

*County of Georgetown*  
*South Carolina*



**Audited Basic Financial Statements  
and Supplementary Information**

**For the Year Ended June 30, 2010**

**Audited Basic Financial Statements and Supplementary Information  
For the Year Ended June 30, 2010**

**Table of Contents**

	<b>Page</b>
<b>Introductory Section:</b>	
List of Principal County Officials.....	1
<b>Financial Section:</b>	
Independent Auditor's Report .....	3-4
Management Discussion and Analysis.....	5-14
<b>Basic Financial Statements:</b>	
<b>Government-Wide Financial Statements:</b>	
Statement of Net Assets.....	16
Statement of Activities.....	17
<b>Fund Financial Statements:</b>	
Balance Sheet - Governmental Funds.....	18-19
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets.....	20
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds .....	21-22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	23
Statement of Net Assets - Proprietary Funds .....	24
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds.....	25
Statement of Cash Flows - Proprietary Funds .....	26-27
Statement of Fiduciary Net Assets - Fiduciary Funds .....	28
Notes to Financial Statements.....	29-49

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

---

**Audited Basic Financial Statements and Supplementary Information  
For the Year Ended June 30, 2010**

**Table of Contents**

	<b>Page</b>
<b>Financial Section (continued):</b>	
Required Supplementary Information:	
Schedule of Funding Progress – Post-Employment Healthcare Plan .....	52
Budgetary Comparison Schedule - General Fund .....	53-63
Budgetary Comparison Schedule - Law Enforcement Fund .....	64-66
Notes to Required Supplementary Information .....	67
Other Supplementary Information:	
Combining Nonmajor Governmental Fund Statements:	
Combining Balance Sheet - Nonmajor Governmental Funds .....	75-84
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds .....	85-94
Schedule of Fines, Assessments, and Surcharges:	
Schedule of Fines, Assessments, and Surcharges .....	97-98
<b>Single Audit Section:</b>	
Schedule of Expenditures of Federal Awards .....	99-101
Notes to Schedule of Expenditures of Federal Awards .....	102
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 .....	103-104
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 .....	105-106
Schedule of Findings and Questioned Costs .....	107
Summary Schedule of Prior Year Audit Findings .....	108

---

***INTRODUCTORY SECTION***

---

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**List of Principal County Officials**

June 30, 2010

**Members of County Council**

Jerry M. Oakley, <i>Vice Chairman</i>	District 1
Ron L. Charlton	District 2
Leona Myers-Miller	District 3
Lillie Jean Johnson	District 4
J. Austin Beard	District 5
Glen F. O'Connell	District 6
Johnny Morant, <i>Chairman</i>	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**

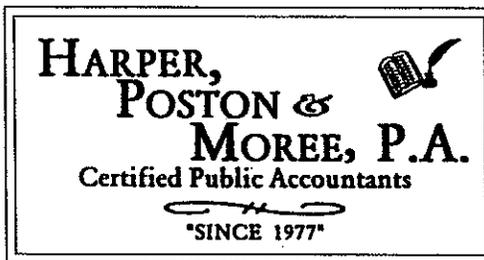
Sel Hemingway	County Administrator
Scott C. Proctor	Finance Director
Gregory L. Troutman	Administrative Services Director
Leslie K. Thomas	Information Technology Director
Wayne E. Gregory	Economic Development Director
L. Boyd Johnson	Planning & Code Enforcement Director
<i>Vacant</i>	Emergency Services Director
Ray C. Funnye	Public Services Director
Dwight E. McInvaill	Library System Director
Wesley P. Bryant	County Attorney

**This page is intentionally left blank.**

---

***FINANCIAL SECTION***

---



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, 2010, 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; and the provisions of *Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. 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, 2010, and the respective changes in financial position, and cash flows, where applicable, 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 February 4, 2011 on our consideration of the County of Georgetown's internal control over financial reporting and on 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 14 and pages 53 and 66 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with the sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Georgetown's financial statements taken as a whole. The combining and individual financial statements and supplemental information are presented for purposes of additional analysis and are not a required part of the 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 fund financial statements, supplemental information and the schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the information is fairly stated in all material respects, in relation to the financial statements taken as a whole.

*Harper, Poston & Moree, P.A.*

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

Georgetown, South Carolina  
February 4, 2011

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended June 30, 2010

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, 2010. 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 \$70.9 million and **expenses** amounted to approximately \$58.6 million, resulting in an increase to **net assets** of approximately \$12.3 million, or about 14.4%, for the fiscal year.
- **Unrestricted net assets** totaled approximately \$15.3 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 \$7.6 million during the current year bringing the total book value of capital assets at year-end to approximately \$107.1 million.
- Total **outstanding debt** of the County increased by approximately \$29.4 million, bringing the total outstanding debt at year-end to approximately \$77.1 million.
- At the close of the fiscal year, the County's governmental funds reported combined **fund balances** of approximately \$72.8 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 functions. The business-type activities of the County include environmental services and stormwater management functions.

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

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended June 30, 2010

### 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 funds balance sheet and in the governmental funds 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 non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

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

**Proprietary funds.** The County maintains only one type of proprietary fund – the enterprise fund type. 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 funds 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 funds financial statements can be found on pages 24-27 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 basic fiduciary fund financial statement can be found on page 28 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 29-49 of this report.*

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended June 30, 2010

### OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

**Other information.** In addition to the basic financial statements and accompanying notes, a schedule has been presented which reports the funding progress of the County's post-employment healthcare plan. Also, 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 52-67 of this report.

Other supplementary information is presented immediately following the required supplementary information. This information, which can be found on pages 75-98, includes the combining non-major governmental fund 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.

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 \$109.0 million at the close of the most recent fiscal year.

**Table 1  
Net Assets**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>
Current and other assets	\$ 48,526,832	\$ 81,929,400	\$ 11,507,817	\$ 13,383,363	\$ 60,034,649	\$ 95,312,763
Capital assets	<u>87,925,767</u>	<u>94,648,161</u>	<u>11,537,329</u>	<u>12,480,313</u>	<u>99,463,096</u>	<u>107,128,474</u>
<b>Total assets</b>	<b><u>\$ 136,452,599</u></b>	<b><u>\$ 176,577,561</u></b>	<b><u>\$ 23,045,146</u></b>	<b><u>\$ 25,863,676</u></b>	<b><u>\$ 159,497,745</u></b>	<b><u>\$ 202,441,237</u></b>
Long-term liabilities outstanding	\$ 46,749,793	\$ 76,787,426	\$ 9,139,748	\$ 9,410,399	\$ 55,889,541	\$ 86,197,825
Other liabilities	<u>6,642,072</u>	<u>6,903,895</u>	<u>249,778</u>	<u>253,274</u>	<u>6,891,850</u>	<u>7,157,169</u>
<b>Total liabilities</b>	<b><u>\$ 53,391,865</u></b>	<b><u>\$ 83,691,321</u></b>	<b><u>\$ 9,389,526</u></b>	<b><u>\$ 9,663,673</u></b>	<b><u>\$ 62,781,391</u></b>	<b><u>\$ 93,354,994</u></b>
<b>Net assets</b>						
Invested in capital assets, net of related debt	\$ 47,325,284	\$ 49,735,731	\$ 8,237,246	\$ 9,474,113	\$ 55,562,530	\$ 59,209,844
Restricted	26,566,997	34,577,192	--	--	26,566,997	34,577,192
Unrestricted	<u>9,168,453</u>	<u>8,573,317</u>	<u>5,418,374</u>	<u>6,725,890</u>	<u>14,586,827</u>	<u>15,299,207</u>
<b>Total net assets</b>	<b><u>\$ 83,060,734</u></b>	<b><u>\$ 92,886,240</u></b>	<b><u>\$ 13,655,620</u></b>	<b><u>\$ 16,200,003</u></b>	<b><u>\$ 96,716,354</u></b>	<b><u>\$ 109,086,243</u></b>

Comprising the largest portion of total net assets is 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. At year-end that balance totaled approximately \$59.2 million, or about 54.3% of total net assets. The County uses capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**MANAGEMENT DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2010**

**FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)**

Approximately \$34.6 million, approximately 31.7% of total net assets, represents 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 \$15.3 million, or 14.0% 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 56.0% of total unrestricted net assets, and unrestricted net assets of business-type activities account for the remaining 44.0% of total unrestricted net assets.

**Table 2  
Changes in Net Assets**

	Governmental Activities		Business-Type Activities		Total	
	2009	2010	2009	2010	2009	2010
<b>Revenues</b>						
<b>Program Revenues</b>						
Charges for services	\$ 6,812,516	\$ 6,901,653	\$ 4,670,192	\$ 4,568,947	\$ 11,482,708	\$ 11,470,600
Operating grants and contributions	3,351,369	3,665,367	--	--	3,351,369	3,665,367
Capital grants and contributions	4,618,533	7,113,413	56,831	883,181	4,675,364	7,996,594
<b>General Revenues</b>						
Property taxes	32,492,247	33,943,788	2,444,954	2,470,340	34,937,201	36,414,128
Local accommodations and hospitality taxes	3,505,610	3,362,177	--	--	3,505,610	3,362,177
Local government fund	3,066,742	2,560,333	--	--	3,066,742	2,560,333
Franchise fees	1,065,337	1,081,354	--	--	1,065,337	1,081,354
Road user fees	1,680,765	1,668,855	--	--	1,680,765	1,668,855
Other revenue	1,038,577	1,612,615	15,254	62,298	1,053,831	1,674,913
Investment earnings	669,248	652,787	130,549	146,499	799,797	799,286
Gain (loss) on disposal of assets	151,754	156,181	185,949	82,608	337,703	238,789
Total Revenues	<u>\$ 58,452,698</u>	<u>\$ 62,718,523</u>	<u>\$ 7,503,729</u>	<u>\$ 8,213,873</u>	<u>\$ 65,956,427</u>	<u>\$ 70,932,396</u>
<b>Expenses</b>						
General government	\$ 14,667,570	\$ 16,759,191	\$ --	\$ --	\$ 14,667,570	\$ 16,759,191
Public safety	21,567,309	21,128,975	--	--	21,567,309	21,128,975
Public works	2,991,269	2,843,974	--	--	2,991,269	2,843,974
Health & welfare	1,541,916	1,680,130	--	--	1,541,916	1,680,130
Economic development	1,197,549	2,848,661	--	--	1,197,549	2,848,661
Culture & recreation	4,590,957	5,189,506	--	--	4,590,957	5,189,506
Environmental services	66,332	69,589	5,560,640	4,800,511	5,626,972	4,870,100
Stormwater management	--	--	578,611	658,979	578,611	658,979
Interest and other charges	2,118,969	2,582,991	81,268	--	2,200,237	2,582,991
Total Expenses	<u>\$ 48,741,871</u>	<u>\$ 53,103,017</u>	<u>\$ 6,220,519</u>	<u>\$ 5,459,490</u>	<u>\$ 54,962,390</u>	<u>\$ 58,562,507</u>
<b>Increase in Net Assets before Transfers</b>						
Assets before Transfers	\$ 9,710,827	\$ 9,615,506	\$ 1,283,210	\$ 2,754,383	\$ 10,994,037	\$ 12,369,889
Transfers (net)	<u>110,000</u>	<u>210,000</u>	<u>(110,000)</u>	<u>(210,000)</u>	<u>--</u>	<u>--</u>
Increase in Net Assets	\$ 9,820,827	\$ 9,825,506	\$ 1,173,210	\$ 2,544,383	\$ 10,994,037	\$ 12,369,889
Net Assets - July 1 (restated)	<u>73,239,907</u>	<u>83,060,734</u>	<u>12,482,410</u>	<u>13,655,620</u>	<u>85,722,317</u>	<u>96,716,354</u>
Net Assets - June 30 (restated)	<u>\$ 83,060,734</u>	<u>\$ 92,886,240</u>	<u>\$ 13,655,620</u>	<u>\$ 16,200,003</u>	<u>\$ 96,716,354</u>	<u>\$ 109,086,243</u>

