehicles	1,599,334
Buildings	327,721
Construction in Progress	73,550
Less: Accumulated Depreciation	(5,923,358)
Net Property, Plant, and Equipment	$ 9,919,782
Total Assets	$ 15,420,598

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Net Assets
Proprietary Fund
June 30, 2007

	Enterprise Fund
Liabilities	
Short-Term Liabilities	
Accounts Payable	$ 215,098
Accrued Payroll and Benefits	29,032
Compensated Absences Payable	64,877
Estimated Liability for Landfill Closure and Post Closure Cost	
Capital Leases Payable	318,462
	354,409
Total Short-Term Liabilities	$ 981,878
Long-Term Liabilities	
Capital Leases Payable	$ 1,529,718
Compensated Absences Payable	3,415
Estimated Liability for Landfill Closure and Post Closure Cost	3,752,202
Total Long-Term Liabilities	$ 5,285,335
Total Liabilities	$ 6,267,213
Net Assets	
Invested in Capital Assets, Net of Related Debt	$ 8,035,655
Unrestricted	1,117,730
Total Net Assets	$ 9,153,385

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Fund
For the Year Ended June 30, 2007

	Enterprise Fund
Operating Revenues	
Current Property Taxes	$ 2,037,429
Current Vehicle Taxes	171,263
Delinquent Property Taxes	16,633
Payment in Lieu of Taxes	11,036
Homestead Exemption	43,506
Motor Carrier	6,623
Manufacturers' Reimbursements	33,948
Tax Penalties	16,690
Fees - Landfill	1,521,353
Household Fees	1,156,663
Miscellaneous	2,975
Recyclable Sales	160,318
Compost Sales	62,705
Total Operating Revenues	$ 5,241,142
Operating Expenses	
Salaries	$ 1,218,605
Employee Benefits	356,732
Supplies and Materials	1,205,732
Purchased Services	792,916
Other Objects	19,616
Depreciation	875,763
Landfill Closure & Post Closure Care Cost	403,312
Total Operating Expenses	$ 4,872,676
Operating Income (Loss)	$ 368,466
Nonoperating Revenues (Expenses)	
Interest Expense	$ (54,055)
Interest Income	270,953
DHEC Solid Waste Grant	40,763
Gain (Loss) on Disposal of Assets	127,568
Grants & Contributions	131,576
Amortization Bond Issuance Costs	(11,844)
Solid Waste Tire Fees	23,316
Transfers In (Out)	145,000
Total Nonoperating Revenues (Expenses)	$ 673,277
Net Income (Loss)	$ 1,041,743
Net Assets, Beginning of Year	8,111,642
Net Assets, End of Year	$ 9,153,385

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2007

	Enterprise Fund
Cash Flows from Operating Activities:	
Cash Received from Customers	$ 5,276,317
Cash Payments to Suppliers for Goods and Services	(2,535,537)
Cash Payments to and for Employees Benefit	(1,569,058)
Net Cash Provided (Used) by Operating Activities	$ 1,171,722
Cash Flows from Noncapital Financing Activities:	
Non-Operating Proceeds	$ 195,655
Operating Transfers In	145,000
Net Cash Provided (Used) by Noncapital Financing Activities	$ 340,655
Cash Flows from Capital and Related Financing Activities:	
Principal Payment Bonds	$ (955,000)
Proceeds from Sale of Fixed Assets	127,568
Lease Purchase Proceeds	966,765
Property, Plant and Equipment Additions	(1,240,516)
Landfill Closure Cost Retirement	(25,151)
Principal Payment Capital Leases	(222,094)
Interest Paid	(71,174)
Net Cash Provided (Used) by Capital and Related Financing Activities	$ (1,419,602)
Cash Flows from Investing Activities:	
Use of Money and Property	$ 270,953
Net Cash Provided (Used) by Investing Activities	$ 270,953
Net Change in Cash and Cash Equivalents	$ 363,728
Cash and Cash Equivalents, Beginning of Year	4,857,228
Cash and Cash Equivalents, End of Year	$ 5,220,956

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2007

	Enterprise Fund
Cash and Cash Equivalents, End of Year	
Cash	$ 1,061,065
Cash Lease Purchase Escrow	89,227
Cash Restricted	4,070,664
Total Cash and Cash Equivalents, End of Year	$ 5,220,956
Schedule of Noncash Investing, Capital and Financing Activities:	
Bond Premium Amortization	$ (7,546)
Amortization Expense on Bond Issuance Costs	11,844
Total Noncash Investing, Capital and Financing Activities	$ 4,298
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	$ 368,466
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation	$ 875,763
Landfill Closure and Post Closure Costs	403,312
(Increase) Decrease in Accounts and Other Receivables	33,650
(Increase) Decrease in Taxes Receivable	1,525
(Increase) Decrease in Prepaid Insurance	(5,130)
Increase (Decrease) in Accounts Payable	(512,143)
Increase (Decrease) in Salaries and Compensated Absences Payable	6,279
Net Cash Provided (Used) by Operating Activities	$ 1,171,722

The accompanying notes are an integral part of these financial statements.

County of Georgetown
Georgetown, South Carolina
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2007

	Agency Funds
Assets	
Cash	$ 4,507,627
Total Assets	$ 4,507,627
Liabilities	
Due to Other Taxing Units	$ 448,992
Due to Water & Sewer District	6,916
Due to Estate & Trust Beneficiaries	950,145
Due to Others	351,859
Due to Bidders & Redeemers of Land Sales	1,413,848
Due to Plaintiffs	6,046
Due to Fine Recipients and Bond Payors	933,540
Due to SC Department of Revenue	205,874
Due to Support Recipients	50,946
Due to Seized Asset Recipients	115,236
Due to S.C. Highway Department	24,225
Total Liabilities	$ 4,507,627

The accompanying notes are an integral part of these financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 1. Summary of Significant Accounting Policies

The financial statements of the County of Georgetown, South Carolina have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Financial Reporting Entity

For financial reporting purposes, the County of Georgetown meets the criterion of a Primary Government as defined in GASB Statement 14. A Primary Government has a separately elected governing body; one that is elected by the citizens in a general, popular election. The County includes funds that are controlled by or dependent on the County Council. Control by or dependence on the County was determined on the basis of budget adoption, taxing authority, outstanding debt secured by general obligations of the County, obligation of the County to finance deficits that may occur or receipt of significant subsidies from the County. In the judgment of the County's management, no activity has been excluded from the County's financial statements that would be required to be included on the basis of the above criteria.

B. Government-Wide and Fund Financial Statements

The financial statement presentation for the County meets the requirements of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. The financial statement presentation provides a comprehensive, entity-wide perspective of the County's net assets, revenues, expenses and changes in net assets and cash flows that replaces the fund-group perspective previously required.

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financial accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Indirect expense allocations that have been made in the funds have been eliminated from the statement of activities. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, court fines, State aid and shared taxes, ambulance fees, and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County reports the following major governmental funds:

General Fund: The general fund is the primary operating fund of the County. The general fund accounts for all financial resources except those that are required to be reported in another fund.

Law Enforcement Fund: The law enforcement fund is a special revenue fund which accounts for the proceeds of specific revenue sources that are collected for the purpose of providing law enforcement protection services for Georgetown County.

Economic Development Fund: The Economic Development Fund is a special revenue fund which accounts for the specific revenue sources that are collected for the purpose of economic development.

Road Improvement Fund: The Road Improvement Fund is a special revenue fund that accounts for the specific revenue sources and expenditures that are collected to provide road improvements.

Capital Projects Fund: The capital projects fund is used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds. It accounts for bond proceeds received to finance capital improvement projects approved by county council.

Parks and Recreation Capital Projects Fund: This is a capital projects fund which accounts for specific revenue sources collected to improve the parks and recreation departments' capital assets.

The County reports the following major proprietary fund:

Environmental Services Fund (Enterprise Fund): The environmental services fund is used to account for the operations of the County landfill along with related solid waste management functions such as waste collection, recycling, and composting. Also includes mosquito control activities. This fund is funded from a combination of property taxes and user fees.

Additionally, the County reports the following fund types:

Agency Fund: This fund is used to report resources held by the County in a custodial capacity as an agent on behalf of others and does not involve the measurement of results of operation.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

provided and other charges between the various other functions of the government. Elimination of these charges would distort the direct cost and program revenues for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise funds are charges to customers for sales and services for landfill fees and the rental of airport hangars to the general public. Operating expenses for enterprise funds include cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the County to invest in obligations of the United States and its agencies, general obligations (not revenue obligations) of the State of South Carolina and its subdivisions, savings and loan associations to the extent of federal insurance, certificates of deposit collaterally secured, and repurchase agreements secured by the foregoing obligations.

Investments for the government are reported at fair value.

E. Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

F. Receivables

All accounts and property tax receivables are shown at their gross value and where appropriate, are reduced by the estimated portion that is expected to be uncollectible. This amount is determined by analyzing the percentage of receivables that was not collected in prior years.

Property taxes for real property and personal property except motor vehicles are due without penalties by January 15th of each fiscal year. Uncollected taxes and penalties are considered delinquent on March 15th. Property taxes for motor vehicles are due in the month in which the state motor vehicle license will be renewable. Property tax revenues are recognized in accordance with imposed nonexchange transactions in accordance with GASB No. 33.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

G. Inventories and Prepaid Items

The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased. The amount of inventories on hand at year end for the governmental fund types consist of postage, emergency preparedness supplies, and diesel fuel. Inventories are valued at cost using the average cost method.

Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements.

H. Restricted Assets

Certain assets of special revenue and enterprise funds are classified as restricted on the balance sheet because their use is limited to specific purposes for which the funds were received.

I. Capital Assets

Capital assets, which include property, plant, and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. During the fiscal year ended June 30, 2007, Georgetown County increased the capitalization threshold from $500 to $5,000 and accordingly, restated the initial net assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

GASB No. 34 requires the County to report and depreciate new infrastructure assets. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. The infrastructure assets are likely to be the largest asset class of the County. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period. The County is required to implement the retroactive infrastructure provision in the fiscal year ending June 30, 2007. The County has implemented the general provisions of GASB No. 34.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Construction in progress represents funds expended for construction of capital assets which have not been placed into service.

Property, plant, and equipment of the County is depreciated using the straight line method over the following estimated useful lives:

Asset	Years
Buildings	10-20
Improvements	7-20
Equipment	3-10
Vehicles	3-10
Infrastructure	20-35

Depreciation for capital assets that can be specifically identified with a function is included in the direct expenses for that function.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

J. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

K. Deferred Revenues

Deferred revenues arise when a potential revenue does not meet the criteria for recognition in the current period. In subsequent periods, when revenue recognition criteria are met, the government has a legal claim to the resources, or the revenue has been earned, the liability is removed and revenue is recognized.

L. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium, discount, and deferred refunding costs. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

M. Nonexchange Transactions

The standards established by GASB Statement No. 33, *"Accounting and Financial Reporting for Nonexchange Transactions"*, provide accounting and reporting for the following four categories of nonexchange transactions: 1) Derived tax revenues, 2) Imposed nonexchange revenues, 3) Government-mandated nonexchange transactions, and 4) Voluntary nonexchange transactions. Nonexchange transactions involve financial or capital resources in which the government either gives value to another party without directly receiving equal value in exchange or receives value from another party without directly giving equal value in exchange.

Assets from derived tax revenues are recognized when the underlying exchange has occurred or when the resources are received, whichever first. Revenues are recognized when the underlying exchange has occurred and resources are available to the government.

Assets from imposed nonexchange revenues are recognized when an enforceable legal claim has arisen or when resources are received, whichever occurs first. Revenues are recognized when resources are required to be used or the first period that use is permitted. Resources must also be available to the government.

Assets, liabilities, revenues, and expenditures from government-mandated and voluntary nonexchange transactions are generally recognized when all eligibility requirements have been met. Resources received before the eligibility requirements are fulfilled are reported as deferred revenues. Eligibility requirements can include one or more of the following:

1. The recipient has the characteristics specified by the provider.

2. Time requirements specified by the provider have been met.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

3. The provider offers resources on a reimbursement basis and allowable costs have been incurred under the applicable program.

4. The provider's offer of resources is contingent upon a specified action of the recipient and that action has occurred.

N. Net Assets/Fund Balances

The County's net assets in the government-wide financial statements and proprietary fund financial statements are classified as follows:

Invested in Capital Assets, Net of Related Debt: This represents the County's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of invested in capital assets, net of related debt.

Restricted Net Assets: Restricted expendable net assets include resources in which the County is legally or contractually obligated to spend in accordance with restrictions imposed by third parties.

Unrestricted Net Assets: Unrestricted net assets represent resources derived from ad valorem taxes, earnings on investments, state/local grants, fees, and shared revenues.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Note 2. Deposits and Investments

At year end, the County had the following investments:

Investment Type	Fair Value	Maturity
Repurchase Agreement	$ 238,000	July 1, 2007
Federal Government Obligations	34,477	July 1, 2007
	$ 272,477	

Interest rate risk is the risk that a change in interest rate will cause the fair value of a government's financial instruments to drop or will negatively affect the government's cash flows. The County's investment policy does not address interest rate risk.

Credit risk is the risk that the counterparty will not meet its obligations. The County's investment policy does not address credit risk but limits its investments to obligations of the United States and its agencies, general obligations of South Carolina and its political subdivisions, savings and loan associations if their deposits are insured by an agency of the federal government, certificates of deposits insured by obligations of the United States or general obligation bonds of the State of South Carolina or its political subdivisions, and repurchase agreements when collateralized by United States obligations.

Concentration of credit risk - the County's investment policy does not address concentration of credit risk.

Custodial credit risk - deposits. In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to the County. The County's investment policy requires deposits to be insured by the federal government or its agencies or collaterally secured by the federal government or its agencies. As of June 30, 2007, the County's bank balance was $50,526,161 and the carrying value was $46,761,551. Of the bank balance of $50,526,161, the amount that was exposed to custodial credit risk totaled $49,375,795. Deposits totaling $11,917,705 were uninsured and collateralized with securities held by

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 2. Deposits and Investments (Continued)

the pledging financial institution or its agent but not in the County's name. The remaining bank balance of $37,458,090 was uninsured and collateralized with securities held by the pledging financial institution or its agent in the County's name.

Custodial credit risk - Investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the investment balance of $272,477 as of June 30, 2007, the repurchase agreement totaling $238,000 has custodial credit risk exposure of $138,000 because the related securities are uninsured and collateralized with securities held by the pledging financial institution or its agent but not in the County's name. Investments totaling $34,477 were insured or registered securities held by the County's agent in the County's name.