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## MANAGEMENT DISCUSSION AND ANALYSIS

For the Year Ended June 30, 2010

### FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)

As reflected above, the County's total revenues increased by approximately \$5.0 million, or about 7.6%, during the most recent year. Expenses increased by approximately \$3.6 million, or about 6.6 percent. The overall change to net assets resulting from the current year's activities was positive, an increase of approximately \$12.4 million, or about 12.8%.

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

#### Governmental Activities

**Governmental** activities accounted for increases in the County's net assets of \$9.8 million, accounting for approximately 79.4% of the total growth in the County's net assets. The cost of all governmental activities this year was \$53.1 million. As shown in the Statement of Activities on page 17 of this report, costs are funded through various revenue sources including from those individuals who directly benefited from the programs (\$6.9 million) and from other governments and organizations that subsidized certain programs with grants and contributions (\$10.8 million). The County paid for the remaining \$35.4 million in costs of governmental activities with other general revenues, such as property taxes, local accommodations and hospitality taxes, shared revenues from state government, franchise fees, road user fees, investment earnings, and miscellaneous reimbursements.

**Program revenues** accounted for approximately 28.2% of total revenues from governmental activities in fiscal year 2010. Within this category, grant funding increased by about 35.3% from the prior year, while revenue from fees charged for services increased by about 1.3%. There were further declines this year in revenues from building permits, documentary stamps, and recording fees, but those moderate declines were a little more than offset with increases in other fee collections, including a dramatic increase in fees generated through the Master-In-Equity's office.

**General revenues**, which accounted for the remaining 71.8% of revenues generated from governmental activities, included an increase in property tax revenues resulting primarily from additional fees-in-lieu-of-taxes (FILOT) collected from industries that have started or expanded operations in the County in recent years. The majority of these additional FILOT amounts are restricted for economic development projects. There were some declines in certain *general* revenues as well, including a further reduction of about \$0.5 million in State shared revenues (local government fund) and a reduction of about \$0.15 million in local accommodations and hospitality taxes. Most other general revenues showed little or no change from the prior year. In total, the County's *general revenues* increased by about \$1.5 million, or approximately 3.3%, from the prior year.

**Expenses** of the County's governmental activities increased approximately \$4.4 million, or about 8.9%, for the current year. There are many individual funds accounted for as governmental activities, including grant and other special revenue funds. Spending in these funds can vary significantly, up or down, based on the amount of funding received in a particular year. Total expenses increased this year for governmental activities as a group principally due to increases in grant expenses, the costs of implementing an energy savings project, and increased operating costs of new facilities brought on line as part of the County's capital improvement plan; however, netting against the overall increase, there were some significant expense reductions in the "operating" funds reported as governmental activities.

It is particularly noteworthy that as a result of the continued negative economic environment and resulting reductions in our revenues over the last two years, County Council took difficult cost-cutting measures in order to balance the FY2010 budget. Most significant were the elimination of approximately 23 full-time personnel positions and a 3% across the board wage reduction for all County employees. The impact of these actions on the governmental activities was a reduction of expenses for the year of approximately \$1.6 million.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**MANAGEMENT DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2010**

**FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)**

*Business-Type Activities*

*Business-type* activities accounted for increases in the County's net assets of \$2.5 million, accounting for approximately 20.6% of the total growth in the County's net assets. This compares with an increase in the previous year of \$1.2 million, which represented about 10.3% of the total growth that year. The County's business-type activities include the operations of the County landfill, along with related environmental services functions such as waste collection and recycling. They also include the operations of the stormwater drainage management utility. Revenues of the business-type activities increased by approximately \$0.7 million as a result of receiving funding from Santee Cooper for construction of the landfill methane gas collection system. There was little variance in service fees from the prior year. Expenses decreased this year primarily due to a "one-time" reduction in recognition of landfill closure and postclosure care costs resulting from an engineering analysis of the remaining capacity and useful life of the landfill, along with reductions in employee wages of approximately \$0.1 million as a result of the cost cutting measures described earlier.

**CAPITAL ASSETS**

At the end of fiscal year 2010, the County had approximately \$107.1 million (net of accumulated depreciation) invested in a broad range of capital assets. (See Table 3 below) This amount represents a net increase of about \$7.6 million, or 7.6%, over last year.

**Table 3**

**Capital Assets at Year-End**

	Governmental Activities		Business-Type Activities		Total	
	2009	2010	2009	2010	2009	2010
Land	\$ 16,544,148	\$ 22,366,803	\$ 740,718	\$ 740,718	\$ 17,284,866	\$ 23,107,521
Improvements	17,090,367	23,644,895	9,697,012	11,634,775	26,787,379	35,279,670
Buildings	50,187,579	51,138,489	401,271	401,271	50,588,850	51,539,760
Infrastructure	16,503,328	18,456,632	--	--	16,503,328	18,456,632
Mining rights	--	--	225,000	225,000	225,000	225,000
Software	80,700	80,700	70,623	70,623	151,323	151,323
Furniture & fixtures	763,083	763,083	--	--	763,083	763,083
Machinery & equipment	14,713,765	15,651,288	5,757,210	5,763,891	20,470,975	21,415,179
Automotive equipment	16,561,259	17,410,620	1,937,632	1,991,816	18,498,891	19,402,436
Construction in progress	<u>7,802,391</u>	<u>3,085,350</u>	<u>464,657</u>	<u>139,671</u>	<u>8,267,048</u>	<u>3,225,021</u>
	\$ 140,246,620	\$ 152,597,860	\$ 19,294,123	\$ 20,967,765	\$ 159,540,743	\$ 173,565,625
Total accumulated depreciation	<u>(52,320,853)</u>	<u>(57,949,699)</u>	<u>(7,756,794)</u>	<u>(8,487,452)</u>	<u>(60,077,647)</u>	<u>(66,437,151)</u>
Net Capital Assets	<u>\$ 87,925,767</u>	<u>\$ 94,648,161</u>	<u>\$ 11,537,329</u>	<u>\$ 12,480,313</u>	<u>\$ 99,463,096</u>	<u>\$ 107,128,474</u>

This year's major capital purchases included:

- Purchase of land for parks and recreational improvements (\$2,248,000)
- Purchase of fire pumper (\$207,000)
- Purchase of excavator (\$194,000)
- Purchase of road grader (\$183,000)
- Purchase of three ambulances (\$437,000)
- Purchase of other fleet vehicles (\$902,000)
- Purchase of data technology equipment for public safety (\$295,000)

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**MANAGEMENT DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2010**

**CAPITAL ASSETS (CONTINUED)**

The following capital expenditures were for projects, some of which were still in progress at year-end:

- Carroll A. Campbell Marine Complex (\$519,000)
- Various airport improvement projects (\$829,000)
- Pawleys Island stormwater drainage project (\$611,000)
- Methane gas collection system project at landfill (\$858,000)
- "Old Courthouse" remodeling project (\$321,000)
- Andrews Library expansion and remodeling project (\$576,000)
- South Island Park soccer fields project (\$121,000)
- Regional parks improvement project (\$190,000)
- Road paving projects (\$907,000)

Additional information about the County's capital assets, including significant remaining commitments for construction in progress at year-end, is presented in Note 6 and Note 13 to the financial statements.

**DEBT ADMINISTRATION**

As shown in Table 4 below, the County had \$77.1 million in bonds, notes, loans and lease obligations outstanding at year-end versus \$47.7 million last year, an increase of about 61.6%. The large increase in debt results primarily from the issuance of 2009B Installment Purchase Revenue Bonds in the face amount of \$29,185,000 for capital improvement plan projects. The County also refunded the 2008 Installment Purchase Revenue Bonds with issuance of 2009A Installment Purchase Revenue Bonds and will recognize the net refunding costs over the remaining life of the original bond issue. More detailed information about the County's debt obligations and future debt service requirements can be found in Note 7 to the financial statements.

**Table 4  
Outstanding Debt at Year-End**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>
General obligation bonds	\$ 15,315,000	\$ 14,230,000	\$ --	\$ --	\$ 15,315,000	\$ 14,230,000
Installment purchase revenue bonds	25,160,000	52,910,000	--	--	25,160,000	52,910,000
Plus: Unamortized premiums	32,227	867,620	--	--	32,227	867,620
Less: Unamortized discounts	--	(409,685)	--	--	--	(409,685)
Less: Unamortized refunding costs	--	(308,060)	--	--	--	(308,060)
Net bonds payable	\$ 40,507,227	\$ 67,289,875	\$ --	\$ --	\$ 40,507,227	\$ 67,289,875
Loans payable	--	500,000	--	--	--	500,000
Capital lease obligations	<u>4,113,658</u>	<u>6,071,967</u>	<u>3,117,310</u>	<u>3,284,142</u>	<u>7,230,968</u>	<u>9,356,109</u>
Totals	<u>\$44,620,885</u>	<u>\$73,861,842</u>	<u>\$ 3,117,310</u>	<u>\$ 3,284,142</u>	<u>\$47,738,195</u>	<u>\$77,145,984</u>

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, 2010, the amount of new general obligation debt that could be issued without referendum was approximately \$31.6 million. General obligation debt issued pursuant to referendum is not subject to the statutory limitation.

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended June 30, 2010

### 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 19 of this report) reported a *combined* fund balance of \$72.8 million, an increase of \$32.4 million compared to last year's total, an increase of about 80.2%. The largest components accounting for this large increase are 1) issuance of bonds this year that increased the unexpended balance in the "bond projects fund" at year end by approximately \$21.5 million, 2) debt service funding increases, including amounts from the new bond issue required to be added to a reserve account held for future debt service, of about \$5.0 million, and 3) net additions to funding held for capital projects (other than bond funds) in the amount of \$5.3 million. Combined fund balances of governmental funds will decrease in future years as the capital projects, for which funds have been accumulated, are completed.

#### 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. The County's two proprietary funds are the environmental services fund and the stormwater drainage utility fund. At year-end, net assets of the Environmental Services Fund totaled approximately \$10.6 million and net assets of the stormwater drainage utility fund totaled about \$5.6 million.

### 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 \$372,675 were authorized by Council for the general fund during the year. Of that amount, \$195,067 was for "rollover" of previously budgeted funds for encumbrances outstanding at the commencement of the fiscal year.

Total general fund revenues had a positive variance from budget by about \$320,000. However, there were several revenue sources with notable variances from the budget amounts:

- Master in Equity fees – Approximately \$205,000 over budget estimates
- Property taxes – Approximately \$88,000 over budget estimates
- Delinquent tax fees – Approximately \$90,000 over budget estimates
- Building permit fees – Approximately \$40,000 over budget estimates
- Documentary stamps – Approximately \$55,000 over budget estimates
- Local government fund (from State) – Approximately \$97,000 under budget estimates

# **COUNTY OF GEORGETOWN, SOUTH CAROLINA**

## **MANAGEMENT DISCUSSION AND ANALYSIS For the Year Ended June 30, 2010**

### **BUDGET HIGHLIGHTS OF THE GENERAL FUND (CONTINUED)**

Actual expenditures incurred were \$707,000 less than appropriated. 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 \$143,000 for the year.
- Savings in utility expenditures were realized as a result of the energy savings program features installed during FY2010. Actual expenditures incurred for the year for utilities were about \$61,000 less than budgeted.
- Numerous positive variances of fairly small amounts individually that when added together result in significant savings against the budgeted appropriations. These kinds of variances are a consequence of 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 53-63 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 2011 budget. Some of the factors considered were the national, state and local economic problems and forecasts for recovery, 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. Based on our analysis of these factors, we see little improvement for revenue projections for the new year; however, indications are that the key revenue streams associated with housing market problems and the general recessionary economy that is gripping our nation have perhaps bottomed out. The tourism industry in Georgetown County declined some more in the past year, but still remains "relatively" strong considering how severely some other segments of our economy have suffered.

One major concern as we move into the County's fiscal year 2011 budget cycle is how looming budget deficits on the State level could impact future Local Government Fund (LGF) distributions to the County should the State have to make mid-year adjustments. Our FY2011 budget takes into account known reductions in LGF funding, but does not reflect any further possible cuts.

We reported last year that County Council had taken bold cost-cutting measures in developing the fiscal year 2010 budget, including elimination of approximately 23 full-time personnel positions, elimination of cost of living and merit pay adjustments, and a 3% across the board wage reduction for all County employees. It was recognized that a complete economic recovery is going to be a long process and total reliance on using fund balance to solve shortfalls would not be a wise course to follow. The FY2011 budget was developed with this in mind, but Council chose to approve some use of fund balance, approximately \$500,000 of funds in excess of reserve policy established amounts, to eliminate projected shortfalls rather than make further cuts in personnel, which inevitably would lead to reductions in services levels to the citizens.

Once again no provisions were made in the FY2011 budget for cost of living and merit pay adjustments. While no additional personnel positions are planned, any positions that become vacant are closely evaluated prior to making a decision to fill the vacancy. In addition, all budget requests continue to be reviewed and analyzed at the line-item level to identify every possible savings available.

# **COUNTY OF GEORGETOWN, SOUTH CAROLINA**

## **MANAGEMENT DISCUSSION AND ANALYSIS**

**For the Year Ended June 30, 2010**

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

Due to the Council actions described above, fund balance of the General Fund remains strong. At year-end, amounts available in the General Fund for future appropriation are approximately \$10.1 million, an increase of \$0.6 million from the prior year. In conjunction with a fund balance policy adopted by County Council in 2006, \$8.0 million of fund balance in the General Fund 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.

In establishing the annual budget for the 2011 fiscal year, Council was prohibited by provisions of the State Code of Laws to increase tax millage as there was no population or CPI growth in the prior year for Georgetown County. Millage was recalculated, after adoption of the budget, upon completion of the County's scheduled property valuation reassessment process in 2010. The millage recalculation was made in accordance with statutory provisions and was calculated to be revenue neutral.

Significant provisions included in the fiscal year 2011 budget include:

- Continuation of the Capital Equipment Replacement Fund ("CERF") that was 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.
- Further implementation of the County's Visions II Capital Improvement Plan (CIP). Some of the more significant segments planned for the upcoming year include:
  - Anticipated completion of the Andrews Library renovation and expansion.
  - Purchase of various technology equipment and system upgrades for public safety.
  - Begin construction plans and site development of eight recreational parks.
  - Anticipated completion of remodeling work on the "Old" County courthouse facility to allow for alternative utilization by County staff.
- Construction of landfill expansion.
- Construction of additional stormwater utility improvements.

### **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, SOUTH CAROLINA**

**Statement of Net Assets**  
June 30, 2010

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Assets</b>			
Cash and investments	\$ 44,395,424	\$ 7,213,959	\$ 51,609,383
Receivables (net of allowances)			
Taxes	1,567,317	57,788	1,625,105
Court fines	656,560	-	656,560
From customers	-	101,868	101,868
From other governments	2,761,100	36,803	2,797,903
Other	1,214,904	27,290	1,242,194
Deferred charges	855,229	-	855,229
Prepaid items	429,110	29,033	458,143
Inventories	50,800	-	50,800
Assets held for resale	1,662,527	-	1,662,527
Restricted assets			
Cash and investments	28,336,429	5,916,622	34,253,051
Capital assets			
Land and construction in progress	25,452,153	880,389	26,332,542
Other capital assets, net of accumulated depreciation	69,196,008	11,599,924	80,795,932
<b>Total Assets</b>	<u>176,577,561</u>	<u>25,863,676</u>	<u>202,441,237</u>
<b>Liabilities</b>			
Payables			
Trade and other accounts	3,934,222	202,279	4,136,501
Accrued wages and benefits	990,016	50,995	1,041,011
Accrued interest payable	384,056	-	384,056
Other	293,181	-	293,181
Deferred revenue	1,302,420	-	1,302,420
Noncurrent liabilities			
Due within one year	5,327,208	780,585	6,107,793
Due in more than one year	71,460,218	8,629,814	80,090,032
<b>Total Liabilities</b>	<u>83,691,321</u>	<u>9,663,673</u>	<u>93,354,994</u>
<b>Net Assets</b>			
Invested in capital assets, net of related debt	49,735,731	9,474,113	59,209,844
Restricted for:			
General government programs	52,948	-	52,948
Public safety programs	2,983,884	-	2,983,884
Public works programs	4,705,958	-	4,705,958
Health & welfare programs	595,705	-	595,705
Culture & recreation programs	8,263,575	-	8,263,575
Economic development programs	3,871,442	-	3,871,442
Debt service	14,103,680	-	14,103,680
Unrestricted	8,573,317	6,725,890	15,299,207
<b>Total Net Assets</b>	<u>\$ 92,886,240</u>	<u>\$ 16,200,003</u>	<u>\$ 109,086,243</u>

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Statement of Activities**  
Year Ended June 30, 2010

Functions/Programs	Program Revenues			Net Revenues (Expenses) and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Business-Type Activities	
					Governmental Activities	Total
<b>Governmental Activities:</b>						
General government	\$ 16,759,191	\$ 2,536,966	\$ 431,370	\$ 35,505	\$ (13,755,350)	\$ (13,755,350)
Public safety	21,128,975	1,618,921	587,473	30,688	(18,891,893)	(18,891,893)
Public works	2,843,974	-	784,815	1,120,973	(938,186)	(938,186)
Health and welfare	1,680,130	2,535,915	11,760	-	867,545	867,545
Economic development	2,848,661	127,533	105,000	2,155,324	(460,804)	(460,804)
Culture and recreation	5,189,506	82,318	1,675,360	3,770,923	339,095	339,095
Environmental services	69,589	-	69,589	-	-	-
Interest and other charges on debt	2,582,991	-	-	-	(2,582,991)	(2,582,991)
Total Governmental Activities	53,103,017	6,901,653	3,665,367	7,113,413	(35,422,584)	(35,422,584)
<b>Business-Type Activities:</b>						
Environmental services	4,800,511	2,717,495	-	883,181	-	(1,199,835)
Stormwater management services	658,979	1,851,452	-	-	1,192,473	1,192,473
Total Business-Type Activities	5,459,490	4,568,947	-	883,181	-	(7,362)
<b>Totals</b>	<b>\$ 58,562,507</b>	<b>\$ 11,470,600</b>	<b>\$ 3,665,367</b>	<b>\$ 7,996,594</b>	<b>(35,422,584)</b>	<b>(35,429,946)</b>
<b>General Revenue</b>						
Property taxes, levied for general purposes					33,943,788	36,414,128
Local accommodations and hospitality taxes					3,362,177	3,362,177
State shared local government fund revenues					2,560,333	2,560,333
Franchise fees					1,081,354	1,081,354
Road user fees					1,668,855	1,668,855
E911 system user fees					597,742	597,742
Impact fees (restricted)					616,940	616,940
Unrestricted investment earnings					652,787	799,286
Other					397,933	460,231
Gain on disposal of property					156,181	238,789
Transfers					210,000	-
Total General Revenue and Transfers					45,248,090	47,799,835
Change in Net Assets					9,825,506	12,369,889
Net Assets - Beginning of Year (restated)					83,060,734	96,716,354
Net Assets - End of Year					\$ 92,886,240	\$ 109,086,243

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Balance Sheet**  
Governmental Funds  
June 30, 2010