The deposit and investment policy of the County adheres to State statutes and prudent business practice. Deposits of the governmental funds are either maintained in demand deposits or savings accounts, certificates of deposits, or repurchase agreements. There were no deposit or investment transactions during the year that were in violation of either the State statutes or the policy of the County.

Reconciliation of Cash and Investments to Fund Financial Statements

Cash and Investments		
Cash and Investments	$	32,471,892
Restricted Cash and Investments		12,506,091
Cash Lease Escrow		1,783,568
Total Cash and Investments	$	46,761,551
Petty Cash	$	15,618
Deposits Carrying Value		46,473,456
Investments		272,477
Total Cash and Investments	$	46,761,551

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 3. Receivables

Receivables at June 30, 2007 consist of the following:

	Governmental Activities	Business-Type Activities	Total
Taxes Receivable, Net	$ 394,409	$ 27,793	$ 422,202
Landfill Fees Receivable, Net	0	156,540	156,540
Due From State Government	337,039	0	337,039
Court Fines Receivable, Net	224,971	0	224,971
Other Receivables, Net			
Grants	1,037,132	0	1,037,132
C-Funds	972,259	0	972,259
Local Government Fund	787,695	0	787,695
Local Accommodations & Hospitality Fees	577,358	0	577,358
EMS Billings	409,746	0	409,746
Miscellaneous	680,213	67,998	748,211
Total Receivables	$ 5,420,822	$ 252,331	$ 5,673,153

Property taxes receivable that do not meet the availability requirement have been recorded as deferred revenue. Allowances for uncollectible property taxes have been recorded in the governmental activities in the amount of $394,409 and $27,793 in the business type activities.

Note 4. Restricted Assets

An allowance for uncollectible court fines of $115,732 and an allowance for uncollectible other receivables of $1,701,215 have been recorded in the governmental activities.

An allowance for uncollectible accounts receivable has been recorded in the business-type activities in the amount of $6,693.

The County has recorded restricted cash and investments totaling $8,435,427 in the governmental funds for the following:

Fire District Number 1 Fund - Impact Fees	$ 223,280
Capital Projects Funds - Bond Proceeds for Capital Projects	7,913,604
Murrells Inlet Revitalization - MI 2007	23,543
Deposits Held for Condemnation	275,000
	$ 8,435,427

The County has recorded cash as restricted in the amount of $4,070,664 in the Environmental Services Fund, as these funds are restricted for landfill closure and post closure cost.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 5. Interfund Receivables and Payables

Interfund receivables and payables result from the pooling of cash. The balances reflect current operations of funds which routinely require the reimbursement of grant funds. Individual fund interfund receivable and payable balances at June 30, 2007 are as follows:

	Due From Other Funds	Due To Other Funds
General Fund	$ 10,918	$ 0
Nonmajor Special Revenue Funds	0	10,918
Totals	$ 10,918	$ 10,918

Note 6. Capital Assets

Capital asset activity for the year ended June 30, 2007 was as follows:

Governmental Activities:	Beginning Balance (As Restated)	Increases	Decreases	Ending Balance
Capital Assets, not being Depreciated:				
Land	$ 4,349,567	$ 17,500	$ (600)	$ 4,366,467
Construction in Progress	3,491,352	3,043,038	(1,598,425)	4,935,965
Total, not being Depreciated	$ 7,840,919	$ 3,060,538	$ (1,599,025)	$ 9,302,432
Capital Assets, being Depreciated:				
Buildings	$ 24,692,964	$ 794,969	$ (7,000)	$ 25,480,933
Improvements	13,960,816	216,497	0	14,177,313
Infrastructure	10,448,400	2,471,055	0	12,919,455
Equipment	11,447,275	1,934,996	0	13,382,271
Furniture & Fixtures	268,644	0	0	268,644
Automotive Equipment	12,701,558	1,961,006	(364,799)	14,297,765
Total, being Depreciated	$ 73,519,657	$ 7,378,523	$ (371,799)	$ 80,526,381
Less Accumulated Depreciation for:				
Buildings	$ (13,926,453)	$ (872,864)	$ 3,880	$ (14,795,437)
Improvements	(6,261,052)	(1,041,183)	0	(7,302,235)
Infrastructure	(2,270,154)	(669,811)	0	(2,939,965)
Equipment	(7,182,072)	(1,206,540)	0	(8,388,612)
Furniture & Fixtures	(268,644)	0	0	(268,644)
Automotive Equipment	(9,981,515)	(1,051,499)	346,177	(10,686,837)
Total Accumulated Depreciation	$ (39,889,890)	$ (4,841,897)	$ 350,057	$ (44,381,730)
Total, being Depreciated, Net	$ 33,629,767	$ 2,536,626	$ (21,742)	$ 36,144,651
Total Governmental Activities, Net	$ 41,470,686	$ 5,597,164	$ (1,620,767)	$ 45,447,083

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 6. Capital Assets (Continued)

Beginning net assets has been restated to include the retroactive infrastructure assets totaling $8,111,525 with associated accumulated depreciation totaling $2,023,310 for a net fixed asset increase of $6,088,215. Improvements totaling $3,935,300 have been reclassified to infrastructure in the amount of $2,336,875 and construction in progress totaling $1,598,425. The improvements reclassified as infrastructure assets had accumulated depreciation totaling $240,844. Assets having a net book value of $21,742 were sold during the year resulting in a gain on disposal of fixed assets of $205,308. Assets donated by developers totaled $797,111 and other donated assets totaled $75,000.

Business-Type Activities:	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, not being Depreciated:				
Land	$ 740,718	$ 0	$ 0	$ 740,718
Construction in Progress	47,500	73,550	(47,500)	73,550
Total, not being Depreciated	$ 788,218	$ 73,550	$ (47,500)	$ 814,268
Capital Assets, being Depreciated:				
Buildings	$ 321,111	$ 6,610	$ 0	$ 327,721
Improvements	8,923,066	43,139	0	8,966,205
Machinery & Equipment	3,556,054	1,049,614	(470,056)	4,135,612
Motor Vehicles	1,573,079	115,101	(88,846)	1,599,334
Total, being Depreciated	$ 14,373,310	$ 1,214,464	$ (558,902)	$ 15,028,872
Less Accumulated Depreciation for:				
Buildings	$ (76,641)	$ (16,475)	$ 0	$ (93,116)
Improvements	(2,030,145)	(365,965)	0	(2,396,110)
Machinery & Equipment	(2,335,542)	(345,520)	470,056	(2,211,006)
Motor Vehicles	(1,164,169)	(147,803)	88,846	(1,223,126)
Total Accumulated Depreciation	$ (5,606,497)	$ (875,763)	$ 558,902	$ (5,923,358)
Total, being Depreciated, Net	$ 8,766,813	$ 338,701	$ 0	$ 9,105,514
Total Business-Type Activities, Net	$ 9,555,031	$ 412,251	$ (47,500)	$ 9,919,782

Depreciation expense of business-type activities totaled $875,763. Assets totaling $558,902 that were fully depreciated were sold, resulting in a gain on disposal of assets of $127,568.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 6. Capital Assets (Continued)

Depreciation expense was charged to the following functions:

Governmental Activities:	
General Government	$ 488,760
Public Safety	2,631,973
Public Works	548,398
Health and Welfare	232,449
Economic Development	547,447
Cultural and Recreation	392,870
Total Depreciation expense - Governmental Activities	$ 4,841,897

Total Depreciation expense for the Environmental Services fund of the business-type activities was $875,763.

Total assets purchased under capital leases with remaining liens are as follows:

	Governmental Activities	Business-Type Activities
Asset Cost	$ 5,657,719	$ 2,370,142
Accumulated Depreciation	(1,315,529)	(490,374)
Totals	$ 4,342,190	$ 1,879,768

Note 7. Capital Leases

The County's governmental activities have twelve (12) lease purchase agreements and its business-type activities have nine (9) lease purchase agreements. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

Future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2007, are as follows:

	Governmental Activities	Business-Type Activities	Total
2008	$ 1,232,868	$ 432,017	$ 1,664,885
2009	779,150	372,177	1,151,327
2010	761,254	348,863	1,110,117
2011	591,298	345,553	936,851
2012	522,290	306,569	828,859
2013 - 2017	893,757	358,225	1,251,982
Total Minimum Lease Payments	$ 4,780,617	$ 2,163,404	$ 6,944,021
Less Amount Representing Interest	(573,415)	(279,277)	(852,692)
Totals	$ 4,207,202	$ 1,884,127	$ 6,091,329

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 8. Long-Term Debt

Following is a summary of changes in long-term liabilities during the year ended June 30, 2007:

Governmental Activities:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds Payable:					
General Obligation Bonds	$ 18,780,000	$ 0	$ (1,160,000)	$ 17,620,000	$ 1,265,000
Plus Unamortized Premium	53,748	0	(7,758)	45,990	0
Total Bonds Payable	$ 18,833,748	$ 0	$ (1,167,758)	$ 17,665,990	$ 1,265,000
Capital Leases	3,849,754	1,292,065	(934,617)	4,207,202	1,065,752
Compensated Absences	1,149,557	1,250,047	(1,149,557)	1,250,047	1,187,545
Totals	$ 23,833,059	$ 2,542,112	$ (3,251,932)	$ 23,123,239	$ 3,518,297

Business-Type Activities:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds Payable					
General Obligation Bonds	$ 955,000	$ 0	$ (955,000)	$ 0	$ 0
Plus Unamortized Premium	7,546	0	(7,546)	0	0
Total Bonds Payable	$ 962,546	$ 0	$ (962,546)	$ 0	$ 0
Capital Leases	1,139,456	966,765	(222,094)	1,884,127	354,409
Compensated Absences	65,659	68,292	(65,659)	68,292	64,877
Landfill Closure, Post Closure	3,692,503	403,311	(25,150)	4,070,664	318,462
Totals	$ 5,860,164	$ 1,438,368	$ (1,275,449)	$ 6,023,083	$ 737,748

On September 1, 2003, the County issued General Obligation Bonds, Series 2003A in the amount of $18,000,000, of which $2,595,000 was recorded in the environmental services fund for the expansion costs of the landfill, and the remaining $15,405,000 was recorded in the Capital Projects funds for County capital projects.

On September 1, 2003, the County issued General Obligation Bonds, Series 2003B in the amount of $3,670,000, which was used to retire the outstanding 1992 General Obligation Bonds.

The general, special revenue, and enterprise funds generally liquidate other long-term liabilities, such as compensated absences.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 8. Long-Term Debt (Continued)

Annual debt service requirements to maturity for obligations outstanding at June 30, 2007 are as follows:

General Obligation Bonds of 1997 (Issued 08/05/97)

Fiscal Year	Interest Rate	Balance	Principal	Interest Sept. 1	Interest March 1	Total Annual Payments
2008	4.70%	$ 1,575,000	$ 285,000	$ 38,152	$ 38,153	$ 361,305
2009	4.80%	1,290,000	300,000	31,455	31,455	362,910
2010	4.90%	990,000	315,000	24,255	24,255	363,510
2011	4.90%	675,000	330,000	16,537	16,538	363,075
2012	4.90%	345,000	345,000	8,452	8,453	361,905
Totals			$ 1,575,000	$ 118,851	$ 118,854	$ 1,812,705

General Obligation Bonds of 2003A (Issued 9/01/03)
Issued for Building Projects

Fiscal Year	Interest Rate	Balance	Principal	Interest Sept. 1	Interest March 1	Total Annual Payments
2008	3.00%	$ 15,235,000	$ 170,000	$ 329,697	$ 329,697	$ 829,394
2009	3.00%	15,065,000	740,000	327,147	327,147	1,394,294
2010	4.00%	14,325,000	770,000	316,047	316,047	1,402,094
2011	4.00%	13,555,000	800,000	300,647	300,647	1,401,294
2012	4.00%	12,755,000	835,000	284,647	284,647	1,404,294
2013-17	4.00%-4.50%	11,920,000	4,705,000	1,158,110	1,158,110	7,021,220
2018-22	4.00%-4.50%	7,215,000	5,860,000	605,234	605,234	7,070,468
2023	4.50%-5.00%	1,355,000	1,355,000	33,875	33,875	1,422,750
Totals			$ 15,235,000	$ 3,355,404	$ 3,355,404	$ 21,945,808

General Obligation Bonds of 2003B (Issued 9/01/03)
Issued to refund 1992 General Obligation Bonds

Fiscal Year	Interest Rate	Balance	Principal	Interest Sept. 1	Interest March 1	Total Annual Payments
2008	2.50%	$ 810,000	$ 810,000	$ 10,125	$ 10,125	$ 830,250
Totals			$ 810,000	$ 10,125	$ 10,125	$ 830,250

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 8. Long-Term Debt (Continued)

The legal debt limit for the County is eight per centum of the assessed valuation of the taxable property in the County less outstanding general obligation debt issued without referendum. Based on the 2007 assessed valuation of $543,424,000 and outstanding general obligation debt at June 30, 2007 of $17,620,000, the legal debt limit is approximately $25,853,920.

The annual requirements to amortize all debt outstanding, including capital leases, as of June 30, 2007 are as follows:

	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2008	$ 2,330,752	$ 923,065	$ 3,253,817	$ 354,409	$ 77,607	$ 432,016
2009	1,694,711	841,643	2,536,354	308,716	63,461	372,177
2010	1,747,950	778,908	2,526,858	297,743	51,120	348,863
2011	1,649,409	706,258	2,355,667	306,544	39,010	345,554
2012	1,651,389	637,100	2,288,489	280,054	26,515	306,569
2013-17	5,537,991	2,376,985	7,914,976	336,661	21,564	358,225
2018-22	5,860,000	1,210,469	7,070,469	0	0	0
2023	1,355,000	67,750	1,422,750	0	0	0
Totals	$ 21,827,202	$ 7,542,178	$ 29,369,380	$ 1,884,127	$ 279,277	$ 2,163,404

Note 9. Contingencies

As of June 30, 2007, actions have been alleged against the County in which it has denied liability. Any liability would be covered by the Insurance Reserve Fund up to the policy limit. The outcome or the amount of recovery, if any, cannot be predicted with certainty. Accordingly, no liability has been recorded.

Note 10. Deferred Compensation Plan

Georgetown County offers its employees two deferred compensation plans complying with IRC 457 and IRC 401(k). These plans are available to all County employees through the South Carolina State Treasurer's Office. The plans offer a variety of investment choices to the participant. The deferred compensation cannot be withdrawn by the participant until separation of employment, retirement, death, disability or an approved hardship.