	<u>General Fund</u>	<u>Law Enforcement Fund</u>	<u>Local Accommodations &amp; Hospitality Tax Fund</u>	<u>Debt Service Fund</u>
<b>ASSETS</b>				
Cash and investments	\$ 11,406,189	\$ 1,533,056	\$ 5,616,489	\$ 9,022,481
Receivables (net of allowances)				
Taxes	529,660	191,688	541,975	145,441
Court fines	-	656,560	-	-
From other governments	732,758	1,311	-	321
From other County funds	8,648	-	-	-
Other	1,022,441	121,209	-	-
Prepaid items	111,780	89,620	-	-
Inventory	50,800	-	-	-
Assets held for resale	-	-	-	-
Restricted assets				
Cash and investments	-	-	-	5,068,811
<b>Total Assets</b>	<b>\$ 13,862,276</b>	<b>\$ 2,593,444</b>	<b>\$ 6,158,464</b>	<b>\$ 14,237,054</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Payables				
Trade and other accounts	\$ 679,775	\$ 264,789	\$ -	\$ -
Accrued wages and benefits	697,987	170,296	-	-
To other County funds	-	-	-	27,000
Other	293,181	-	-	-
Deferred revenue				
Property taxes	446,125	138,241	-	106,374
Fines	-	598,975	-	-
Grants	335,000	-	-	-
Ambulance fees	374,323	-	-	-
Other	625,979	-	-	-
<b>Total Liabilities</b>	<b>3,452,370</b>	<b>1,172,301</b>	<b>-</b>	<b>133,374</b>
<b>Fund Balances</b>				
Reserved for:				
Prepaid items	111,780	89,620	-	-
Inventory	50,800	-	-	-
Encumbrances	165,726	13,000	-	-
Investment property	-	-	-	-
Bond debt service	-	-	-	5,068,811
Marshwalk maintenance	-	-	-	-
Unreserved - designated for capital improvement plan	-	-	-	8,568,428
Unreserved - undesignated, reported in:				
General fund	10,081,600	-	-	-
Special revenue funds	-	1,318,523	6,158,464	-
Debt service fund	-	-	-	466,441
Capital projects funds	-	-	-	-
<b>Total Fund Balances</b>	<b>10,409,906</b>	<b>1,421,143</b>	<b>6,158,464</b>	<b>14,103,680</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 13,862,276</b>	<b>\$ 2,593,444</b>	<b>\$ 6,158,464</b>	<b>\$ 14,237,054</b>

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Balance Sheet**  
Governmental Funds  
June 30, 2010

	<u>Capital Improvement Plan Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>			
Cash and investments	\$ 1,153,195	\$ 15,664,014	\$ 44,395,424
Receivables (net of allowances)			
Taxes	-	158,553	1,567,317
Court fines	-	-	656,560
From other governments	-	2,026,710	2,761,100
From other County funds	27,000	-	35,648
Other	-	71,254	1,214,904
Prepaid items	-	227,710	429,110
Inventory	-	-	50,800
Assets held for resale	-	1,662,527	1,662,527
Restricted assets			
Cash and investments	23,234,972	32,646	28,336,429
<b>Total Assets</b>	<u><u>\$ 24,415,167</u></u>	<u><u>\$ 19,843,414</u></u>	<u><u>\$ 81,109,819</u></u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Payables			
Trade and other accounts	\$ 7,337	\$ 2,982,321	\$ 3,934,222
Accrued wages and benefits	-	121,733	990,016
To other County funds	-	8,648	35,648
Other	-	-	293,181
Deferred revenue			
Property taxes	-	119,752	810,492
Fines	-	-	598,975
Grants	-	341,441	676,441
Ambulance fees	-	-	374,323
Other	-	-	625,979
<b>Total Liabilities</b>	<u><u>7,337</u></u>	<u><u>3,573,895</u></u>	<u><u>8,339,277</u></u>
<b>Fund Balances</b>			
Reserved for:			
Prepaid items	-	53,412	254,812
Inventory	-	-	50,800
Encumbrances	-	2,910,221	3,088,947
Investment property	-	1,662,527	1,662,527
Bond debt service	-	-	5,068,811
Marshwalk maintenance	-	32,646	32,646
Unreserved - designated for capital improvement plan	-	-	8,568,428
Unreserved - undesignated, reported in:			
General fund	-	-	10,081,600
Special revenue funds	-	8,383,967	15,860,954
Debt service fund	-	-	466,441
Capital projects funds	24,407,830	3,226,746	27,634,576
<b>Total Fund Balances</b>	<u><u>24,407,830</u></u>	<u><u>16,269,519</u></u>	<u><u>72,770,542</u></u>
<b>Total Liabilities and Fund Balances</b>	<u><u>\$ 24,415,167</u></u>	<u><u>\$ 19,843,414</u></u>	<u><u>\$ 81,109,819</u></u>

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

---

**Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Assets**

June 30, 2010

**Total Fund Balances of Governmental Funds** (reported on page 19) **\$ 72,770,542**

*Amounts reported for governmental activities in the government-wide statement of net assets presented on page 18 are different because:*

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. 94,648,161

Other long-term assets, such as property taxes receivable, court fines receivable, and ambulance fees receivable are not available to pay current period expenditures and, therefore, are deferred or not recognized in the governmental funds. 1,783,790

Bond issuance costs are recognized in the governmental funds when paid, but are deferred and amortized over the life of the bonds in the government-wide statement of net assets. 855,229

Long-term liabilities, including bonds payable (net of unamortized premiums, discounts and deferred refunding costs), capital leases, net OPEB obligation, compensated absences and accrued interest, are not due and payable in the current period or are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the governmental funds. (77,171,482)

**Net Assets of Governmental Activities** (reported on page 16) **\$ 92,886,240**

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Governmental Funds  
 For the Year Ended June 30, 2010

	<u>General Fund</u>	<u>Law Enforcement Fund</u>	<u>Local Accommodations &amp; Hospitality Tax Fund</u>	<u>Debt Service Fund</u>
<b>Revenues</b>				
Property taxes	\$ 12,276,408	\$ 7,773,659	\$ -	\$ 5,753,761
Local taxes				
Accommodations	-	-	1,496,310	-
Hospitality	-	-	1,865,867	-
Fees, licenses and permits	5,457,231	258,883	-	482,697
Fines and forfeitures	141,503	547,741	-	-
Use of money and property	329,081	14,926	67,766	297,406
Intergovernmental	2,901,647	241,571	-	-
Grants	39,155	35,579	-	-
Other	166,593	83,197	-	-
<b>Total Revenues</b>	<b>\$ 21,311,618</b>	<b>\$ 8,955,556</b>	<b>\$ 3,429,943</b>	<b>\$ 6,533,864</b>
<b>Expenditures</b>				
<b>Current</b>				
General government	\$ 11,541,974	\$ -	\$ -	\$ -
Public safety	3,092,915	9,920,608	-	-
Public works	1,829,204	-	-	-
Health & welfare	644,033	-	-	-
Economic development	258,157	-	-	-
Culture & recreation	2,855,501	-	-	-
Environmental services	-	-	-	-
<b>Capital Outlay</b>				
General government	207,170	-	-	-
Public safety	-	202,820	-	-
Public works	-	-	-	-
Health & welfare	22,439	-	-	-
Economic development	28,915	-	-	-
Culture & recreation	3,463	-	-	-
<b>Debt Service</b>				
Principal	-	-	-	26,245,000
Interest	-	-	-	2,300,185
Debt issuance costs	-	-	-	309,337
Fiscal charges	-	-	-	27,243
<b>Total Expenditures</b>	<b>\$ 20,483,771</b>	<b>\$ 10,123,428</b>	<b>\$ -</b>	<b>\$ 28,881,765</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>827,847</b>	<b>(1,167,872)</b>	<b>3,429,943</b>	<b>(22,347,901)</b>
<b>Other Financing Sources (Uses)</b>				
Bond proceeds	-	-	-	26,513,481
Bond premium received	-	-	-	862,862
Proceeds from capital lease financing	-	-	-	-
Proceeds from loan financing	-	-	-	-
Proceeds from sale of assets	66,714	27,780	-	-
Transfers in	1,410,937	1,975,000	-	-
Bond discount given	-	-	-	-
Transfers out	(1,711,000)	(788,000)	(2,512,000)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(233,349)</b>	<b>1,214,780</b>	<b>(2,512,000)</b>	<b>27,376,343</b>
<b>Net Changes in Fund Balances</b>	<b>594,498</b>	<b>46,908</b>	<b>917,943</b>	<b>5,028,442</b>
<b>Fund Balances - Beginning of Year</b>	<b>9,815,408</b>	<b>1,374,235</b>	<b>5,240,521</b>	<b>9,075,238</b>
<b>Fund Balances - End of Year</b>	<b>\$ 10,409,906</b>	<b>\$ 1,421,143</b>	<b>\$ 6,158,464</b>	<b>\$ 14,103,680</b>

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Governmental Funds  
 For the Year Ended June 30, 2010

	<u>Capital Improvement Plan Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>			
Property taxes	\$ -	\$ 8,003,920	\$ 33,807,748
Local taxes			
Accommodations	-	-	1,496,310
Hospitality	-	-	1,865,867
Fees, licenses and permits	-	3,265,621	9,464,432
Fines and forfeitures	-	-	689,244
Use of money and property	4,527	181,668	895,374
Intergovernmental	-	1,293,273	4,436,491
Grants	-	4,512,225	4,586,959
Other	-	235,864	485,654
<b>Total Revenues</b>	<b>\$ 4,527</b>	<b>\$ 17,492,571</b>	<b>\$ 57,728,079</b>
<b>Expenditures</b>			
<b>Current</b>			
General government	\$ 7,337	\$ 765,893	\$ 12,315,204
Public safety	-	5,969,910	18,983,433
Public works	-	180,942	2,010,146
Health & welfare	-	810,717	1,454,750
Economic development	-	1,535,743	1,793,900
Culture & recreation	-	1,493,929	4,349,430
Environmental services	-	69,589	69,589
<b>Capital Outlay</b>			
General government	-	2,507,921	2,715,091
Public safety	-	1,587,120	1,789,940
Public works	-	1,332,006	1,332,006
Health & welfare	-	-	22,439
Economic development	-	867,834	896,749
Culture & recreation	-	4,268,631	4,272,094
<b>Debt Service</b>			
Principal	-	997,231	27,242,231
Interest	-	151,527	2,451,712
Debt issuance costs	450,736	-	760,073
Fiscal charges	-	-	27,243
<b>Total Expenditures</b>	<b>\$ 458,073</b>	<b>\$ 22,538,993</b>	<b>\$ 82,486,030</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(453,546)</b>	<b>(5,046,422)</b>	<b>(24,757,951)</b>
<b>Other Financing Sources (Uses)</b>			
Bond proceeds	26,396,519	-	52,910,000
Bond premium received	-	-	862,862
Proceeds from capital lease financing	-	2,955,540	2,955,540
Proceeds from loan financing	-	500,000	500,000
Proceeds from sale of assets	-	61,687	156,181
Transfers in	606,000	6,601,264	10,593,201
Bond discount given	(421,993)	-	(421,993)
Transfers out	(4,640,546)	(731,655)	(10,383,201)
<b>Total Other Financing Sources (Uses)</b>	<b>21,939,980</b>	<b>9,386,836</b>	<b>57,172,590</b>
<b>Net Changes in Fund Balances</b>	<b>21,486,434</b>	<b>4,340,414</b>	<b>32,414,639</b>
<b>Fund Balances - Beginning of Year</b>	<b>2,921,396</b>	<b>11,929,105</b>	<b>40,355,903</b>
<b>Fund Balances - End of Year</b>	<b>\$ 24,407,830</b>	<b>\$ 16,269,519</b>	<b>\$ 72,770,542</b>

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

**COUNTY OF 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, 2010

**Net Change in Fund Balances of Governmental Funds** (reported on page 22) **\$ 32,414,639**

*Amounts reported for governmental activities in the government-wide statement of activities presented on page 19 are different because:*

Governmental funds report capital asset acquisition costs 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 asset acquisition costs (\$8,526,802) exceeded depreciation expense (\$6,245,381) in the current period. 2,281,421

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 current financial resources, are not reported as revenues in the governmental funds. 393,291

The issuance of long-term debt (e.g., bonds, loans and 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 full amount 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. (28,804,105)

In the statement of activities, only the gain on the sale of assets is reported. However, in the governmental funds, the full 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. -

Donated capital assets are recorded on the statement of activities but do not appear in the governmental funds because they are not financial resources. 4,440,973

Annual OPEB costs (\$1,021,244) are recorded in the Statement of Activities while only OPEB contributions (\$237,637) are recorded in the governmental funds. This amount is the net effect of differences in treatment of OPEB costs. (783,607)

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. (117,106)

**Change in Net Assets of Governmental Activities** (reported on page 17) **\$ 9,825,506**

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Statement of Net Assets**

Proprietary Funds

June 30, 2010

	Enterprise Funds		Total Proprietary Funds
	Environmental Services	Stormwater Drainage Utility	
<b>Assets</b>			
<b>Current Assets</b>			
Cash and investments	\$ 3,330,406	\$ 3,883,553	\$ 7,213,959
Receivables (net of allowances)			
Taxes	57,788	-	57,788
From customers	101,868	-	101,868
From other governments	6,659	30,144	36,803
Other	27,290	-	27,290
Pepaid items	27,153	1,880	29,033
	<u>3,551,164</u>	<u>3,915,577</u>	<u>7,466,741</u>
<b>Noncurrent Assets</b>			
Restricted assets			
Cash and investments	5,916,622	-	5,916,622
Capital assets			
Land	740,718	-	740,718
Improvements	9,986,880	1,647,895	11,634,775
Buildings	401,271	-	401,271
Mining rights	225,000	-	225,000
Software	-	70,623	70,623
Machinery and equipment	5,742,784	21,107	5,763,891
Automotive equipment	1,966,295	25,521	1,991,816
Construction-in-progress	-	139,671	139,671
Accumulated depreciation	(8,310,072)	(177,380)	(8,487,452)
	<u>16,669,498</u>	<u>1,727,437</u>	<u>18,396,935</u>
<b>Total Assets</b>	<b>20,220,662</b>	<b>5,643,014</b>	<b>25,863,676</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables			
Trade and other accounts	192,648	9,631	202,279
Accrued wages and benefits	42,956	8,039	50,995
Capital leases	626,890	-	626,890
Liability for compensated absences	77,748	6,247	83,995
Liability for landfill closure and postclosure costs	69,700	-	69,700
	<u>1,009,942</u>	<u>23,917</u>	<u>1,033,859</u>
<b>Noncurrent Liabilities</b>			
Net OPEB obligation	103,052	18,167	121,219
Capital leases	2,657,252	-	2,657,252
Liability for compensated absences	4,092	329	4,421
Liability for landfill closure and postclosure costs	5,846,922	-	5,846,922
	<u>8,611,318</u>	<u>18,496</u>	<u>8,629,814</u>
<b>Total Liabilities</b>	<b>9,621,260</b>	<b>42,413</b>	<b>9,663,673</b>
<b>Net Assets</b>			
Invested in capital assets, net of related debt	7,746,676	1,727,437	9,474,113
Unrestricted	2,852,726	3,873,164	6,725,890
<b>Total Net Assets</b>	<b>\$ 10,599,402</b>	<b>\$ 5,600,601</b>	<b>\$ 16,200,003</b>

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Statement of Revenues, Expenses and Changes in Net Assets**  
**Proprietary Funds**  
**For the Year Ended June 30, 2010**

	Enterprise Funds		Total Proprietary Funds
	Environmental Services	Stormwater Drainage Utility	
<b>Operating Revenues</b>			
Charges for sales and services			
Landfill tipping fees	\$ 1,090,822	\$ -	\$ 1,090,822
Household fees	1,441,714	-	1,441,714
Stormwater drainage fees and penalties	-	1,851,452	1,851,452
Sale of recyclables and compost	128,830	-	128,830
Nonresidential roll-out fees	14,652	-	14,652
Waste tire fees	23,617	-	23,617
Methane gas sales	17,860	-	17,860
Property taxes			
Current	2,189,950	-	2,189,950
Vehicles	111,498	-	111,498
Delinquent	47,489	-	47,489
Payments in lieu of tax	5,839	-	5,839
Homestead exemption	50,417	-	50,417
Motor carrier	5,989	-	5,989
Manufacturers reimbursement	35,484	-	35,484
Tax penalties	23,674	-	23,674
Other	29,786	-	29,786
Total Operating Revenue	<u>5,217,621</u>	<u>1,851,452</u>	<u>7,069,073</u>
<b>Operating Expenses</b>			
Personal services	1,641,061	321,586	1,962,647
Operations and maintenance			
Supplies and materials	875,780	30,396	906,176
Other charges and services	1,031,722	234,015	1,265,737
Depreciation	1,061,775	72,982	1,134,757
Landfill closure and postclosure	71,363	-	71,363
Total Operating Expenses	<u>4,681,701</u>	<u>658,979</u>	<u>5,340,680</u>
<b>Operating Income (Loss)</b>	535,920	1,192,473	1,728,393
<b>Nonoperating Revenues (Expenses)</b>			
Gain (loss) on disposal of assets	82,608	-	82,608
Investment earnings	109,893	36,606	146,499
Interest expense	(118,810)	-	(118,810)
Miscellaneous	11,062	21,450	32,512
Total Nonoperating Revenues (Expenses)	<u>84,753</u>	<u>58,056</u>	<u>142,809</u>
<b>Income (Loss) Before Capital Contributions and Transfers</b>	620,673	1,250,529	1,871,202
<b>Capital Contributions</b>			
Grants	883,181	-	883,181
Transfers out	(40,000)	(170,000)	(210,000)
<b>Changes in Net Assets</b>	<u>1,463,854</u>	<u>1,080,529</u>	<u>2,544,383</u>
Total Net Assets - Beginning of Year	9,135,548	4,520,072	13,655,620
<b>Total Net Assets - End of Year</b>	<u>\$ 10,599,402</u>	<u>\$ 5,600,601</u>	<u>\$ 16,200,003</u>

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Statement of Cash Flows**  
 Proprietary Funds  
 For the Year Ended June 30, 2010

	Enterprise Funds		Total Proprietary Funds
	Environmental Services	Stormwater Drainage Utility	
<b>Cash Flows of Operating Activities</b>			
Receipts from customers and users	\$ 2,728,403	\$ 1,874,522	\$ 4,602,925
Receipts from taxpayers	2,468,141	-	2,468,141
Other receipts	168,346	(8,694)	159,652
Payments to or on behalf of employees	(1,597,951)	(304,253)	(1,902,204)
Payments to suppliers for goods and services	(1,886,429)	(287,373)	(2,173,802)
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>1,880,510</u>	<u>1,274,202</u>	<u>3,154,712</u>
<b>Cash Flows of Noncapital Financing Activities</b>			
Transfers to governmental funds	(40,000)	(170,000)	(210,000)
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>(40,000)</u>	<u>(170,000)</u>	<u>(210,000)</u>
<b>Cash Flows of Capital and Related Financing Activities</b>			
Proceeds from sale of fixed assets	82,608	-	82,608
Proceeds from capital lease financing	697,840	-	697,840
Capital grant contributions	883,181	-	883,181
Principal paid on capital lease financing	(531,008)	-	(531,008)
Interest paid on capital lease financing	(118,810)	-	(118,810)
Purchase or construction of capital assets	(1,412,084)	(665,657)	(2,077,741)
Landfill postclosure costs paid	(27,535)	-	(27,535)
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<u>(425,808)</u>	<u>(665,657)</u>	<u>(1,091,465)</u>
<b>Cash Flows of Investing Activities</b>			
Earnings on deposits and investments	109,893	36,606	146,499
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>109,893</u>	<u>36,606</u>	<u>146,499</u>
Net Increase in Cash and Cash Equivalents	1,524,595	475,151	1,999,746
Cash and Cash Equivalents - Beginning of Year	7,722,433	3,408,402	11,130,835
<b>Cash and Cash Equivalents - End of Year</b>	<u>\$ 9,247,028</u>	<u>\$ 3,883,553</u>	<u>\$ 13,130,581</u>

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Statement of Cash Flows**  
 Proprietary Funds  
 For the Year Ended June 30, 2010

	Enterprise Funds		Total Proprietary Funds
	Environmental Services	Stormwater Drainage Utility	
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities</b>			
Operating income (loss)	\$ 535,920	\$ 1,192,473	\$ 1,728,393
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	1,061,775	72,982	1,134,757
Landfill closure and postclosure costs	71,363	-	71,363
Decreases (increases) in current assets			
Customer and other accounts receivable	138,406	(7,074)	131,332
Property taxes receivable	(2,199)	-	(2,199)
Prepaid items	(3,391)	(1,542)	(4,933)
Increases (decreases) in current liabilities			
Trade accounts payable (exclusive of capital items)	24,464	(21,420)	3,044
Accrued wages and benefits payable	(1,484)	1,936	452
Liability for compensated absences	(4,115)	4,889	774
Increases (decreases) in noncurrent liabilities			
Net OPEB obligation	48,926	10,251	59,177
Compensated absences	(217)	257	40
Miscellaneous receipts	11,062	21,450	32,512
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ 1,880,510</u>	<u>\$ 1,274,202</u>	<u>\$ 3,154,712</u>

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

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

---

**Statement of Fiduciary Net Assets**

Fiduciary Funds

June 30, 2010

	<u>Agency Funds</u>
<b>Assets</b>	
Cash and investments	\$ 6,649,798
<b>Total Assets</b>	<u><u>6,649,798</u></u>
<b>Liabilities</b>	
Due to other taxing entities	881,659
Due to Georgetown County Water & Sewer District	2,809
Due to estate and trust beneficiaries	1,735,176
Due to bidders and redeemers on tax sales	2,351,303
Due to plaintiffs	3,139
Due to payors of bonds and fines	1,207,826
Due to South Carolina Department of Revenue	71,242
Due to support recipients	37,702
Due to seized asset beneficiaries	165,489
Due to South Carolina Department of Highways	264
Due to others	193,189
<b>Total Liabilities</b>	<u><u>\$ 6,649,798</u></u>

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

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## Notes to Financial Statements

June 30, 2010

### Note I - 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.

#### **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.

#### **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.

#### **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 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.

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## Notes to Financial Statements

June 30, 2010

### Note 1 - Summary of Significant Accounting Policies (continued)

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.