In 1996, Congress passed new legislation to govern IRC Section 457 plans. Specifically, the new legislation concludes that a plan shall not be treated as an eligible deferred compensation plan unless all assets and income of the plan are held in trust for the exclusive benefit of participants and their beneficiaries. During the year ended June 30, 1999, the South Carolina Deferred Compensation Commission modified their plan to comply with the new legislative requirements.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 10. Deferred Compensation Plan (Continued)

Governmental Accounting Standards Board's Statement No. 32 was issued to address the financial reporting ramifications of the new federal legislation and states that a fiduciary relationship must exist for a governmental entity to report the balances and transactions related to the plan in its financial statements. According to the provisions of the statement, it was determined that a fiduciary relationship did not exist for the County's IRC Section 457 plan, and likewise, its balance has not been recorded in the County's financial statements.

Note 11. Interfund Transfer Reconciliation

	Transfers In	Transfers Out
General Fund	$ 2,131,704	$ 1,577,265
Law Enforcement Fund	1,182,000	711,000
Capital Projects Fund	10,000	4,376,021
Economic Development Fund	1,160,000	0
Parks & Recreation Capital Projects Fund	1,600,000	0
Nonmajor Special Revenue Funds	1,872,890	5,094,956
Nonmajor Capital Projects Funds	3,292,648	0
Debt Service Fund	365,000	0
Enterprise Fund	185,000	40,000
Totals	$ 11,799,242	$ 11,799,242

Operating transfers between the County's various funds are generally made to fund Council approved projects.

Note 12. Economic Dependency

Georgetown County collects property taxes from five taxpayers which represents 5.58% of total assessed valuation.

Taxpayer	Type of Business	Assessed Value
International Paper Co.	Paper Products	20,307,904
Verizon South Inc.	Telecommunications	3,450,730
Santee Electric Coop Inc.	Electric Utility	2,592,030
Mittal Steel USA (formerly ISG Georgetown Inc)	Steel Wire	2,423,470
Myrtle Beach National Golf, Inc.	Hospitality & Golf	1,517,548

Note 13. Employee Retirement Systems

Georgetown County contributes to the South Carolina Retirement System (SCRS) and to the Police Officers Retirement System (PORS). Title 9-1-480 Code of Laws of South Carolina, 1976 (as amended), states that all eligible persons, except those specifically excluded, shall become members of SCRS or PORS as a condition of their employment. The responsibility for administration of the system is assigned by law to the State Budget & Control Board. SCRS and PORS are both maintained as a cost-sharing multiple-employer Public Employees Retirement System (PERS).

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 13. Employee Retirement Systems (Continued)

Generally all full-time employees who are responsible for the preservation of the public order are members of the PORS; the remaining County employees are members of the SCRS.

South Carolina Retirement System (SCRS): Covered general County employees participate in the SCRS, a cost-sharing, multiple-employer, defined benefit pension plan. The SCRS provides retirement and disability benefits, with cost of living adjustments on an ad hoc basis, life insurance benefits, and survivor benefits. Member employees currently contribute 6.50% of their annual compensation. The employer contribution is 8.20% of the total membership's annual compensation; included is the entire cost of group life insurance for covered employees at the rate of .15%.

Employees attaining the age of 65 or having 28 years of credited service are entitled to 1.82% of average final compensation. Other available benefits include group life insurance coverage after one year's membership, (immediate coverage if death is job related), disability coverage after five year's membership (immediate coverage if job related), vesting rights after five year's membership (with survivor allowance after 15 years creditable service or age 65). Benefit provisions are established under the authority of Title 9 of the SC Code of Laws.

The benefits at retirement are determined by the following formula: 1.82% of an employee's average final compensation multiplied by the number of years of credited service.

Police Officers Retirement System (PORS): Covered County employees (i.e. whose principle duties are the preservation of public order) are required to participate in the PORS, a cost-sharing, multiple-employer, defined benefit pension plan. The PORS provides both retirement and death benefits on an employee and employer contribution basis. Member employees currently contribute 6.5% of their annual compensation. The employer contribution is 10.7% of the total membership's annual compensation; included is the entire cost of group life insurance for covered employees at the rate of .20% and the entire cost of accidental death for covered employees at the rate of .20%. As a member of the PORS an employee can elect to retire after reaching age 55 with at least five years of credited service, or 25 years of service credit regardless of age. Another option available is when an employee has completed five years of credited service prior to age 55, they can retire yet defer their retirement allowance until they reach age 55. Other benefits include disability coverage after five year's membership (immediate coverage if job related), group life insurance coverage after one year of credited service (immediate coverage if job related), accidental death program allowing a monthly pension equal to 50% of the member's budgeted compensation at the time of death, and vesting rights after five year's membership. Benefit provisions are established under the authority of Title 9 of the SC Code of Laws.

The benefits at retirement are determined by the following formula: 2.14% of an employee's average final compensation multiplied by the number of years of credited service.

For fiscal year ended June 30, 2007:

	Payroll	Contributions		
	Covered	Employee	Employer	Total
SCRS	$ 9,995,199	$ 649,688	$ 819,606	$ 1,469,294
PORS	8,114,241	527,425	868,223	1,395,648
Totals	$ 18,109,440	$ 1,177,113	$ 1,687,829	$ 2,864,942

Funding Policy: Both employers and employees are required to contribute to the plans under authority of Title 9 of the South Carolina Code of Laws. Employee required contributions to the plans are as follows:

SCRS	6.50% of salary
PORS Class II	6.50% of salary

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 13. Employee Retirement Systems (Continued)

Employers are required to contribute at the following actuarially determined rates:

SCRS	8.05% of salary
PORS Class II	10.30% of salary

In addition to the above rates participating employers of the South Carolina Retirement System contribute .15% of payroll to provide a group life insurance benefit for their participants.

Participating employers under the Police Officer Retirement System also contribute .2% of payroll to provide a group life insurance benefit and .2% of payroll to provide an accidental death benefit for their participants. All employers contribute at the actuarially required contribution rates.

Three Year Trend Information:

Fiscal Year Ended	SCRS Annual Employer Contribution	PORS Annual Employer Contribution	Percentage Contributed For Current Year
06/30/07	$819,606	$868,223	100%
06/30/06	$752,819	$855,775	100%
06/30/05	$613,125	$726,199	100%

All contributions were equal to the required contributions for each year.

Ten-year historical trend information presenting the SCRS and PORS progress in accumulating sufficient assets to pay benefits when due is presented in the Component Unit Financial Report issued annually by the South Carolina Retirement Systems. A Comprehensive Annual Financial Report containing financial statements and required supplemental information for the South Carolina Retirement System and Police Officer Retirement System is issued and publicly available by writing the South Carolina Retirement System , P.O. Box 11960, Columbia, SC 29211-1960.

Effective January 1, 2001, Section 9-1-2210 of the South Carolina Code of Laws allows employees eligible for service retirement to participate in the Teacher and Employee Retention Incentive (TERI) Program. TERI participants may retire and begin accumulating retirement benefits on a deferred basis without terminating employment for up to five years. Upon termination of employment or at the end of the TERI period, whichever is earlier, participants will begin receiving monthly service retirement benefits which will include any cost of living adjustments granted during the TERI period. Because participants are considered retired during the TERI period, they do not make SCRS contributions, do not earn service credit, and are ineligible to receive group life insurance benefits or disability retirement benefits.

Note 14. Post Employment Health Care Benefits

In addition to the pension benefits described in Note 13, the County provides postemployment healthcare benefits, in accordance with County ordinances, to all employees who retire from the County in accordance with criteria listed in Note 13. Currently, 66 retirees and beneficiaries meet those eligibility requirements.

For those employees who terminate without retirement, healthcare benefits continue for 30 days after termination. At that time the former employee has continuation rights to health insurance coverage under the COBRA law of 1985.

During the fiscal year 2007, retirees were offered health insurance through a combination of HM and indemnity providers with

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 14. Post Employment Health Care Benefits (Continued)

the retiree selecting the type of coverage. The County paid for a major portion or all of the total health insurance cost for retirees depending on the coverage election. The County paid for approximately 57 percent of the cost for coverage for dependents and surviving spouses eligible to participate in the group plan. The remainder of the premium was paid by the retirees for their dependents or the surviving spouse for themselves. Expenditures for postemployment healthcare are recognized as premiums are paid. During fiscal year 2007, the cost to the County for healthcare benefits for retirees, dependents and surviving spouses was $219,360.

Note 15. Commitments

The County had the following projects with significant remaining construction and contractual commitments at June 30, 2007:

Governmental Activities

As of June 30, 2007, the County has incurred expenses of approximately $1,103,000 in costs related to renovations and additions at the Midway Fire Headquarters. The project is substantially complete with expected additional costs of approximately $30,000 to be incurred prior to completion in the fall of 2007.

At June 30, 2007, the County had various airport construction projects in progress, including a new terminal building for the Georgetown Airport. These projects are funded in part by federal and state grants. Substantial funding for the terminal building will come from bonds issued in fiscal year 2008. Costs incurred on these projects through year-end totaled approximately $1,820,000. Remaining costs to be incurred on the projects total approximately $3,305,000.

In fiscal year ended June 30, 2004, the County issued $15,405,000 in general obligation bonds to provide funding for building needs. County Council has determined that a new judicial center is needed and plans to use up to the total remaining bond proceeds of approximately $7,900,000 towards a new County judicial center. Bonds will be issued for the remaining project costs. Architectural work is virtually complete and necessary land has been acquired. Construction is set to begin early in fiscal year 2008. Total project costs are anticipated to be approximately $17,000,000 to $19,000,000. Costs incurred to date on the project for architectural services and land acquisition total approximately $1,500,000.

Note 16. Deficit Fund Balances and Net Assets

The following funds had negative fund balances at June 30, 2007, but revenues are expected during 2007-2008 to resolve these deficiencies:

Special Revenue Funds:	Public Safety Grants	($6,107)
	Health and Welfare Grants	($4,416)

Note 17. Solid Waste Municipal Landfill

The Resource Conservation And Recovery Act ("RCRA"), the federal regulations which address solid waste landfill closure, was amended with more stringent closure requirements for landfills that operate beyond October, 1993. The South Carolina Solid Waste Policy and Management Act of 1991 set forth certain requirements for landfills. Pursuant to the Act, South Carolina Department of Health and Environmental Control promulgated regulations establishing performance standards for the closure and post closure care of landfills. Chapter 61-107.258.60 Subpart F establishes the criteria for closure and post-closure care of landfills in South Carolina.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 17. Solid Waste Municipal Landfill (Continued)

State and federal laws and regulations require that the County of Georgetown place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post closure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of the landfill closure and post closure care costs is based on the amount of landfill used during the year. The estimated liability for landfill closure and post closure care costs has a balance of $4,070,664 as of June 30, 2007 which is based on 100% usage of the old landfill and 28% usage of the landfill expansion.

Estimated Liability for Closure & Post Closure	Beginning Balance	Additions	Retirements	Ending Balance
Landfill (Closed)	$ 1,264,283	$ 0	$ (25,150)	$ 1,239,133
Landfill Expansion	2,428,220	403,311	0	2,831,531
Totals	$ 3,692,503	$ 403,311	$ (25,150)	$ 4,070,664

The estimated post closure cost of the old landfill of $1,239,133 and the estimated closure and post closure cost of the landfill expansion of $9,951,952 are based on the amount that would be paid if all equipment, facilities, and service required to close, monitor, and maintain the landfill were acquired as of June 30, 2007. However, the actual cost of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The South Carolina Department of Health and Environmental Control (SCDHEC) has issued a permit to operate a sanitary landfill.

The County of Georgetown is required by State and federal laws and regulations to make annual contributions to finance closure and post closure care. The County is in compliance with those requirements, and at June 30, 2007, cash and investments of $4,070,664 (fair value) are held for these purposes.

It is anticipated that future inflation costs will be financed in part from earnings on investments held by the trustee. The remaining portion of anticipated future inflation costs (including inadequate earnings on investments, if any) and additional costs that might arise from changes in post closure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both. The County has restricted cash in the amount of $4,070,664 to cover the cost of landfill closure.

Note 18. Deferred Revenue

Deferred revenue in the general fund represents current year taxes which do not meet the availability criteria for recognition of $153,074 and deferred ambulance fees of $147,946, and unearned grant funds of $100,000.

Deferred revenue in the law enforcement fund represents current year taxes which do not meet the availability criteria for recognition of $42,857 and deferred court fines of $188,825.

Deferred revenue in the economic development fund represents uncollected proceeds from the sale of property financed through a note receivable of $720,760 and deferred property tax collections of $747.

Deferred revenue in the nonmajor special revenue funds represents current year taxes which do not meet the availability criteria for revenue recognition of $197,238, and unearned grant funds of $28,716.

Deferred revenue in the nonmajor capital projects funds represents unearned grant funds of $107,203.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 18. Deferred Revenue (Continued)

Deferred revenue in the debt service fund of $15,327 represents taxes receivables which do not meet the availability criteria for revenue recognition.

Note 19. Risk Management

The County is exposed to various risks of loss and pays insurance premiums to certain State agencies and commercial insurers to cover risks that may occur in normal operations. Management believes such coverage is sufficient to preclude any significant losses for the covered risk. The County has not had a significant reduction in insurance in the last three years and has not had claims in excess of coverage in the last three years.

Several State funds accumulate assets and the State itself assumes substantially all risks for the following:

1. Claims of State employees for unemployment compensation benefits (Employment Security Commission).
2. Claims of covered employees for workers compensation benefits for job-related illnesses or injuries (State Accident Fund).
3. Claims of covered public employees for long-term disability and group-life insurance benefits (Retirement Systems).

Note 20. Related Party Transactions

The County paid Hemingway Motor Company $794,816 for vehicles and services provided to the County. Council member H.E. Hemingway, Jr. owns an interest in Hemingway Motor Company. H.E. Hemingway, Jr. abstained from voting on these transactions.

Note 21. Fund Balance Reservations and Designations

The following is a list of all reserves by the County and a brief description of each:

Reserve for Inventory - an account used to separate a portion of fund balance to indicate inventory does not represent available, spendable resources even though it is a component of current assets.

Reserve for Prepaid Items - an account used to segregate a portion of fund balance to indicate prepaid insurance does not represent available, spendable resources even though it is a component of current assets.

Reserve for Encumbrances - a fund balance reservation account used to indicate purchase commitment amounts at year-end, to be honored in the subsequent fiscal year, are not available for appropriation or expenditure.

Reserve for Impact Fees - an account used to segregate a portion of fund balance to indicate funds receipted for impact fees do not represent available, spendable resources but for specified improvements even though the restricted cash is a component of current assets.

Reserve for Capital Projects - an account used to segregate the fund balance of capital projects funds for specific capital projects.

Reserve for Murrells Inlet 2007 - An account used to segregate a portion of funds that do not represent available spendable resources but for specific improvements even though the restricted cash is a component of current assets.