*Local Accommodations and Hospitality Tax Fund:* The Local Accommodations and Hospitality Tax Fund is a special revenue fund used to account for the proceeds of these specific revenue sources collected for the purpose of providing tourism related facilities and services in Georgetown County.

*Debt Service Fund:* The Debt Service Fund accounts for revenues collected for the purpose of servicing the County's outstanding debt.

*Capital Improvement Plan Fund:* To account for funds, including bond proceeds, segregated and earmarked for the County's "Visions II" Capital Improvement Plan, along with the associated costs of project management and administration.

The County reports the following major proprietary funds:

*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 user fees and property taxes.

*Stormwater Drainage Utility Fund (Enterprise Fund):* The Stormwater Drainage Utility Fund is used to account for the operations of the County's stormwater drainage management program. This fund is funded by user fees and nonoperating grants.

Additionally, the County reports the following fund type:

*Agency Fund:* This fund type 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 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.

# **COUNTY OF GEORGETOWN, SOUTH CAROLINA**

## **Notes to Financial Statements**

June 30, 2010

### **Note 1 - Summary of Significant Accounting Policies (continued)**

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 user fees collected in association with the provision of waste collection and disposal services (Environmental Services Fund) and stormwater drainage management (Stormwater Drainage Utility Fund). Operating revenues of the Environmental Services Fund also include property taxes. 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.

#### **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.

#### **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.

#### **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.

#### **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.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

---

**Notes to Financial Statements**

June 30, 2010

**Note 1 - Summary of Significant Accounting Policies (continued)**

**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.

**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. Donated capital assets are recorded at estimated fair market value at the date of donation.

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 are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Improvements	7-20
Buildings	10-20
Infrastructure	20-35
Mining Rights	5-15
Software	3-5
Furniture & Fixtures	5-10
Machinery & Equipment	3-10
Automotive Equipment	3-10

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

**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.

**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.

**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.

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## Notes to Financial Statements

June 30, 2010

### Note 1 - Summary of Significant Accounting Policies (continued)

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.

#### **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:

- The recipient has the characteristics specified by the provider.
- Time requirements specified by the provider have been met.
- The provider offers resources on a reimbursement basis and allowable costs have been incurred under the applicable program.
- The provider's offer of resources is contingent upon a specified action of the recipient and that action has occurred.

#### **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.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**

June 30, 2010

**Note 2 - Deposits and Investments**

***Deposits***

The County generally pools cash of all funds into a limited number of accounts for operating purposes. At June 30, 2010, the carrying amount of the County's total cash deposits was \$91,924,906 with corresponding bank balances of \$92,234,403. Petty cash on hand totaled \$6,326.

Custodial credit risk 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 in excess of federal depository insurance to be collateralized with securities of the federal government, or its agencies, and held by the pledging financial institution's trust department in the County's name. There were no County deposits exposed to custodial credit risk at year-end.

***Investments***

The County's investment policies are limited by State statutes which authorize the County to invest in obligations of the United States and agencies thereof, obligations of the State of South Carolina or any of its political units, savings and loan associations to the extent secured by an agency of the federal government, and certificates of deposit and repurchase agreements when collateralized by securities of the type described above. Certain other limited investments are authorized by the statutes when made by financial institutions acting as trustee or agent with respect to debt issues of the County. The statutes provide that all authorized investments shall have maturities consistent with the time or times when the invested monies will be needed in cash. Statutes also allow the State Treasurer to assist local governments in investing funds. The County is under no contractual agreements that further restrict investment alternatives. The County's investment policy does not address custodial credit risk, credit risk, or concentration of credit risk as they may pertain to its investment portfolio.

At year-end, the County's only investment was a repurchase agreement in the amount of \$581,000 which was acquired on June 30, 2010, and had a maturity date of July 1, 2010. The fair value of this investment was \$581,000. There were no County investments exposed to any of the identified credit risks at year-end.

**Note 3 - Receivables**

Receivables at June 30, 2010, consist of the following:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Totals</u>
Taxes Receivable, Net			
Property Taxes Receivable	\$ 1,025,342	\$ 57,788	\$ 1,083,130
Local Accommodations & Hospitality Tax	<u>541,975</u>	<u>--</u>	<u>541,975</u>
	<u>1,567,317</u>	<u>57,788</u>	<u>1,625,105</u>
Court Fines Receivable, Net	656,560	--	656,560
Due from Customers, Net			
Landfill Fees Receivable	--	101,868	101,868
Due from Other Governments			
Grants	1,365,079	--	1,365,079
Local Government Fund	622,008	--	622,008
State Accommodations Tax	172,463	--	172,463
Energy Program Loan Proceeds	359,370	--	359,370
C-Funds	11,985	--	11,985
Sunday Alcohol Sales Permit Fees	36,184	--	36,184
Admissions Tax	33,815	--	33,815
E-911 System User Fees	43,508	--	43,508
Inventory Tax Replacement	23,586	--	23,586
Various Other	<u>93,102</u>	<u>36,803</u>	<u>129,905</u>
	<u>2,761,100</u>	<u>36,803</u>	<u>2,797,903</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**

June 30, 2010

**Note 3 – Receivables (continued)**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Totals</u>
Other Receivables, Net			
EMS Billings	726,126	--	726,126
Prisoner Housing	46,292	--	46,292
Reimbursement for SRO's	9,709	--	9,709
Insurance Claims	29,900	--	29,900
RMC	47,900	--	47,900
Master-in-Equity	50,000	--	50,000
Credit Due from First Vehicle Services	15,438	10,265	25,703
Various Other	<u>289,539</u>	<u>17,025</u>	<u>306,564</u>
	<u>1,214,904</u>	<u>27,290</u>	<u>1,242,194</u>
 Total Receivables	 <u>\$ 6,199,881</u>	 <u>\$ 223,749</u>	 <u>\$ 6,423,630</u>

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 \$1,025,342 and \$57,788 in the business type activities.

An allowance for uncollectible court fines of \$369,315 and an allowance for uncollectible EMS fees of \$3,140,853 have been recorded in the governmental activities.

An allowance for uncollectible landfill tipping fees has been recorded in the business-type activities in the amount of \$60,558.

**Note 4 - Restricted Assets**

The County has recorded restricted cash and investments totaling \$28,336,429 in the governmental funds for the following:

Murrells Inlet Revitalization - MI 2020	\$ 32,646
Impact Fees	255,382
Bond Debt Service Reserve Funds	4,813,429
Restricted Bond Proceeds	<u>23,234,972</u>
	<u>\$ 28,336,429</u>

The County has recorded cash as restricted in the amount of \$5,916,622 in the Environmental Services Fund, as these funds are restricted for landfill closure and post closure care costs.

**Note 5 - Interfund Receivables and Payables**

Individual fund interfund receivable and payable balances at June 30, 2010, are as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 8,648	\$ --
Debt Service Fund	--	27,000
Nonmajor Special Revenue Funds	--	8,648
Nonmajor Capital Projects Fund	<u>27,000</u>	<u>--</u>
	<u>\$ 35,648</u>	<u>\$ 35,648</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**  
June 30, 2010

**Note 6 - Capital Assets**

Capital asset activity for the year ended June 30, 2010, was as follows for governmental activities:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental Activities</b>				
Capital Assets, not being Depreciated:				
Land	\$ 16,544,148	\$ 5,822,655	\$ --	\$ 22,366,803
Construction in Progress	<u>7,802,391</u>	<u>3,015,484</u>	<u>(7,732,525)</u>	<u>3,085,350</u>
Total, not being Depreciated	<u>24,346,539</u>	<u>8,838,139</u>	<u>(7,732,525)</u>	<u>25,452,153</u>
Capital Assets, being Depreciated:				
Improvements	17,090,367	6,554,528	--	23,644,895
Buildings	50,187,579	950,910	--	51,138,489
Infrastructure	16,503,328	1,953,304	--	18,456,632
Software	80,700	--	--	80,700
Furniture & Fixtures	763,083	--	--	763,083
Machinery & Equipment	14,713,765	1,140,908	(203,385)	15,651,288
Automotive Equipment	<u>16,561,259</u>	<u>1,262,511</u>	<u>(413,150)</u>	<u>17,410,620</u>
Total, being Depreciated	<u>115,900,081</u>	<u>11,862,161</u>	<u>(616,535)</u>	<u>127,145,707</u>
Less Accumulated Depreciation for:				
Improvements	(8,668,409)	(1,221,384)	--	(9,889,793)
Buildings	(16,829,735)	(2,220,704)	--	(19,050,439)
Infrastructure	(3,439,680)	(504,767)	--	(3,944,447)
Software	(11,414)	(16,140)	--	(27,554)
Furniture & Fixtures	(268,644)	(49,444)	--	(318,088)
Machinery & Equipment	(10,868,257)	(1,101,914)	203,385	(11,766,786)
Automotive Equipment	<u>(12,234,714)</u>	<u>(1,131,028)</u>	<u>413,150</u>	<u>(12,952,592)</u>
Total Accumulated Depreciation	<u>(52,320,853)</u>	<u>(6,245,381)</u>	<u>616,535</u>	<u>(57,949,699)</u>
Total, being Depreciated, Net	63,579,228	5,616,780	--	69,196,008
Total Governmental Activities, Net	<u>\$ 87,925,767</u>	<u>\$ 14,454,919</u>	<u>\$ (7,732,525)</u>	<u>\$ 94,648,161</u>

Construction in progress in the amount of \$7,732,525 was reclassified upon completion to improvements in the amount of \$6,345,278, buildings in the amount of \$750,244, infrastructure in the amount of \$172,887, and machinery & equipment in the amount of \$464,116. Assets totaling \$534,319 that were fully depreciated were sold for \$110,242 resulting in a gain on disposal of capital assets of \$110,242. Other capital asset disposals totaled \$82,216 and capital assets donated totaled \$4,440,973. Capital outlay reported in the governmental funds statement of revenues, expenditures and changes in fund balances includes \$2,501,519 that did not meet criteria to be capitalized.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**

June 30, 2010

**Note 6 - Capital Assets (continued)**

Capital asset activity for the year ended June 30, 2010, was as follows for business-type activities:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Business-Type Activities</b>				
Capital Assets, not being Depreciated:				
Land	\$ 740,718	\$ --	\$ --	\$ 740,718
Construction in Progress	<u>464,657</u>	<u>1,523,837</u>	<u>(1,848,823)</u>	<u>139,671</u>
Total, not being Depreciated	<u>1,205,375</u>	<u>1,523,837</u>	<u>(1,848,823)</u>	<u>880,389</u>
Capital Assets, being Depreciated:				
Improvements	9,697,012	1,937,763	--	11,634,775
Buildings	401,271	--	--	401,271
Mining Rights	225,000	--	--	225,000
Software	70,623	--	--	70,623
Machinery & Equipment	5,757,210	315,249	(308,568)	5,763,891
Automotive Equipment	<u>1,937,632</u>	<u>149,715</u>	<u>(95,531)</u>	<u>1,991,816</u>
Total, being Depreciated	<u>18,088,748</u>	<u>2,402,727</u>	<u>(404,099)</u>	<u>20,087,376</u>
Less Accumulated Depreciation for:				
Improvements	(3,204,607)	(407,276)	--	(3,611,883)
Buildings	(127,622)	(20,320)	--	(147,942)
Mining Rights	(14,583)	(25,000)	--	(39,583)
Software	(2,354)	(14,125)	--	(16,479)
Machinery & Equipment	(3,093,422)	(532,135)	308,568	(3,316,989)
Automotive Equipment	<u>(1,314,206)</u>	<u>(135,901)</u>	<u>95,531</u>	<u>(1,354,576)</u>
Total Accumulated Depreciation	<u>(7,756,794)</u>	<u>(1,134,757)</u>	<u>404,099</u>	<u>(8,487,452)</u>
Total, being Depreciated, Net	10,331,954	1,267,970	--	11,599,924
Total Business-Type Activities, Net	<u>\$ 11,537,329</u>	<u>\$ 2,791,807</u>	<u>\$ (1,848,823)</u>	<u>\$ 12,480,313</u>

Construction in progress in the amount of \$1,848,823 was reclassified upon completion to improvements. Assets totaling \$404,099 that were fully depreciated were sold for \$82,608, resulting in a gain on disposal of assets of \$82,608.

Depreciation expense for the year ended June 30, 2010, was charged to the following functions:

<b>Governmental Activities:</b>	
General Government	\$ 2,098,455
Public Safety	1,720,411
Public Works	682,915
Health and Welfare	218,401
Economic Development	1,048,714
Cultural and Recreation	476,485
Total Depreciation Expense - Governmental Activities	<u>\$ 6,245,381</u>
<b>Business-Type Activities:</b>	
Environmental Services	\$ 1,061,775
Stormwater Management Services	72,982
Total Depreciation Expense - Business-Type Activities	<u>\$ 1,134,757</u>

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## Notes to Financial Statements

June 30, 2010

### Note 6 - Capital Assets (continued)

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

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Original Cost of Assets	\$ 7,280,230	\$ 4,397,151
Accumulated Depreciation	(2,790,004)	(1,595,314)
Net Book Value	<u>\$ 4,490,226</u>	<u>\$ 2,801,837</u>

### Note 7 - Long-Term Debt

Following is a summary of changes in long-term liabilities during the year ended June 30, 2010:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Governmental Activities</b>					
Bonds Payable:					
General Obligation Bonds	\$ 15,315,000	\$ --	\$ (1,085,000)	\$ 14,230,000	\$ 1,130,000
Installment Purchase Revenue Bonds	25,160,000	52,910,000	(25,160,000)	52,910,000	1,705,000
Plus: Unamortized Premium	32,227	862,862	(27,469)	867,620	(45,445)
Less: Unamortized Discount	--	(421,993)	12,308	(409,685)	21,100
Less: Deferred Refunding Costs	--	(326,181)	18,121	(308,060)	18,121
Net Bonds Payable	<u>40,507,227</u>	<u>53,024,688</u>	<u>(26,242,040)</u>	<u>67,289,875</u>	<u>2,828,776</u>
Loan (Energy Savings)	--	500,000	--	500,000	--
Capital Leases	4,113,658	2,955,540	(997,231)	6,071,967	1,200,929
Net OPEB Obligation	776,184	1,021,244	(237,637)	1,559,791	--
Compensated Absences	<u>1,352,724</u>	<u>1,365,793</u>	<u>(1,352,724)</u>	<u>1,365,793</u>	<u>1,297,503</u>
Totals	<u>\$ 46,749,793</u>	<u>\$ 58,867,265</u>	<u>\$ (28,829,632)</u>	<u>\$ 76,787,426</u>	<u>\$ 5,327,208</u>
<b>Business-Type Activities</b>					
Capital Leases	\$ 3,117,310	\$ 697,840	\$ (531,008)	\$ 3,284,142	\$ 626,890
Net OPEB Obligation	62,042	93,956	(34,779)	121,219	--
Compensated Absences	87,602	88,416	(87,602)	88,416	83,995
Landfill Closure/Postclosure	<u>5,872,794</u>	<u>71,363</u>	<u>(27,535)</u>	<u>5,916,622</u>	<u>69,700</u>
Totals	<u>\$ 9,139,748</u>	<u>\$ 951,575</u>	<u>\$ (680,924)</u>	<u>\$ 9,410,399</u>	<u>\$ 780,585</u>

### **General Obligation Bonds**

General obligation bonds are direct obligations and pledge the full faith and credit of the County. The County issues general obligation bonds to provide funds for the acquisition, construction and improvement of capital facilities. General obligations bonds are ordinarily repaid with property tax revenues.

Annual debt service requirements to maturity for general obligation bonds outstanding at June 30, 2010, are as follows:

#### General Obligation Bonds of 1997 (Issued 8/5/97)

<u>Fiscal Year</u>	<u>Interest Rate</u>	<u>Balance</u>	<u>Principal April 1</u>	<u>Interest October 1</u>	<u>Interest April 1</u>	<u>Total Annual Payments</u>
2011	4.90%	\$ 675,000	\$ 330,000	\$ 16,537	\$ 16,537	\$ 363,074
2012	4.90%	345,000	345,000	8,452	8,452	361,904
Totals			<u>\$ 675,000</u>	<u>\$ 24,989</u>	<u>\$ 24,989</u>	<u>\$ 724,978</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**

June 30, 2010

**Note 7 - Long-Term Debt (continued)**

General Obligation Bonds of 2003A (Issued 9/1/03)

Fiscal Year	Interest Rate	Balance	Principal March 1	Interest September 1	Interest March 1	Total Annual Payments
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	4.00%	11,920,000	865,000	267,947	267,947	1,400,894
2014	4.00%	11,055,000	900,000	250,647	250,647	1,401,294
2015	4.00%	10,155,000	940,000	232,647	232,647	1,405,294
2016-2020	4.25%-5.00%	9,215,000	5,345,000	849,228	849,228	7,043,456
2021-2023	5.00%	3,870,000	3,870,000	196,750	196,750	4,263,500
Totals			<u>\$ 13,555,000</u>	<u>\$ 2,382,513</u>	<u>\$ 2,382,513</u>	<u>\$ 18,320,026</u>

***Installment Purchase Revenue Bonds***

SCAGO Public Facilities Corporation for Georgetown County (the Corporation) issued Installment Purchase Revenue Bonds during fiscal year 2008 in the amount of \$26,000,000. The outstanding principal amount of \$23,725,000 on December 1, 2009, was refunded with the issuance of 2009A Installment Purchase Revenue Bonds.

The SCAGO Public Facilities Corporation for Georgetown County (the Corporation) Installment Purchase Revenue Bonds Refunding Issue 2009A, described above, was issued on December 1, 2009, in the face amount of \$23,725,000. In addition, the SCAGO Public Facilities Corporation for Georgetown County issued Installment Purchase Revenue Bonds Issue 2009B on the same date in the amount of \$29,185,000.

Both of the Installment Purchase Revenue Bond issues are subject to a County Facilities Purchase and Use Agreement, which details proportionate interests of the owners in certain rental payments to be made by the County under the terms of a Base Lease Agreement between the County and the Corporation. The County purchases incremental "shares" of the Capital Projects from the Corporation pursuant to the Purchase and Use Agreement, which obligates the County to make semiannual installment payments of the purchase price to the Corporation in amounts calculated to be sufficient to enable the Corporation to pay the principal and interest on the outstanding bonds; amounts budgeted as reserves for the repair and replacement of the facilities, and program administration fees.

The County's obligations under the Purchase and Use Agreement are from year to year only and do not constitute a mandatory payment obligation of the County in any fiscal year in which funds are not appropriated by County Council to pay the installment payments due in such fiscal year; however, the County would forfeit possession of the facilities for the remainder of the lease term.

Both the 2009A and 2009B bonds were issued to fund various capital projects and are secured with liens on the new County judicial center, the existing "old" County courthouse and administration facility, the County Detention facility, and the County library facility in Andrews. The 2009A bonds require semi-annual interest payments on June 1 and December 1 each year, along with an annual principal payment on December 1 each year. Final maturity on the bonds is on December 1, 2029. The 2009B bonds also require semi-annual interest payments on June 1 and December 1 each year, along with an annual principal payment on December 1 each year. The 2009B Issue is a taxable "Build America Bond" issue and as such is eligible for 35% interest credits from the U.S. Treasury. Interest rates and amounts reflected in the schedule below are net of the credits allowed. Final maturity on the bonds is on December 1, 2029.

The SCAGO Public Facilities Corporation for Georgetown County installment purchase revenue bonds are not a debt of the County, however, as the Corporation is blended with the operations of the County, the debt of the Corporation is included with the County's other obligations as required by generally accepted accounting principles.