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 21. Fund Balance Reservations and Designations (Continued)

The following net assets have been restricted as a result of enabling legislation in the government-wide statements:

Victim's Services
Clerk of Court Title IVD Incentive
State Accommodations Tax
Sheriff Special Narcotics
State C Road Improvement Funds
Road Improvement User Fees
Admissions Tax
Local Hospitality & Accommodations Tax
Sunday Sales
Emergency Telephone Fund

Note 22. Restatement of Prior Year Fund Equities

The County has made prior period adjustments to include the retroactive adjustment for infrastructure.

	$ Governmental Activities
Net assets, as originally reported	48,639,487
Prior period adjustment to record retroactive infrastructure	6,082,215
Net assets at June 30, 2006, as restated	$ 54,721,702

Note 23. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of certain differences between governmental fund balance sheet and the government-wide statement of net assets.

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net assets - governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that "capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds." The details of this $45,447,083 is as follows:

Capital Assets	$ 89,828,813
Accumulated Depreciation	(44,381,730)
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	$ 45,447,083

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 23. Reconciliation of Government-wide and Fund Financial Statements (Continued)

Another element of that reconciliation is the "other long-term assets, such as property taxes, court fines, and ambulance fees are not available to pay for current period expenditures and, therefore, are deferred in the fund financial statements." The details of this $746,014 is as follows:

Property Taxes deferred in Governmental Fund Statement	$	409,243
Court Fines deferred in Governmental Fund Statement		188,825
Ambulance Fees deferred in Governmental Fund Statement		147,946
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	$	746,014

Another element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds." The details of the ($23,102,954) is as follows:

Bonds Payable	$	(17,620,000)
Less: Deferred charge for issuance cost (to be amortized over life of debt)		178,215
Plus: Issuance premium (to be amortized as interest expense)		(45,990)
Accrued Interest Payable		(157,930)
Capital Leases Payable		(4,207,202)
Compensated Absences		(1,250,047)
Net adjustment to decrease fund balance - total governmental funds to arrive at net assets - governmental activities	$	(23,102,954)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this $3,126,628 difference are as follows:

Capital Outlay	$	7,968,525
Depreciation Expense		(4,841,897)
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	$	3,126,628

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 23. Reconciliation of Government-wide and Fund Financial Statements (Continued)

Another element of that reconciliation explains that "Revenues in the statement of activities, such as property taxes, ambulance fees, and police fines that will not be collected for several months after year-end and do not provide for current financial resources, are not reported as revenues in the funds." The details of that element are as follows:

Police Fines	$	(13,543)
Ambulance Fees		13,432
Property Taxes		(24,522)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	$	(24,633)

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this $802,552 are as follows:

Debt issued or incurred:		
Issuance of lease purchase	$	(1,292,065)
Principal repayments:		
General obligation debt		1,160,000
Capital lease		934,617
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	$	802,552

Another element of that reconciliation states that "Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds." The details of this ($125,312) difference are as follows:

Compensated absences	$	(100,490)
Accrued Interest		3,495
Amortization of issuance costs		(36,075)
Amortization of bond premium		7,758
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	$	(125,312)

County of Georgetown
Georgetown, South Carolina
Notes To Financial Statements
For The Year Ended June 30, 2007

Note 24. Change in Accounting Policy

On June 30, 2007, the County changed its depreciable life for Infrastructure assets from 30 years to 35 years. This change more accurately reflects the actual life of these assets. Infrastructure assets were accounted for retroactively at June 30, 2006, due to GASB34 requirements.

Note 25. Subsequent Event

On October 9, 2007, Georgetown County Council took action to authorize the issuance of up to $24,000,000 in installment purchase revenue bonds by the SCAGO Public Facilities Corporation for Georgetown County, with the proceeds to be used for the construction of a new County judicial center and other ancillary capital projects. At time of release of these financial statements, such bonds have not been issued.

REQUIRED SUPPLEMENTARY INFORMATION

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes				
Current Property Taxes	$ 8,270,000	$ 8,465,000	$ 8,496,953	$ 31,953
Vehicle Taxes	895,000	828,000	850,194	22,194
Delinquent Property Taxes	135,000	125,000	79,195	(45,805)
Payments in Lieu of Taxes	58,000	58,000	47,331	(10,669)
Homestead Reimbursement	217,000	187,731	195,278	7,547
Inventory Replacement	85,000	85,461	85,461	0
Motor Carrier	24,000	32,000	32,641	641
Tax Penalties	0	50,000	74,637	24,637
Manufacturer Reimbursements	208,000	140,000	138,809	(1,191)
Total Taxes	$ 9,892,000	$ 9,971,192	$ 10,000,499	$ 29,307
Fees, Licenses, & Permits				
Building Department - Building Permits	1,500,000	1,500,000	1,470,624	(29,376)
Temporary Zoning Compliance Fee	500	500	300	(200)
Vendor Permit	2,000	1,000	1,175	175
Contractor Registration	140,000	150,000	131,249	(18,751)
Temporary License Tag Fees	500	100	0	(100)
Street Signage Fee	12,000	10,000	14,350	4,350
Mobile Home Title Retirement	1,000	600	1,366	766
Mobile Home License	2,500	2,000	2,190	190
Recording Fees	380,000	490,000	411,123	(78,877)
Ambulance Fees	1,115,000	1,200,000	1,345,056	145,056
Health Department Fees	25,000	28,000	31,167	3,167
Fees	15,000	70,000	77,015	7,015
Court Fees	280,000	290,000	284,510	(5,490)
Documentary Stamps	1,450,000	1,150,000	1,216,413	66,413
Bond Escheatments	10,000	4,000	6,315	2,315
Delinquent Tax Fees	260,000	260,000	145,566	(114,434)
Community Alert Network	8,000	8,000	8,000	0
Civil Fees	70,000	80,000	92,172	12,172
Coroner Fees	200	500	625	125
Magistrate Costs	40,000	28,000	34,889	6,889
Estate Fees	100,000	120,000	156,514	36,514
Probate Court Miscellaneous	0	9,000	9,007	7
Marriage Licences	11,000	14,000	13,580	(420)
Photocopy	7,000	10,000	10,391	391
Certifications	4,500	6,000	6,400	400
Probate Publications	9,200	10,000	10,365	365
Fees & Commissions	82,000	85,000	78,011	(6,989)
Pawleys Island Board of Appeals	1,000	3,500	2,040	(1,460)
Pawleys Island Building/Zoning	30,000	17,000	25,831	8,831

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues - Continued				
PR Rent Facilities	$ 9,000	$ 5,000	$ 8,543	$ 3,543
PR - Program Fees	150,000	75,000	102,704	27,704
Late Fee	0	1,000	1,300	300
Gas Flowage	20,000	20,000	19,842	(158)
EMS Franchise Fee	0	100	100	0
Cable Franchise Fee	255,000	250,000	290,727	40,727
Utility Franchise Fee	690,000	718,000	717,905	(95)
Multi County Parks	1,300	1,300	1,341	41
False Alarm	2,000	0	0	0
GIS Map Sales	2,000	3,000	11,383	8,383
Pawleys Island Magistrate	4,800	4,800	4,800	0
911 Georgetown Dispatch	105,000	0	0	0
911 Andrews Dispatch	73,000	0	0	0
Andrews Magistrate	13,500	13,500	13,500	0
Total Fees, Licenses & Permits	$ 6,882,000	$ 6,638,900	$ 6,758,389	$ 119,489
Fines & Forfeitures				
Magistrate Fines	70,000	82,000	122,353	40,353
Library Fines	20,000	22,000	25,319	3,319
Total Fines & Forfeitures	$ 90,000	$ 104,000	$ 147,672	$ 43,672
Use of Money and Property				
Property Rent	63,000	63,000	72,782	9,782
Hangar Rent	65,000	64,000	65,550	1,550
Interest on Investments	200,000	200,000	522,345	322,345
Total Use of Money and Property	$ 328,000	$ 327,000	$ 660,677	$ 333,677
Intergovernmental Revenue				
Local Government Fund	2,806,000	2,806,000	2,891,620	85,620
Mini Bottle Tax	100,000	70,000	90,970	20,970
DSS - SRV/Maintenance	50,000	55,000	77,020	22,020
Fuel Tax	2,000	2,000	0	(2,000)
Veterans Affairs	6,600	7,000	7,071	71
Tax Supplies	1,800	1,684	1,684	0
Emergency Preparedness	0	1,230	1,230	0
Voter Registration	3,000	2,000	1,650	(350)
Election Commission	8,000	18,000	13,295	(4,705)
Reimbursement - Election Commission	18,000	18,000	23,708	5,708
Refuge Revenue Sharing	0	27,000	13,507	(13,493)

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues - Continued				
Library Support	$ 110,000	$ 111,996	$ 111,996	$ 0
Accomodations Tax	0	33,000	36,896	3,896
Salary Supplement Elected Officials	6,300	7,875	6,300	(1,575)
Other State Revenue	6,000	6,000	3,560	(2,440)
Total Intergovernmental Revenue	$ 3,117,700	$ 3,166,785	$ 3,280,507	$ 113,722
Other Revenues				
PR - Food Sales Howard	500	1,000	1,050	50
Park Passes	0	0	5,130	5,130
Worker's Compensation Receipts	0	0	1,742	1,742
Escheated Taxes	5,000	15,000	30,315	15,315
Miscellaneous	51,565	75,468	66,273	(9,195)
Insurance Claims Reimbursement	0	0	849	849
Community Training Center	0	170	220	50
Salary Supplement Library	9,000	9,000	10,541	1,541
Bob Cat League	0	3,500	1,510	(1,990)
Total Other Revenue	$ 66,065	$ 104,138	$ 117,630	$ 13,492
Grants				
Emergency Preparedness Grant	20,000	20,000	10,216	(9,784)
Lottery Funds	0	118,546	118,546	0
Private Grant	0	500	391	(109)
Total Grants	$ 20,000	$ 139,046	$ 129,153	$ (9,893)
Total Revenue	$ 20,395,765	$ 20,451,061	$ 21,094,527	$ 643,466
Expenditures				
County Council				
Personal Services	$ 139,040	$ 135,537	$ 134,832	$ 705
Operations & Maintenance	55,520	56,128	56,102	26
	$ 194,560	$ 191,665	$ 190,934	$ 731
Administrator				
Personal Services	199,114	211,948	211,946	2
Operations & Maintenance	20,261	23,236	23,192	44
	$ 219,375	$ 235,184	$ 235,138	$ 46

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Expenditures - Continued				
Finance				
Personal Services	$ 421,535	$ 416,824	$ 411,778	$ 5,046
Operations & Maintenance	58,350	57,915	50,081	7,834
	$ 479,885	$ 474,739	$ 461,859	$ 12,880
Purchasing				
Personal Services	81,310	82,923	82,718	205
Operations & Maintenance	10,895	11,808	11,667	141
Capital Outlay	0	19,772	14,700	5,072
	$ 92,205	$ 114,503	$ 109,085	$ 5,418
Personnel				
Personal Services	186,461	194,106	194,103	3
Operations & Maintenance	28,124	28,355	26,763	1,592
	$ 214,585	$ 222,461	$ 220,866	$ 1,595
Master-In-Equity				
Personal Services	51,215	51,751	51,662	89
Operations & Maintenance	1,295	1,295	706	589
	$ 52,510	$ 53,046	$ 52,368	$ 678
Management Information Systems				
Personal Services	505,506	528,956	524,871	4,085
Operations & Maintenance	116,364	119,175	105,810	13,365
Capital Outlay	0	15,550	0	15,550
	$ 621,870	$ 663,681	$ 630,681	$ 33,000
Courts				
Personal Services	54,435	55,680	53,526	2,154
Operations & Maintenance	74,300	119,075	110,996	8,079
	$ 128,735	$ 174,755	$ 164,522	$ 10,233
Solicitor				
Operations & Maintenance	803,560	803,560	803,560	0
	$ 803,560	$ 803,560	$ 803,560	$ 0
Probate Judge				
Personal Services	213,100	211,768	209,887	1,881
Operations & Maintenance	22,845	23,102	21,915	1,187
	$ 235,945	$ 234,870	$ 231,802	$ 3,068

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Expenditures - Continued				
Summary Court				
Personal Services	$ 754,645	$ 757,893	$ 757,890	$ 3
Operations & Maintenance	137,485	157,737	157,727	10
	$ 892,130	$ 915,630	$ 915,617	$ 13
Auditor Field Appraisers				
Personal Services	66,665	49,321	46,236	3,085
Operations & Maintenance	2,315	1,855	947	908
	$ 68,980	$ 51,176	$ 47,183	$ 3,993
Auditor				
Personal Services	211,235	207,525	200,227	7,298
Operations & Maintenance	28,110	28,110	24,238	3,872
	$ 239,345	$ 235,635	$ 224,465	$ 11,170
GIS Department				
Personal Services	100,515	98,887	98,731	156
Operations & Maintenance	27,365	27,365	26,118	1,247
	$ 127,880	$ 126,252	$ 124,849	$ 1,403
Assessor				
Personal Services	501,725	510,027	510,026	1
Operations & Maintenance	64,700	88,621	78,281	10,340
	$ 566,425	$ 598,648	$ 588,307	$ 10,341
Treasurer				
Personal Services	257,266	246,384	245,329	1,055
Operations & Maintenance	115,444	117,424	104,597	12,827
	$ 372,710	$ 363,808	$ 349,926	$ 13,882
Tax Collector				
Personal Services	101,365	99,625	98,654	971
Operations & Maintenance	97,250	99,855	72,497	27,358
	$ 198,615	$ 199,480	$ 171,151	$ 28,329
Planning & Development				
Personal Services	342,315	252,170	244,925	7,245
Operations & Maintenance	29,330	65,390	56,292	9,098
	$ 371,645	$ 317,560	$ 301,217	$ 16,343

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Expenditures - Continued				
Building Department				
Personal Services	$ 426,170	$ 418,757	$ 415,460	$ 3,297
Operations & Maintenance	52,140	51,140	50,001	1,139
	$ 478,310	$ 469,897	$ 465,461	$ 4,436
Zoning				
Personal Services	76,430	76,611	76,554	57
Operations & Maintenance	11,020	12,590	11,173	1,417
	$ 87,450	$ 89,201	$ 87,727	$ 1,474
Registration & Elections				
Personal Services	100,190	101,168	101,166	2
Operations & Maintenance	97,235	92,837	88,984	3,853
	$ 197,425	$ 194,005	$ 190,150	$ 3,855
Grants				
Personal Services	54,515	55,241	54,120	1,121
Operations & Maintenance	11,265	11,265	9,096	2,169
	$ 65,780	$ 66,506	$ 63,216	$ 3,290
Facilities Services				
Personal Services	274,715	285,653	285,651	2
Operations & Maintenance	299,475	384,598	361,674	22,924
	$ 574,190	$ 670,251	$ 647,325	$ 22,926
Clerk of Court Administrative				
Personal Services	416,320	406,734	402,176	4,558
Operations & Maintenance	43,205	50,735	45,843	4,892
	$ 459,525	$ 457,469	$ 448,019	$ 9,450
Clerk of Court - Family Court				
Personal Services	176,255	176,625	174,025	2,600
Operations & Maintenance	42,550	63,873	63,698	175
	$ 218,805	$ 240,498	$ 237,723	$ 2,775
Legal Department				
Personal Services	0	7,384	7,383	1
Operations & Maintenance	153,500	237,608	200,833	36,775
	$ 153,500	$ 244,992	$ 208,216	$ 36,776

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget Positive (Negative)
Expenditures - Continued				
RMC				
Personal Services	$ 186,190	$ 184,807	$ 184,667	$ 140
Operations & Maintenance	109,530	109,960	93,390	16,570
	$ 295,720	$ 294,767	$ 278,057	$ 16,710
Vehicle Maintenance				
Operations & Maintenance	41,450	43,587	37,659	5,928
Capital Outlay	36,000	56,214	20,165	36,049
	$ 77,450	$ 99,801	$ 57,824	$ 41,977
Communications 911				
Personal Services	612,915	622,783	617,587	5,196
Operations & Maintenance	34,195	34,195	22,434	11,761
	$ 647,110	$ 656,978	$ 640,021	$ 16,957
Coroner				
Personal Services	64,580	65,762	65,760	2
Operations & Maintenance	50,425	77,938	77,931	7
	$ 115,005	$ 143,700	$ 143,691	$ 9
Emergency Preparedness				
Personal Services	108,860	114,339	114,337	2
Operations & Maintenance	27,785	26,875	24,471	2,404
	$ 136,645	$ 141,214	$ 138,808	$ 2,406
Emergency Deep Creek Facility				
Operations & Maintenance	18,000	226,066	195,900	30,166
Capital Outlay	0	6,200	6,200	0
	$ 18,000	$ 232,266	$ 202,100	$ 30,166
Emergency Service Admin				
Personal Services	134,350	133,417	133,403	14
Operations & Maintenance	49,390	38,380	32,415	5,965
	$ 183,740	$ 171,797	$ 165,818	$ 5,979
Public Works				
Personal Services	1,030,579	1,062,149	1,059,958	2,191
Operations & Maintenance	606,881	712,087	630,823	81,264
	$ 1,637,460	$ 1,774,236	$ 1,690,781	$ 83,455

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Expenditures - Continued				
SC Department of Social Services				
Operations & Maintenance	$ 78,385	$ 98,065	$ 98,061	$ 4
	$ 78,385	$ 98,065	$ 98,061	$ 4
SC Health Department				
Operations & Maintenance	60,005	60,590	60,588	2
	$ 60,005	$ 60,590	$ 60,588	$ 2
Emergency Medical Services				
Personal Services	1,517,844	$ 1,488,440	$ 1,481,861	$ 6,579
Operations & Maintenance	520,511	592,211	577,832	14,379
Capital Outlay	41,000	32,300	32,270	30
	$ 2,079,355	$ 2,112,951	$ 2,091,963	$ 20,988
Midway EMS				
Personal Services	361,825	333,821	333,819	2
Operations & Maintenance	110,700	109,690	94,125	15,565
Capital Outlay	18,900	18,900	0	18,900
	$ 491,425	$ 462,411	$ 427,944	$ 34,467
Veterans Affairs Office				
Personal Services	70,077	69,372	68,394	978
Operations & Maintenance	12,238	13,773	11,629	2,144
	$ 82,315	$ 83,145	$ 80,023	$ 3,122
Indigent Hospital Care				
Operations & Maintenance	211,104	211,104	211,104	0
	$ 211,104	$ 211,104	$ 211,104	$ 0
Alcohol & Drug Abuse				
Operations & Maintenance	137,000	127,970	127,970	0
	$ 137,000	$ 127,970	$ 127,970	$ 0
Library				
Personal Services	832,588	806,536	799,993	6,543
Operations & Maintenance	373,452	392,977	391,060	1,917
Capital Outlay	0	19	0	19
	$ 1,206,040	$ 1,199,532	$ 1,191,053	$ 8,479

County of Georgetown
Georgetown, South Carolina
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2007

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget Positive (Negative)
Expenditures - Continued				
Recreation & Leisure				
Personal Services	$ 525,009	$ 491,229	$ 472,074	$ 19,155
Operations & Maintenance	722,311	615,618	556,421	59,197
Capital Outlay	72,000	136,038	0	136,038
	$ 1,319,320	$ 1,242,885	$ 1,028,495	$ 214,390
Park Maintenance				
Personal Services	266,095	240,945	230,534	10,411
Operations & Maintenance	276,995	305,582	283,906	21,676
Capital Outlay	7,500	9,466	9,015	451
	$ 550,590	$ 555,993	$ 523,455	$ 32,538
Waccamaw Regional Planning				
Operations & Maintenance	63,430	$ 63,430	$ 63,428	$ 2
	$ 63,430	$ 63,430	$ 63,428	$ 2
Airport Commission				
Personal Services	17,455	14,166	14,165	1
Operations & Maintenance	122,535	107,261	80,244	27,017
Capital Outlay	35,000	202,247	167,245	35,002
	$ 174,990	$ 323,674	$ 261,654	$ 62,020
Clemson Extension Services				
Operations & Maintenance	8,150	8,150	7,248	902
	$ 8,150	$ 8,150	$ 7,248	$ 902
Delegation				
Personal Services	12,550	12,533	12,518	15
Operations & Maintenance	1,610	1,610	1,030	580
	$ 14,160	$ 14,143	$ 13,548	$ 595
Library State Aid				
Personal Services	0	33,608	33,607	1
Operations & Maintenance	0	72,248	71,936	312
Capital Outlay	0	5,308	5,308	0
	$ 0	$ 111,164	$ 110,851	$ 313
Library Lottery Funds				
Personal Services	0	6,040	1,620	4,420
Operations & Maintenance	0	65,706	53,440	12,266
Capital Outlay	0	46,800	10,103	36,697
	$ 0	$ 118,546	$ 65,163	$ 53,383

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Expenditures - Continued				
Non Departmental				
Personal Services	$ 1,238,250	$ 1,205,949	$ 1,205,948	$ 1
Operations & Maintenance	929,706	942,134	941,724	410
Capital Outlay	0	874,257	791,944	82,313
	$ 2,167,956	$ 3,022,340	$ 2,939,616	$ 82,724
Contributory Agencies				
Natural Resource Conservation	9,800	9,800	9,800	0
Mental Health	68,600	68,600	68,600	0
Board of Disabilities	39,200	39,200	39,200	0
Waccamaw EOC	5,000	5,000	5,000	0
Public Defender Corp.	96,100	96,100	96,100	0
Winyah Rescue	20,000	20,000	20,000	0
	$ 238,700	$ 238,700	$ 238,700	$ 0
Planning/Capital Projects				
Operations & Maintenance	0	197,220	140,188	57,032
Capital Outlay	0	981	980	1
	$ 0	$ 198,201	$ 141,168	$ 57,033
Total Expenditures	$ 20,110,000	$ 22,177,225	$ 21,170,499	$ 1,006,726
Excess Revenues Over Expenditures	$ 285,765	$ (1,726,164)	$ (75,972)	$ 1,650,192
Other Financing Sources (Uses)				
Operating Transfers Out	$ (1,451,765)	$ (1,577,265)	$ (1,577,265)	$ 0
Operating Transfers In	1,115,000	2,103,600	2,131,704	28,104
Sale of Capital Assets	30,000	30,000	59,720	29,720
Fund Balance Reservation	21,000	1,169,829	0	(1,169,829)
Total Other Financing Sources (Uses)	$ (285,765)	$ 1,726,164	$ 614,159	$ (1,112,005)
Excess Revenues over Expenditures and Other Financing Sources (Uses)	$ 0	$ 0	$ 538,187	$ 538,187
Fund Balance, July 1, 2006			9,889,031	
Fund Balance, June 30, 2007			$ 10,427,218	

THIS PAGE INTENTIONALLY LEFT BLANK

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
Law Enforcement Special Revenue Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes				
Current Property Taxes	$ 5,760,000	$ 5,767,000	$ 5,789,162	$ 22,162
Vehicle Taxes	615,000	527,000	544,065	17,065
Delinquent Property Taxes	57,000	65,000	45,263	(19,737)
Payments in Lieu of Taxes	30,000	30,000	29,848	(152)
Homestead Reimbursement	181,000	127,905	132,668	4,763
Motor Carrier	16,000	17,000	20,743	3,743
Manufacturer Reimbursements	145,000	95,000	94,577	(423)
Tax Penalties	0	35,000	49,772	14,772
Total Taxes	$ 6,804,000	$ 6,663,905	$ 6,706,098	$ 42,193
Fees, Licenses, & Permits				
Fees	20,000	20,000	18,972	(1,028)
Multi County Parks	800	800	901	101
Municipal	225,000	275,000	248,508	(26,492)
Andrews/Pawleys Island	30,000	45,000	46,665	1,665
False Alarm	3,000	8,500	0	(8,500)
Total Fees, Licenses & Permits	$ 278,800	$ 349,300	$ 315,046	$ (34,254)
Fines & Forfeitures				
Sex Offenses	0	3,000	4,050	1,050
Traffic Fines	550,000	530,000	510,799	(19,201)
Total Fines & Forfeitures	$ 550,000	$ 533,000	$ 514,849	$ (18,151)
Use of Money and Property				
Interest on Investments	10,000	15,000	36,323	21,323
Total Use of Money and Property	$ 10,000	$ 15,000	$ 36,323	$ 21,323
Intergovernmental Revenue				
Salary Supplement Elected Officials	1,575	1,575	1,575	0
Housing Federal Prisoners	164,250	136,000	160,745	24,745
Total Intergovernmental Revenue	$ 165,825	$ 137,575	$ 162,320	$ 24,745
Other Revenues				
Telephone	42,000	60,000	67,593	7,593
Insurance Claims	1,000	1,000	2,321	1,321
Crime Prevention	100	100	0	(100)
Inmate Per Diem	2,500	3,500	4,111	611
Inmate Work Release Program	500	1,000	736	(264)

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
Law Enforcement Special Revenue Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues - continued				
Other Revenues				
Sheriff Sleigh	$ 100	$ 0	$ 0	$ 0
Miscellaneous	3,640	98,020	3,961	(94,059)
Contribution and Donation	500	500	0	(500)
Total Other Revenue	$ 50,340	$ 164,120	$ 78,722	$ (85,398)
Grants				
SRO School District	129,035	135,100	127,169	(7,931)
LLE Grant	16,000	16,000	16,620	620
Total Grants	$ 145,035	$ 151,100	$ 143,789	$ (7,311)
Total Revenue	$ 8,004,000	$ 8,014,000	$ 7,957,147	$ (56,853)
Expenditures				
Sheriff Department				
Personal Services	$ 3,781,247	$ 3,590,119	$ 3,590,115	$ 4
Operations & Maintenance	1,259,538	1,523,526	1,472,224	51,302
Capital Outlay	0	291,698	206,285	85,413
	$ 5,040,785	$ 5,405,343	$ 5,268,624	$ 136,719
Detention Center				
Personal Services	1,885,425	1,798,469	1,791,647	6,822
Operations & Maintenance	1,204,520	1,299,976	1,236,823	63,153
Capital Outlay	70,000	102,502	79,476	23,026
	$ 3,159,945	$ 3,200,947	$ 3,107,946	$ 93,001
Georgetown SRO				
Personal Services	129,035	125,555	119,240	6,315
Operations & Maintenance	3,370	6,692	5,571	1,121
	$ 132,405	$ 132,247	$ 124,811	$ 7,436
Animal Control				
Personal Services	72,710	70,616	70,385	231
Operations & Maintenance	94,155	95,455	92,976	2,479
	$ 166,865	$ 166,071	$ 163,361	$ 2,710
Total Expenditures	$ 8,500,000	$ 8,904,608	$ 8,664,742	$ 239,866
Excess Revenues Over Expenditures	$ (496,000)	$ (890,608)	$ (707,595)	$ 183,013

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
Law Enforcement Special Revenue Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses)				
Operating Transfers In (Out)	$ 471,000	$ 471,000	$ 471,000	$ 0
Sale and Auction	25,000	15,000	69,763	54,763
Fund Balance Reservation	0	404,608	0	(404,608)
Total Other Financing Sources (Uses)	$ 496,000	$ 890,608	$ 540,763	$ (349,845)
Excess Revenues over Expenditures and Other Financing Sources (Uses)	$ 0	$ 0	$ (166,832)	$ (166,832)
Fund Balance, July 1, 2006			786,376	
Fund Balance, June 30, 2007			$ 619,544	

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
Economic Development Special Revenue Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes				
Current Property Taxes	$ 230,000	$ 233,000	$ 233,438	$ 438
Vehicle Taxes	25,000	8,400	7,689	(711)
Payments in Lieu of Taxes	0	0	777	777
Homestead Reimbursement	7,500	5,157	5,192	35
Motor Carrier	1,000	500	211	(289)
Manufacturer Reimbursements	6,500	6,000	3,815	(2,185)
Tax Penalties	0	200	1,658	1,458
Total Taxes	$ 270,000	$ 253,257	$ 252,780	$ (477)
Fees, Licenses, & Permits				
Multi County Parks	0	0	29	29
Total Fees, Licenses & Permits	$ 0	$ 0	$ 29	$ 29
Use of Money and Property				
Interest on Investments	6,000	10,000	33,524	23,524
Interest on Note Receivable	60,000	66,000	66,670	670
Total Use of Money and Property	$ 66,000	$ 76,000	$ 100,194	$ 24,194
Other Revenues				
Alliance	28,000	27,593	27,593	0
Contribution and Donation	40,000	40,530	40,530	0
Total Other Revenue	$ 68,000	$ 68,123	$ 68,123	$ 0
Total Revenue	$ 404,000	$ 397,380	$ 421,126	$ 23,746
Expenditures				
Personal Services	$ 183,579	$ 187,485	$ 187,484	$ 1
Operations & Maintenance	220,421	216,515	168,924	47,591
Capital Outlay	0	1,160,000	0	1,160,000
Total Expenditures	$ 404,000	$ 1,564,000	$ 356,408	$ 1,207,592
Excess Revenues Over Expenditures	$ 0	$ (1,166,620)	$ 64,718	$ 1,231,338

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
Economic Development Special Revenue Fund
For the Year Ended June 30, 2007

Revenues - continued	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses)				
Operating Transfers In (Out)	$ 0	$ 1,160,000	$ 1,160,000	$ 0
Sale and Auction	0	6,620	97,330	90,710
Fund Balance Reservation	0	0	0	0
Total Other Financing Sources (Uses)	$ 0	$ 1,166,620	$ 1,257,330	$ 90,710
Excess Revenues over Expenditures and Other Financing Sources (Uses)	$ 0	$ 0	$ 1,322,048	$ 1,322,048
Fund Balance, July 1, 2006			149,912	
Fund Balance, June 30, 2007			$ 1,471,960	

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
Road Improvement Special Revenue Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Fees, Licenses & Permits				
Road User Fees	$ 820,000	$ 820,000	$ 1,259,715	$ 439,715
Total Fees, Licenses & Permits	$ 820,000	$ 820,000	$ 1,259,715	$ 439,715
Use of Money and Property				
Interest on Investments	20,000	20,000	40,376	20,376
Total Use of Money and Property	$ 20,000	$ 20,000	$ 40,376	$ 20,376
Grants				
C Funds	1,264,000	2,042,859	972,259	(1,070,600)
Total Other Revenue	$ 1,264,000	$ 2,042,859	$ 972,259	$ (1,070,600)
Total Revenue	$ 2,104,000	$ 2,882,859	$ 2,272,350	$ (610,509)
Expenditures				
Non-Departmental				
Operations & Maintenance	$ 1,000	$ 779,859	$ 181,895	$ 597,964
Capital Outlay	1,263,000	1,263,000	758,343	504,657
	$ 1,264,000	$ 2,042,859	$ 940,238	$ 1,102,621
Road Paving & Gravelling				
Personal Services	54,596	48,008	47,968	40
Operations & Maintenance	35,404	41,992	1,028	40,964
Capital Outlay	750,000	875,553	8,634	866,919
	$ 840,000	$ 965,553	$ 57,630	$ 907,923
Total Expenditures	$ 2,104,000	$ 3,008,412	$ 997,868	$ 2,010,544
Excess Revenues Over Expenditures	$ 0	$ (125,553)	$ 1,274,482	$ 1,400,035

County of Georgetown
Georgetown, South Carolina
Budgetary Comparison Schedule
Road Improvement Special Revenue Fund
For the Year Ended June 30, 2007

	Budgeted Amounts			
Revenues - continued	Original	Final	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses)				
Fund Balance Reservation	$ 0	$ 125,553	$ 0	$ (125,553)
Total Other Financing Sources (Uses)	$ 0	$ 125,553	$ 0	$ (125,553)
Excess Revenues over Expenditures and Other Financing Sources (Uses)	$ 0	$ 0	$ 1,274,482	$ 1,274,482
Fund Balance, July 1, 2006			413,568	
Fund Balance, June 30, 2007			$ 1,688,050	

County of Georgetown, South Carolina
Georgetown, South Carolina
Notes to Required Supplementary Information
For the Year Ended June 30, 2007

Note 1. Summary of Significant Accounting Policies

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. Legal budgets are adopted for the following major governmental funds: General Fund , Economic Development Fund, Road Improvement Fund and the Law Enforcement Special Revenue Fund.

The budget is prepared by the County Administrator and approved by the County Council. The appropriated budget is prepared by fund, function, department, activity and object and can be amended throughout the year by County Council approval. The County Administrator may make transfers of appropriations within a function. Transfers of appropriations between funds require the approval of the County Council. The legal level of budgetary control is the fund level.

The budgetary calendar is as follows:

January 18 - Packets distributed to elected officials, department heads, agency directors, and contribution agencies.

February 6 - All packets returned to finance department.

February 16 - Finance department compiles data and submits budget draft to County Administrator.

February 19 - February 23 - Administrator meets with elected officials, department heads, agency directors, and contribution agencies to discuss budget requests.

March 2 - Finance Department prepares first draft of budget.

March 16 - March 23 - Administrator finalizes budget draft.

April 9 - Budget Advertisement run in Georgetown Times.

April 10 - Recommended budget presentation to County Council and First Reading.

April 17 - Budget Work Session.

May 1 - Budget Work Session.

May 8 - Public Hearing and Second Reading.

May 11 - Proposed budget to be in all three Georgetown County Libraries.

May 22 - Third and Final Reading.

June 15 - Print and publish budget document.

OTHER SUPPLEMENTARY INFORMATION

THIS PAGE INTENTIONALLY LEFT BLANK

COMBINING NONMAJOR GOVERNMENTAL FUND FINANCIAL STATEMENTS

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are established to account for the proceeds of specific revenue sources that are restricted by law and administrative action to expenditures for specified purposes.

Economic Development Fund - To account for funds received that are restricted in use for Economic Development expenditures

Accommodation Tax Fund - To account for monies acquired from the State of South Carolina derived from taxes on rental accommodations and to be used for the advertising and promotion of tourism within Georgetown County.

Prince George Tract Fund - To account for monies received from the Prince George Tract Settlement to be used for recreational and/or beach access purposes.

Admissions Tax - To account for admission taxes collected.

Victim's Services Fund - Assessments imposed on fines in General Sessions Court that are retained by the County for the provision of services to victims of crimes.

Murrells Inlet Revitalization - To account for funds received to revitalize Murrells Inlet.

Choppee Regional Center - To account for funds received from federal, state and local funds for the Choppee Regional Center.

Sheriff Forfeited Asset Fund - To account for monies acquired through forfeited property and cash to be used for drug enforcement activities.

Higher Education Fund - To account for revenues to be used to provide local support for Horry/Georgetown Technical College and the Georgetown Branch of Coastal Carolina University.

Local Hospitality Accommodations Tax Fund - To account for local accommodations tax revenues.

Recreation Aging Services Funds - To account for revenues to be used to provide services to the aging population of Georgetown County.

Sheriff's Special Narcotics - To account for monies seized in drug enforcement activities but not yet legally forfeited by the offender.

Fire Protection District #1 Operating Fund - To account for revenues to be used for fire prevention in the community and to limit the danger to persons and damage to property.

Emergency Telephone System Fund - To account for phone tariffs charged to residents of Georgetown County to be used to implement an Emergency 911 system.

Clerk of Court Incentive Fund - The reimbursement of local entities for costs of child support collection and paternity determination program. These funds are for the exclusive use for all activities related to the establishment, collection, and enforcement of child support obligations

Landbank Commission - A fee of one quarter of one percent of all real estate sales in Georgetown County is charged for the acquisition of public property for beach access.

County Sunday Sales Fund - To account for funds received from Sunday alcoholic beverage licenses designated for specific projects.

Bike The Neck - To account for donations and grants obtained to construct a bicycle path from Pawleys Island to Murrells Inlet.

Economic Development Marketing Fund - To account for funds associated with marketing Georgetown County to businesses which may consider relocating to Georgetown County.

Midway Fire District II - To account for revenues received to provide fire protection services to the Waccamaw Neck area.

Stormwater Management Fund - To account for the cost of determining the schematics of a user charge formula to fund stormwater management charges.

General Government Grants - To account for grants obtained for the County of Georgetown to provide services to its residents.

Public Safety Grants - To account for grants obtained by the County of Georgetown to provide public safety services to its residents.

Public Works Grants - To account for grants obtained by the County of Georgetown to provide water and sewer utilities to its residents.

Health and Welfare Grants - To account for grants obtained by the County of Georgetown to help provide health services to the residents of the county.

Culture and Recreation Grants - To account for grants obtained by the County of Georgetown to help provide funding for recreational parks within the county and to also provide opportunities to enhance the cultural experience of the residents of the county.

Environmental Services Grants - To account for grants obtained by the County of Georgetown to help provide landfill needs to the residents of the county.

Capital Projects Funds

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Judicial Center Construction Fund - To account for the costs of erecting a new Judicial Center for the County of Georgetown.

Murrells Inlet Dredging Fund - To account for the costs of the Murrells Inlet dredging project.

Technology Upgrade Fund - To account for the cost of the Technology Upgrade Funds.

Visions Capital Improvement Plan Fund - To account for the costs of capital asset management and administration.

Capital Equipment Replacement Fund - To account for the replacement cost of capital equipment owned and used by the county in order to better serve the community.

Strategic Plan Fund - To account for the funding of the objectives of the County's Strategic Plan.

Carver's Bay Library Project Fund - To account for the construction of the Carver's Bay Library.

Debt Service Fund

Debt Service Fund - To account for funds received that are to be used to meet the principal and interest requirements of the County's outstanding debt.

County of Georgetown
Georgetown, South Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2007

	Special Revenue Funds			
	Economic Development Grants	Accomodation Tax Fund	Prince George Tract Fund	Admissions Tax Fund
Assets				
Cash	$ 1,337,509	$ 620,689	$ 40,583	$ 103,729
Cash Restricted	0	0	0	0
Cash Lease Escrow	0	0	0	0
Cash Held By Others	0	0	0	0
Taxes Receivable (Net)	0	0	0	0
Other Receivables (Net)	768,600	0	0	0
Due from State Government	0	217,359	0	42,093
Prepaid Items	0	0	0	0
Total Assets	$ 2,106,109	$ 838,048	$ 40,583	$ 145,822
Liabilities and Fund Balance				
Liabilities				
Accounts Payable	$ 420,288	$ 167,919	$ 0	$ 23,944
Due to Other Funds	50	10,868	0	0
Accrued Wages	0	0	0	0
Employee Benefits Payable	0	0	0	0
Deferred Revenue	8,364	0	0	0
Total Liabilities	$ 428,702	$ 178,787	$ 0	$ 23,944
Fund Balance				
Reserved for Prepaid Items	$ 0	$ 0	$ 0	$ 0
Reserved for Impact Fees	0	0	0	0
Reserved for Capital Projects	0	0	0	0
Reserved for MI 2007	0	0	0	0
Reserved for Encumbrances	0	0	0	0
Unreserved				
Designated for CIP	0	0	0	0
Undesignated	1,677,407	659,261	40,583	121,878
Total Fund Balance	$ 1,677,407	$ 659,261	$ 40,583	$ 121,878
Total Liabilities and Fund Balance	$ 2,106,109	$ 838,048	$ 40,583	$ 145,822

Special Revenue Funds					
Victim's Services Fund	Murrell's Inlet Revitalization	Choppee Regional Center	Sheriff Forfeited Asset Fund	Higher Education Fund	Local Hospitality Accomodations Tax Fund
$ 231,970	$ (4,879)	$ 34,642	$ 0	$ 151,386	$ (233,228)
0	23,543	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	7,800	0
10,911	900	7,196	0	0	577,358
0	22,200	0	0	843	0
1,005	0	4,922	0	0	0
$ 243,886	$ 41,764	$ 46,760	$ 0	$ 160,029	$ 344,130
$ 880	$ 2,063	$ 11,193	$ 0	$ 0	$ 0
0	0	0	0	0	0
2,122	0	0	0	0	0
358	0	0	0	0	0
0	0	0	0	4,297	0
$ 3,360	$ 2,063	$ 11,193	$ 0	$ 4,297	$ 0
$ 1,005	$ 0	$ 4,922	$ 0	$ 0	$ 0
0	0	0	0	0	0
0	0	0	0	0	0
0	23,543	0	0	0	0
0	0	30,645	0	0	0
0	0	0	0	0	0
239,521	16,158	0	0	155,732	344,130
$ 240,526	$ 39,701	$ 35,567	$ 0	$ 155,732	$ 344,130
$ 243,886	$ 41,764	$ 46,760	$ 0	$ 160,029	$ 344,130

County of Georgetown
Georgetown, South Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2007

	Special Revenue Funds			
	Recreation Aging Services Fund	Sheriff's Special Narcotics Fund	Fire Protection District 1 Op. Fund	Emergency Telephone System Fund
Assets				
Cash	$ 282,837	$ 10,447	$ 533,234	$ 281,956
Cash Restricted	0	0	223,280	0
Cash Lease Escrow	0	0	0	0
Taxes Receivable (Net)	1,853	0	36,428	0
Other Receivables (Net)	41,207	0	75	34,459
Due from State Government	0	0	358	0
Prepaid Items	4,316	0	29,728	657
Total Assets	$ 330,213	$ 10,447	$ 823,103	$ 317,072
Liabilities and Fund Balance				
Liabilities				
Accounts Payable	$ 15,989	$ 0	$ 133,852	$ 93
Due to Other Funds	0	0	0	0
Accrued Wages	5,329	0	20,507	0
Employee Benefits Payable	628	0	3,582	0
Deferred Revenue	19,441	0	14,692	0
Total Liabilities	$ 41,387	$ 0	$ 172,633	$ 93
Fund Balance				
Reserved for Prepaid Items	$ 4,316	$ 0	$ 29,728	$ 657
Reserved for Impact Fees	0	0	223,280	0
Reserved for Capital Projects	0	0	0	0
Reserved for MI 2007	0	0	0	0
Reserved for Encumbrances	0	0	12,730	125,543
Unreserved				
Designated for CIP	0	0	0	0
Undesignated	284,510	10,447	384,732	190,779
Total Fund Balance	$ 288,826	$ 10,447	$ 650,470	$ 316,979
Total Liabilities and Fund Balance	$ 330,213	$ 10,447	$ 823,103	$ 317,072

Special Revenue Funds					
Clerk of Court Incentive Fund	Landbank Commission Fund	County Sunday Sales Fund	Bike the Neck Fund	Economic Development Marketing Fund	Midway Fire District II Fund
$ (24,578)	$ 398,829	$ 113,802	$ 3,974	$ 65,510	$ 1,632,969
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	21,554
0	0	2,100	0	0	287
27,501	0	4,300	0	0	699
637	0	0	0	0	20,006
$ 3,560	$ 398,829	$ 120,202	$ 3,974	$ 65,510	$ 1,675,515
$ 855	$ 0	$ 0	$ 0	$ 0	$ 293,319
0	0	0	0	0	0
1,780	0	0	0	0	28,538
288	0	0	0	0	5,239
0	0	0	0	0	9,130
0					
$ 2,923	$ 0	$ 0	$ 0	$ 0	$ 336,226
$ 637	$ 0	$ 0	$ 0	$ 0	$ 20,006
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	48,791
0	0	0	0	0	0
0	398,829	120,202	3,974	65,510	1,270,492
$ 637	$ 398,829	$ 120,202	$ 3,974	$ 65,510	$ 1,339,289
$ 3,560	$ 398,829	$ 120,202	$ 3,974	$ 65,510	$ 1,675,515

County of Georgetown
Georgetown, South Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2007

	Special Revenue Funds			
	Stormwater Management Fund	General Government Grants	Public Safety Grants	Public Works Grants
Assets				
Cash	$ 1,085,162	$ (119)	$ (7,130)	$ (2,366)
Cash Restricted	0	0	0	0
Cash Lease Escrow	0	0	0	0
Taxes Receivable (Net)	0	0	0	0
Other Receivables (Net)	0	119	7,130	6,874
Due from State Government	0	0	0	0
Prepaid Items	274	0	0	0
Total Assets	$ 1,085,436	$ 0	$ 0	$ 4,508
Liabilities and Fund Balance				
Liabilities				
Accounts Payable	$ 49,471	$ 0	$ 0	$ 1,720
Due to Other Funds	0	0	0	0
Accrued Wages	1,315	0	0	0
Employee Benefits Payable	222	0	0	0
Deferred Revenue	0	0	6,107	0
Total Liabilities	$ 51,008	$ 0	$ 6,107	$ 1,720
Fund Balance				
Reserved for Prepaid Items	$ 274	$ 0	$ 0	$ 0
Reserved for Impact Fees	0	0	0	0
Reserved for Capital Projects	0	0	0	0
Reserved for MI 2007	0	0	0	0
Reserved for Encumbrances	0	0	0	0
Unreserved				
Designated for CIP	0	0	0	0
Undesignated	1,034,154	0	(6,107)	2,788
Total Fund Balance	$ 1,034,428	$ 0	$ (6,107)	$ 2,788
Total Liabilities and Fund Balance	$ 1,085,436	$ 0	$ 0	$ 4,508

Special Revenue Funds				Capital Projects Fund	
Health and Welfare Grants	Culture and Recreation Grants	Environmental Services Grants	Total	Judicial Center Construction Fund	Murrell's Inlet Dredging Fund
$ (14,251)	$ 93,018	$ (71,270)	$ 6,664,425	$ 21,352	$ 31,382
0	0	0	246,823	115,000	0
0	0	0	0	0	0
0	0	0	67,635	0	0
41,009	73,775	78,177	1,650,177	0	0
0	0	0	315,353	0	0
0	0	0	61,545	0	0
$ 26,758	$ 166,793	$ 6,907	$ 9,005,958	$ 136,352	$ 31,382
$ 165	$ 20,634	$ 6,907	$ 1,149,292	$ 21,352	$ 0
0	0	0	10,918	0	0
0	0	0	59,591	0	0
0	0	0	10,317	0	0
31,009	132,914	0	225,954	0	0
		0			
$ 31,174	$ 153,548	$ 6,907	$ 1,456,072	$ 21,352	$ 0
$ 0	$ 0	$ 0	$ 61,545	$ 0	$ 0
0	0	0	223,280	0	0
0	0	0	0	115,000	31,382
0	0	0	23,543	0	0
0	0	0	217,709	0	0
0	0	0	0	0	0
(4,416)	13,245	0	7,023,809	0	0
$ (4,416)	$ 13,245	$ 0	$ 7,549,886	$ 115,000	$ 31,382
$ 26,758	$ 166,793	$ 6,907	$ 9,005,958	$ 136,352	$ 31,382

County of Georgetown
Georgetown, South Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2007

	Capital Projects Fund			
	Technology Upgrade Fund	Visions Capital Improvement Plan Fund	Capital Equipment Replacement Fund	Strategic Plan Fund
Assets				
Cash	$ 150,365	$ 420,008	$ 468,737	$ 41,571
Cash Restricted	0	0	0	0
Cash Lease Escrow	0	0	1,694,341	0
Taxes Receivable (Net)	0	0	0	0
Other Receivables (Net)	0	0	3,497	108,411
Due from State Government	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	$ 150,365	$ 420,008	$ 2,166,575	$ 149,982
Liabilities and Fund Balance				
Liabilities				
Accounts Payable	$ 13,666	$ 2,801	$ 94,311	$ 0
Due to Other Funds	0	0	0	0
Accrued Wages	0	0	0	0
Employee Benefits Payable	0	0	0	0
Deferred Revenue	0	0	0	107,203
Total Liabilities	$ 13,666	$ 2,801	$ 94,311	$ 107,203
Fund Balance				
Reserved for Prepaid Items	$ 0	$ 0	$ 0	$ 0
Reserved for Impact Fees	0	0	0	0
Reserved for Capital Projects	136,699	417,207	1,055,275	42,779
Reserved for MI 2007	0	0	0	0
Reserved for Encumbrances	0	0	1,016,989	0
Unreserved				
Designated for CIP	0	0	0	0
Undesignated	0	0	0	0
Total Fund Balance	$ 136,699	$ 417,207	$ 2,072,264	$ 42,779
Total Liabilities and Fund Balance	$ 150,365	$ 420,008	$ 2,166,575	$ 149,982

Capital Projects Fund			
Carver's Bay Library Construction Fund	Total	Debt Service Fund	Total Nonmajor Governmental Funds
$ 0	$ 1,133,415	$ 1,300,276	$ 9,098,116
0	115,000	0	361,823
0	1,694,341	0	1,694,341
0	0	31,171	98,806
0	111,908	0	1,762,085
0	0	321	315,674
0	0	0	61,545
$ 0	$ 3,054,664	$ 1,331,768	$ 13,392,390
$ 0	$ 132,130	$ 0	$ 1,281,422
0	0	0	10,918
0	0	0	59,591
0	0	0	10,317
0	107,203	15,327	348,484
$ 0	$ 239,333	$ 15,327	$ 1,710,732
$ 0	$ 0	$ 0	$ 61,545
0	0	0	223,280
0	1,798,342	0	1,798,342
0	0	0	23,543
0	1,016,989	0	1,234,698
0	0	850,000	850,000
0	0	466,441	7,490,250
$ 0	$ 2,815,331	$ 1,316,441	$ 11,681,658
$ 0	$ 3,054,664	$ 1,331,768	$ 13,392,390

County of Georgetown
Georgetown, South Carolina
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2007

	Special Revenue Funds			
	Economic Development Grant Fund	Accomodation Tax Fund	Prince George Tract Fund	Admissions Tax Fund
Revenue				
Taxes	$ 0	$ 0	$ 0	$ 0
Local Accomodation/Hospitality Tax	0	0	0	0
Fees, Licenses & Permits	0	0	0	0
State Aid & Shared Taxes	0	919,464	0	104,847
Intergovernmental Revenue:				
DSS	0	0	0	0
Grants	1,143,399	0	0	0
Interest	0	39,049	2,135	2,802
Donations	0	0	0	0
Miscellaneous Revenue	0	0	0	0
Total Revenues	$ 1,143,399	$ 958,513	$ 2,135	$ 107,649
Expenditures				
Personal Services	$ 0	$ 0	$ 0	$ 0
Operations & Maintenance	643,984	873,152	0	23,944
Capital Outlay	632,402	0	0	0
Debt Service				
Principal Retirement	0	0	0	0
Interest	0	0	0	0
Total Expenditures	$ 1,276,386	$ 873,152	$ 0	$ 23,944
Excess Revenues Over Expenditures	(132,987)	85,361	2,135	83,705
Other Financing Sources (Uses)				
Operating Transfers In (Out)	$ 1,240,000	$ (69,723)	$ 0	$ 0
Lease Purchase Proceeds	0	0	0	0
Sale of Capital Assets	0	0	0	0
Total Other Financing Sources (Uses)	$ 1,240,000	$ (69,723)	$ 0	$ 0
Excess Revenues & Other Financing Sources Over Expenditures & Other Financing Uses	$ 1,107,013	$ 15,638	$ 2,135	$ 83,705
Fund Balance, July 1, 2006	570,394	643,623	38,448	38,173
Fund Balance, June 30, 2007	$ 1,677,407	$ 659,261	$ 40,583	$ 121,878

Special Revenue Funds					
Victim's Services Fund	Murrell's Inlet Revitalization Fund	Choppee Regional Center Fund	Sheriff Forfeited Asset Fund	Higher Education Fund	Local Hospitality Accomodations Tax Fund
$ 0	$ 0	$ 0	$ 0	$ 598,951	$ 0
0	0	0	0	0	3,592,095
203,824	67,549	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
13,586	0	0	0	19,140	21,906
0	0	8,413	0	0	0
0	0	57,150	0	0	0
$ 217,410	$ 67,549	$ 65,563	$ 0	$ 618,091	$ 3,614,001
$ 133,203	$ 0	$ 0	$ 0	$ 0	$ 0
101,216	2,125	123,556	206	662,000	0
9,034	0	34,464	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
$ 243,453	$ 2,125	$ 158,020	$ 206	$ 662,000	$ 0
(26,043)	65,424	(92,457)	(206)	(43,909)	3,614,001
$ 0	$ (49,262)	$ 125,500	$ 0	$ 0	$ (4,405,600)
0	0	0	0	0	0
0	0	0	0	0	0
$ 0	$ (49,262)	$ 125,500	$ 0	$ 0	$ (4,405,600)
$ (26,043)	$ 16,162	$ 33,043	$ (206)	$ (43,909)	$ (791,599)
266,569	23,539	2,524	206	199,641	1,135,729
$ 240,526	$ 39,701	$ 35,567	$ 0	$ 155,732	$ 344,130

County of Georgetown
Georgetown, South Carolina
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2007

	Special Revenue Funds			
	Recreation Aging Services Fund	Sheriff's Special Narcotics Fund	Fire Protection District 1 Op. Fund	Emergency Telephone System Fund
Revenue				
Taxes	$ 202,188	$ 0	$ 2,068,197	$ 0
Local Hospitality Tax	0	0	0	0
Fees, Licenses & Permits	25	0	394,280	446,271
State Aid & Shared Taxes	0	0	0	0
Intergovernmental Revenue:				
DSS	0	0	0	0
Grants	582,720	0	0	0
Interest	12,460	0	32,976	15,735
Donations	1,000	0	0	0
Miscellaneous Revenue	7,200	45,170	5,311	0
Total Revenues	$ 805,593	$ 45,170	$ 2,500,764	$ 462,006
Expenditures				
Personal Services	$ 317,266	$ 0	$ 1,452,913	$ 0
Operations & Maintenance	397,545	28,365	655,923	190,852
Capital Outlay	0	0	0	26,995
Debt Service				
Principal Retirement	0	0	0	171,243
Interest	0	0	0	53,851
Total Expenditures	$ 714,811	$ 28,365	$ 2,108,836	$ 442,941
Excess Revenues Over Expenditures	90,782	16,805	391,928	19,065
Other Financing Sources (Uses)				
Operating Transfers In (Out)	$ (55,000)	$ 0	$ (171,000)	$ (34,365)
Lease Purchase Proceeds	0	0	0	0
Sale of Capital Assets	0	0	837	0
Total Other Financing Sources (Uses)	$ (55,000)	$ 0	$ (170,163)	$ (34,365)
Excess Revenues & Other Financing Sources Over Expenditures & Other Financing Uses	$ 35,782	$ 16,805	$ 221,765	$ (15,300)
Fund Balance, July 1, 2006	253,044	(6,358)	428,705	332,279
Fund Balance, June 30, 2007	$ 288,826	$ 10,447	$ 650,470	$ 316,979

Special Revenue Funds					
Clerk of Court Incentive Fund	Landbank Commission Fund	County Sunday Sales Fund	Bike the Neck Fund	Economic Developement Marketing Fund	Midway Fire District II Fund
$ 0	$ 0	$ 0	$ 0	$ 0	$ 2,900,595
0	0	0	0	0	0
0	0	63,700	0	19,413	378,902
0	0	0	0	0	0
194,094	0	0	0	0	0
0	0	0	0	0	0
0	21,443	4,045	266	2,936	104,981
0	0	0	0	0	25
0	0	0	0	0	9,703
$ 194,094	$ 21,443	$ 67,745	$ 266	$ 22,349	$ 3,394,206
$ 133,654	$ 0	$ 0	$ 0	$ 0	$ 2,253,181
36,493	0	0	1,557	0	750,056
0	17,500	0	0	0	771,241
0	0	0	0	0	0
0	0	0	0	0	0
$ 170,147	$ 17,500	$ 0	$ 1,557	$ 0	$ 3,774,478
23,947	3,943	67,745	(1,291)	22,349	(380,272)
$ (26,381)	$ 0	$ 0	$ (625)	$ 0	$ (283,000)
0	0	0	0	0	0
0	0	0	0	0	0
$ (26,381)	$ 0	$ 0	$ (625)	$ 0	$ (283,000)
$ (2,434)	$ 3,943	$ 67,745	$ (1,916)	$ 22,349	$ (663,272)
3,071	394,886	52,457	5,890	43,161	2,002,561
$ 637	$ 398,829	$ 120,202	$ 3,974	$ 65,510	$ 1,339,289

County of Georgetown
Georgetown, South Carolina
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2007

	Special Revenue Funds			
	Stormwater Management Fund	General Government Grants Funds	Public Safety Grants Funds	Public Works Grants Funds
Revenue				
Taxes	$ 0	$ 0	$ 0	$ 0
Local Hospitality Tax	0	0	0	0
Fees, Licenses & Permits	0	0	0	0
State Aid & Shared Taxes	0	0	0	0
Intergovernmental Revenue:				
DSS	0	0	0	0
Grants	0	11,509	222,491	17,353
Interest	56,197	0	0	0
Donations	0	0	0	0
Miscellaneous Revenue	0	0	0	0
Total Revenues	$ 56,197	$ 11,509	$ 222,491	$ 17,353
Expenditures				
Personal Services	$ 61,471	$ 0	$ 3,202	$ 0
Operations & Maintenance	305,528	11,509	59,666	21,691
Capital Outlay	151,908	0	165,730	0
Debt Service				
Principal Retirement	0	0	0	0
Interest	0	0	0	0
Total Expenditures	$ 518,907	$ 11,509	$ 228,598	$ 21,691
Excess Revenues Over Expenditures	(462,710)	0	(6,107)	(4,338)
Other Financing Sources (Uses)				
Operating Transfers In (Out)	$ 506,765	$ 0	$ 0	$ 0
Lease Purchase Proceeds	0	0	0	0
Sale of Capital Assets	0	0	0	0
Total Other Financing Sources (Uses)	$ 506,765	$ 0	$ 0	$ 0
Excess Revenues & Other Financing Sources Over Expenditures & Other Financing Uses	$ 44,055	$ 0	$ (6,107)	$ (4,338)
Fund Balance, July 1, 2006	990,373	0	0	7,126
Fund Balance, June 30, 2007	$ 1,034,428	$ 0	$ (6,107)	$ 2,788

Special Revenue Funds				Capital Projects Fund	
Health and Welfare Grants Funds	Culture and Recreation Grants Funds	Environmental Services Grants Funds	Total	Judicial Center Construction Fund	Murrell's Inlet Dredging Fund
$ 0	$ 0	$ 0	$ 5,769,931	$ 0	$ 0
0	60,000	0	3,652,095	0	0
0	0	0	1,573,964	0	0
0	0	0	1,024,311	0	0
0	0	0	194,094	0	0
75,180	350,337	57,715	2,460,704	0	0
0	0	0	349,657	0	0
30,000	15,390	0	54,828	0	0
0	0	0	124,534	0	0
$ 105,180	$ 425,727	$ 57,715	$ 15,204,118	$ 0	$ 0
$ 0	$ 113,967	$ 0	$ 4,468,857	$ 0	$ 0
121,667	136,183	57,715	5,204,933	0	0
0	190,332	0	1,999,606	701,021	0
0	0	0	171,243	0	0
0	0	0	53,851	0	0
$ 121,667	$ 440,482	$ 57,715	$ 11,898,490	$ 701,021	$ 0
(16,487)	(14,755)	0	3,305,628	(701,021)	0
$ 0	$ 625	$ 0	$ (3,222,066)	$ 816,021	$ 0
0	0	0	0	0	0
0	0	0	837	0	0
$ 0	$ 625	$ 0	$ (3,221,229)	$ 816,021	$ 0
$ (16,487)	$ (14,130)	$ 0	$ 84,399	$ 115,000	$ 0
12,071	27,375	0	7,465,487	0	31,382
$ (4,416)	$ 13,245	$ 0	$ 7,549,886	$ 115,000	$ 31,382

County of Georgetown
Georgetown, South Carolina
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2007

	Capital Projects Fund			
	Technology Upgrade Fund	Visions Capital Improvement Plan Fund	Capital Equipment Replacement Fund	Strategic Plan Fund
Revenue				
Taxes	$ 0	$ 0	$ 0	$ 0
Local Hospitality Tax	0	0	0	0
Fees, Licenses & Permits	0	0	0	0
State Aid & Shared Taxes	0	0	0	0
Intergovernmental Revenue:				
DSS	0	0	0	0
Grants	0	0	0	0
Interest	19,147	12,837	104,352	0
Donations	0	0	0	53,749
Miscellaneous Revenue	0	0	0	0
Total Revenues	$ 19,147	$ 12,837	$ 104,352	$ 53,749
Expenditures				
Personal Services	$ 0	$ 71,001	$ 0	$ 0
Operations & Maintenance	131,275	42,516	80,644	0
Capital Outlay	599,857	0	2,554,345	0
Debt Service				
Principal Retirement	0	0	733,532	0
Interest	0	0	89,214	0
Total Expenditures	$ 731,132	$ 113,517	$ 3,457,735	$ 0
Excess Revenues Over Expenditures	(711,985)	(100,680)	(3,353,383)	53,749
Other Financing Sources (Uses)				
Operating Transfers In (Out)	$ 300,000	$ 466,000	$ 1,627,000	$ 83,627
Lease Purchase Proceeds	0	0	1,292,065	0
Sale of Capital Assets	0	0	0	0
Total Other Financing Sources (Uses)	$ 300,000	$ 466,000	$ 2,919,065	$ 83,627
Excess Revenues & Other Financing Sources Over Expenditures & Other Financing Uses	$ (411,985)	$ 365,320	$ (434,318)	$ 137,376
Fund Balance, July 1, 2006	548,684	51,887	2,506,582	(94,597)
Fund Balance, June 30, 2007	$ 136,699	$ 417,207	$ 2,072,264	$ 42,779

Capital Projects Fund			
Carver's Bay Library Construction Fund	Total	Debt Service Fund	Total Nonmajor Governmental Funds
$ 0	$ 0	$ 2,644,799	$ 8,414,730
0	0	0	3,652,095
0	0	344	1,574,308
0	0	0	1,024,311
0	0	0	194,094
0	0	40,815	2,501,519
0	136,336	0	485,993
0	53,749	0	108,577
0	0	0	124,534
$ 0	$ 190,085	$ 2,685,958	$ 18,080,161
$ 0	$ 71,001	$ 0	$ 4,539,858
	254,435	0	5,459,368
3,024	3,858,247	0	5,857,853
0	733,532	1,160,000	2,064,775
0	89,214	790,877	933,942
$ 3,024	$ 5,006,429	$ 1,950,877	$ 18,855,796
(3,024)	(4,816,344)	735,081	(775,635)
$ 0	$ 3,292,648	$ 365,000	$ 435,582
0	1,292,065	0	1,292,065
0	0	0	837
$ 0	$ 4,584,713	$ 365,000	$ 1,728,484
$ (3,024)	$ (231,631)	$ 1,100,081	$ 952,849
3,024	3,046,962	216,360	10,728,809
$ 0	$ 2,815,331	$ 1,316,441	$ 11,681,658

THIS PAGE INTENTIONALLY LEFT BLANK

SCHEDULE OF FINES, ASSESSMENTS AND SURCHARGES

THIS PAGE INTENTIONALLY LEFT BLANK

County of Georgetown
Georgetown, South Carolina
Schedule of Fines, Assessments & Surcharges
For the Year Ended June 30, 2007

Fines & Fees State Portion		
Public Defender Application Fees	$	6,585
Marriage License Fees		13,540
Bond Estreatment		4,283
Circuit/Family Court Motion Fees		41,825
Family Alimony/Child Support Fees		125,756
Circuit/Family Court Fines & Other		29,164
Circuit Family Filing Fees		167,002
Magistrate Court Filing Assessments		27,998
Total State Portion Fines & Fees	$	416,153
DUI Assessments & Surcharges State Portion		
Boating Under the Influence	$	100
General Sessions DUI		124
Magistrates' Court DUI		786
Magistrates' DUI, DPS Pullout		6,350
General Sessions DUI Surcharge		100
Magistrates' DUI Surcharge		6,510
General Sessions DUI DPS Pullout		135
Magistrates' DUI DPS Pullout		12,120
Total DUI Assessments State Portion	$	26,125
Other Surcharges State Portion		
General Sessions Drug Surcharge	$	4,897
Magistrates' Court Drug Surcharge		7,494
General Sessions Law Enforcement Surcharge		5,733
Magistrates' Court Law Enforcement Surcharge		226,922
Total Other Surcharges State Portion	$	245,046
Other Assessments State Portion		
General Sessions Court	$	11,020
Magistrates' Court		612,137
Total Other Assessments State Portion	$	623,157
Victim's Assessments County Portion		
General Sessions Court	$	4,936
Magistrates' Court		76,673
Total Victim's Assessments County Portion	$	81,609
Victim's Surcharges County Portion		
General Sessions Court	$	30,122
Magistrates' Court		72,507
Total Victim's Surcharges County Portion	$	102,629
Summary of Changes in Victim's Service Fund Balance		
Victim's Service Assessments and Surcharges	$	184,238
Assessments and Surcharges Accrued on Financial Statements		19,586
Victim's Service Interest Earnings		13,586
Current Year Victim's Service Expenditures		(243,453)
Increase (Decrease) in Victim's Service Fund Balance		(26,043)
Victim's Service Fund Balance - Beginning of Year		266,569
Victim's Service Fund Balance - End of Year	$	240,526

THIS PAGE INTENTIONALLY LEFT BLANK

County of Georgetown
Georgetown, South Carolina
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	Federal CFDA Number	Pass Through/Direct Grantor/Agency Award Number	Expenditures
Health & Human Services			
Passed Through S.C. Department of Social Services			
Child Support Enforcement IVD Reimbursement	93.563	G-04SC4004	$ 129,268
Child Support Incentive Payments IVD	93.563	G-04SC4004	43,954
Child Support Court Filing Fees IVD	93.563	G-04SC4004	30,750
Child Support Service of Process Payments	93.563	G-04SC4004	20,873
Family Preservation	93.556	N/A	1,150
Temporary Assistance of Needy Families	93.558	N/A	23,669
Child Support Enforcement IVD	93.563	N/A	20
Child Welfare Services - State Grant	93.645	N/A	1,547
Title IV-E Foster Care	93.658	N/A	4,311
Social Services Block Grant	93.667	N/A	5,772
Child Care Development Grant	93.575	N/A	145
Passed Through S.C. Election Commission			
HAVA VOTE	93.617	N/A	1,509
Passed Through Centers for Medicare & Medicaid			
Medicaid Programs	93.778	N/A	7,795
Housing & Urban Development			
Direct Programs			
Choppee Center Special	14.251	B-06-SP-SC-0924	27,994
Home Grant	14.239	M03-SG450150	10,000
Passed Through S.C. Department of Commerce			
CDBG Economic Development	14.228	4-R-00-006	14,000
CDBG Planning Grant	14.228	4-RP-05-008	50,000
CDBG Water & Sewer Study	14.228	4-ED-05-012	12,077
CDBG Five Rivers Training Program	14.228	4-SB-04-003	6,338
Choppee Sewer	14.228	4-L-03-009	83,690
CDBG CATT Building	14.228	4-CC-06-004	472,993
Homeland Security			
Direct Programs			
Homeland Security	97.067	5LETP22	41,628
Homeland Security	97.067	5SHSP22	62,273
Firefighters Assistance Grant	97.044	EMW-2005-FG-16800	107,646
FEMA Firefighters Grant	97.044	EMW-2004-FP-02786	2,114
FEMA Firefighters Grant	97.044	EMW-2005-FG-19700	4,548

County of Georgetown
Georgetown, South Carolina
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

	Federal CFDA Number	Pass Through Grantor/Agency Number	Expenditures
Homeland Security			
Passed Through S.C. Emergency Preparedness Division Office of the Governor			
CERT '07	97.067	6CC01	1,022
Emergency Management Grant	97.042	6EMPG01	5,930
CERT '06	97.067	5CC02	3,259
Emergency Management Grant	97.042	7EMPG01	5,196
Department of Transportation			
Direct Programs			
Airport Improvement Program	20.106	3-45-0025-08	393,248
Airport Improvement Program	20.106	3-45-0005-04	14,322
Environmental Protection Agency			
Passed Through S.C. Department of Health and Environmental Control			
Beach Water Monitoring	66.472	EQ-6-884	3,480
Department of Justice			
Direct Programs			
Byrne Grant	16.580	2006-DJ-BX-0862	16,620
BVP	16.607	N/A	2,010
BVP	16.607	N/A	2,665
BVP	16.607	N/A	522
Department of Agriculture			
Direct Program			
Housing Preservation	10.433	FY03HPG02	44,787
Passed Through S.C. Department of Social Services			
USDA Food Nutrition Services - Food Stamps	10.561	N/A	15,154
National Endowment for the Humanities			
Passed Through S.C. State Library			
LSTA Funds	45.310	IE-05-22	8,000
Department of Labor			
Passed Through Waccamaw Regional Council of Governments			
Workforce Investment Act	17.269	6369B16	92,547
Total			$ 1,774,826

County of Georgetown
Georgetown, South Carolina
Notes To Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2007

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the grant activity of the County of Georgetown, South Carolina and is presented on the modified accrual basis of accounting. The information is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts present on, or used in the preparation of, the basic financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

HARPER, POSTON & MOREE, P.A.
Certified Public Accountants
"SINCE 1977"

Robert D. Harper, Jr. CPA
Stacey C. Moree CPA
P. O. Box 1550
106 Wall Street, Litchfield
Pawleys Island, SC 29585
Tel (843) 237-9125
Fax (843) 237-1621
E-mail: HPM@sc.rr.com

Robin B. Poston CPA
P. O. Box 576
307 Church Street
Georgetown, SC 29442
Tel (843) 527-3413
Fax (843) 546-7277

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Honorable Chairman and
Members of Georgetown County Council
Georgetown, South Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Georgetown, South Carolina as of and for the year ended June 30, 2007, which collectively comprise the County of Georgetown's basic financial statements and have issued our report thereon dated December 11, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control.

MEMBERS: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS ♦ SOUTH CAROLINA ASSOCIATION OF CERTIFIED PUBLIC ACCOUNTANTS

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

However, we noted other matters involving the internal control over financial reporting that we have reported to management of the County of Georgetown, South Carolina in a separate letter dated December 11, 2007.

This report is intended solely for the information and use of the audit committee, management, others within the organization, County Council, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Harper, Poston & Moree, P.A.

Harper, Poston & Moree, P.A.
Certified Public Accountants

Georgetown, South Carolina
December 11, 2007

HARPER, POSTON & MOREE, P.A.
Certified Public Accountants
"SINCE 1977"

Robert D. Harper, Jr. CPA
Stacey C. Moree CPA
P. O. Box 1550
106 Wall Street, Litchfield
Pawleys Island, SC 29585
Tel (843) 237-9125
Fax (843) 237-1621
E-mail: HPM@sc.rr.com

Robin B. Poston CPA
P. O. Box 576
307 Church Street
Georgetown, SC 29442
Tel (843) 527-3413
Fax (843) 546-7277

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

The Honorable Chairman and
Members of Georgetown County Council
Georgetown, South Carolina

Compliance

We have audited the compliance of the County of Georgetown with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County of Georgetown, South Carolina's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations.* Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County of Georgetown's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County of Georgetown's compliance with those requirements.

MEMBERS: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS ♦ SOUTH CAROLINA ASSOCIATION OF CERTIFIED PUBLIC ACCOUNTANTS

In our opinion, the County of Georgetown has complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007.

Internal Control Over Compliance

The management of the County of Georgetown, South Carolina is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the audit committee, management, others within the organization, County Council, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Harper, Poston & Moree, P.A.

Harper, Poston & Moree, P.A.
Certified Public Accountants

Georgetown, South Carolina
December 11, 2007

County of Georgetown
Georgetown, South Carolina
Schedule of Findings And Questioned Costs
For The Year Ended June 30, 2007

A. Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the basic financial statements of the County of Georgetown, Georgetown, South Carolina.

2. No significant deficiencies were disclosed during the audit of the basic financial statements as reported in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters.

3. No instances of noncompliance material to the financial statements of the County of Georgetown were disclosed during the audit.

4. No significant deficiencies were disclosed during the audit of the major federal award programs as reported in the Independent Auditor's Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.

5. The auditor's report on compliance for the major federal award programs for the County of Georgetown expresses an unqualified opinion.

6. Audit findings relative to major federal award programs for the County of Georgetown are reported in part C of this schedule.

7. The programs tested as major programs included:

Program	CDFA Number
Community Development Block Grant	14.228
Airport Improvement Program	20.106

8. The threshold for distinguishing Type A and B programs was $300,000.

9. The County of Georgetown was determined to be a low risk auditee.

B. Findings - Financial Statement Audit

No Findings.

C. Findings and Questioned Costs - Major Federal Award Programs

No Findings.