Annual debt service requirements to maturity for installment purchase revenue bonds outstanding at June 30, 2010, are as follows:

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**  
June 30, 2010

**Note 7 - Long-Term Debt (continued)**

Installment Purchase Revenue Bonds Series 2009A Refunding (Issued 12/1/09)

Fiscal Year	Interest Rate	Balance	Principal December 1	Interest December 1	Interest June 1	Total Annual Payments
2011	3.00%	\$ 23,725,000	\$ 1,705,000	\$ 500,722	\$ 475,147	\$ 2,680,869
2012	5.00%	22,020,000	1,775,000	475,147	430,772	2,680,919
2013	5.00%	20,245,000	1,865,000	430,772	384,147	2,679,919
2014	2.25%	18,380,000	1,930,000	384,147	362,434	2,676,581
2015	5.125%	16,450,000	2,005,000	362,434	311,056	2,678,490
2016-2020	3.125%-5.00%	14,445,000	11,295,000	1,167,081	933,050	13,395,131
2021-2025	5.00%-4.25%	3,150,000	3,050,000	96,800	22,275	3,169,075
2026-2030	4.25%-5.00%	100,000	100,000	12,500	10,000	122,500
Totals			<u>\$ 23,725,000</u>	<u>\$ 3,429,603</u>	<u>\$ 2,928,881</u>	<u>\$ 30,083,484</u>

Installment Purchase Revenue Bonds Series 2009B (Issued 12/1/09)

Fiscal Year	Interest Rate	Balance	Principal December 1	Net Interest December 1	Net Interest June 1	Total Annual Payments
2011	4.31%	\$ 29,185,000	\$ --	\$ 635,682	\$ 635,682	\$ 1,271,364
2012	4.31%	29,185,000	--	635,682	635,682	1,271,364
2013	4.31%	29,185,000	--	635,682	635,682	1,271,364
2014	4.31%	29,185,000	--	635,682	635,682	1,271,364
2015	4.31%	29,185,000	--	635,682	635,682	1,271,364
2016-2020	4.31%	29,185,000	--	3,178,410	3,178,410	6,356,820
2021-2025	4.31%	29,185,000	11,235,000	2,846,181	2,604,278	16,685,459
2026-2030	4.39%	17,950,000	<u>17,950,000</u>	<u>1,215,886</u>	<u>822,108</u>	<u>19,987,994</u>
Totals			<u>\$ 29,185,000</u>	<u>\$ 10,418,887</u>	<u>\$ 9,783,206</u>	<u>\$ 49,387,093</u>

**Loan Obligation**

In conjunction with an energy savings project, the County entered into a \$500,000 loan agreement on November 1, 2009, with the South Carolina Energy Office, Division of Insurance and Grant Services, State Budget and Control Board. The principal balance of the loan accrues interest at the rate of 3.0% per annum beginning on November 1, 2010, the date that the "construction phase" was deemed to conclude. No interest accrues on funds drawn during the construction phase.

Annual debt service requirements to maturity for the loan balance outstanding at June 30, 2010, are as follows:

South Carolina Energy Office Loan (Issued 11/01/2009)

Fiscal Year	Interest Rate	Balance	Principal November 1	Interest November 1	Total Annual Payments
2011		\$ 500,000	\$ --	\$ --	\$ --
2012	3.00%	500,000	43,615	15,000	58,615
2013	3.00%	456,385	44,924	13,691	58,615
2014	3.00%	411,461	46,271	12,344	58,615
2015	3.00%	365,190	47,660	10,955	58,615
2016-2020	3.00%	317,530	260,621	32,454	293,075
2021	3.00%	56,909	<u>56,909</u>	<u>1,706</u>	<u>58,615</u>
Totals			<u>\$ 500,000</u>	<u>\$ 86,150</u>	<u>\$ 586,150</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**  
June 30, 2010

**Note 7 - Long-Term Debt (continued)**

**Capital Leases**

The County's governmental activities have eighteen (18) lease purchase agreements and its business-type activities have twelve (12) 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, 2010, are as follows:

	Governmental Activities	Business-Type Activities	Total
FY2011	\$ 1,422,824	\$ 747,029	\$ 2,169,853
FY2012	1,353,815	708,045	2,061,860
FY2013	1,219,021	605,708	1,824,729
FY2014	826,827	555,469	1,382,296
FY2015	561,879	335,600	897,479
FY2016-FY2020	<u>1,558,138</u>	<u>750,666</u>	<u>2,308,804</u>
Total Minimum Lease Payments	6,942,504	3,702,517	10,645,021
Less: Amount Representing Interest	<u>(870,537)</u>	<u>(418,375)</u>	<u>(1,288,912)</u>
Totals	<u>\$ 6,071,967</u>	<u>\$ 3,284,142</u>	<u>\$ 9,356,109</u>

The annual requirements to amortize all debt outstanding, including capital leases, as of June 30, 2010, are as follows:

Fiscal Year	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2011	\$ 4,035,929	\$ 3,103,496	\$ 7,139,425	\$ 626,890	\$ 120,139	\$ 747,029
2012	4,174,109	2,956,802	7,130,911	611,540	96,505	708,045
2013	3,857,800	2,772,013	6,629,813	532,300	73,408	605,708
2014	3,603,195	2,631,486	6,234,681	502,323	53,146	555,469
2015	3,481,487	2,494,155	5,975,642	301,421	34,179	335,600
2016-2020	18,297,538	10,349,082	28,646,620	709,668	40,998	750,666
2021-2025	18,211,909	5,964,740	24,176,649	--	--	--
2026-2028	<u>18,050,000</u>	<u>2,060,494</u>	<u>20,110,494</u>	--	--	--
Totals	<u>\$ 73,711,967</u>	<u>\$ 32,332,268</u>	<u>\$ 106,044,235</u>	<u>\$ 3,284,142</u>	<u>\$ 418,375</u>	<u>\$ 3,702,517</u>

The legal debt limit imposed by South Carolina statutes for issuance of general obligation debt without referendum is equal to eight per cent (8%) of the total assessed value of all taxable property in the County less currently outstanding general obligation debt that was issued without referendum. Based on the 2009 tax year assessed valuation of \$573,117,000, and outstanding general obligation bond debt at June 30, 2010, of \$14,230,000, the legal debt limit is approximately \$31,619,000.

**Note 8 - Contingencies**

As of June 30, 2010, 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.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**  
June 30, 2010

**Note 9 - Interfund Transfer Reconciliation**

Operating transfers between the County's various funds are generally made to fund Council approved projects. Below is a summary of those interfund transfers:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 1,410,937	\$ 1,711,000
Law Enforcement Fund	1,975,000	788,000
Local Accommodations & Hospitality Tax Fund	--	2,512,000
Capital Improvement Plan Fund	606,000	4,640,546
Nonmajor Special Revenue Funds	240,518	710,880
Nonmajor Capital Projects Funds	6,360,746	20,775
Environmental Services Fund	--	40,000
Stormwater Management Fund	--	170,000
Totals	<u>\$ 10,593,201</u>	<u>\$ 10,593,201</u>

**Note 10 - Economic Dependency**

Georgetown County collects property taxes from five taxpayers which represents 4.36% of total assessed valuation.

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Value</u>
International Paper Company	Paper Products	\$ 15,414,794
Santee Electric Coop Inc.	Electric Utility	3,412,610
Verizon South Inc.	Telecommunications	2,762,520
ArcelorMittal Georgetown Inc.	Steel Wire	1,894,880
Myrtle Beach National Golf, Inc.	Golf / Real Estate	1,517,220

**Note 11 - Retirement Plans**

**Plan Description**

County employees participate in either the South Carolina Police Officers Retirement System (PORS) or the South Carolina Retirement System (SCRS), depending on their particular duties. Both plans are administered by the South Carolina Retirement Systems and are classified as cost-sharing multiple-employer public employee retirement systems (PERS). Each plan provides retirement, disability and death benefits to plan members and beneficiaries. Benefit provisions are established under authority of Title 9 of the South Carolina Code of Laws. The South Carolina Retirement Systems issue a Comprehensive Annual Financial Report which discloses detailed information regarding benefit provisions and actuarial information. That report is available to the public and may be obtained by writing to South Carolina Retirement Systems, Post Office Box 11960, Capitol Station, Columbia, South Carolina 29211-1960.

**Funding Policy**

Members of the PORS and SCRS are required to contribute 6.50 of their covered wages. The County is required to contribute at actuarially determined rates, currently 10.65% of PORS member wages and 9.24% of SCRS member wages. The contribution requirements of plan members and the County are established by the South Carolina Retirement Systems under authority of Title 9 of the South Carolina Code of Laws. The County's required contributions for retirement benefits to the PORS for the plan years ending June 30, 2010, 2009 and 2008 totaled \$998,276, \$981,969 and \$892,222, respectively. The County's required contributions for retirement benefits to the SCRS for the plan years ending June 30, 2010, 2009 and 2008 were \$971,999, \$1,011,958 and \$973,465, respectively. Actual contributions were equal to the required contributions for each year.

The County also contributes 0.20% and 0.15% of covered payroll for group life insurance benefits for PORS and SCRS members, respectively. In addition, the County contributes 0.20% for accidental death benefits for PORS members.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**  
June 30, 2010

**Note 12 - Post Employment Health Care Benefits**

***Plan Description***

The County's defined benefit single-employer post-employment healthcare plan (the Plan) provides medical benefits to eligible retirees and their eligible dependents. Employees become eligible when the employee qualifies for retirement benefits under the South Carolina Retirement System and has at least 5 years of service with the County. Information regarding South Carolina Retirement System eligibility may be obtained from the Comprehensive Annual Financial Report of the Retirement System (see Note 11). The Plan is approved by policy of County Council; the contribution requirements of the County and plan members are established and amended by Council. These contributions are neither guaranteed nor mandatory. Council has the right to unilaterally modify its payments toward retiree health care benefits. As of July 1, 2008, the actuarial measurement date for the fiscal year 2009 and 2010 plan years, there were 613 covered participants, including 525 active employees, 67 retirees, and 21 spouses of retirees.

Stand alone financial reports are not prepared for the Plan.

***Funding Policy***

The County's Plan offers medical and dental benefits to retirees and their spouses. Benefits are provided according to the schedule below.

Group 1 includes present active employees who were hired before July 1, 2005, and current retirees.

Group 2 includes present active employees who were hired on or after July 1, 2005.

Retirees can continue coverage for life. Covered spouses and beneficiaries can continue coverage for life after the death of the retiree.

Total monthly premiums for the 2010 calendar are as follows:

	<u>Medical</u>	<u>Dental</u>
Retiree	\$ 354.36	\$ 11.71
Retiree/Spouse	752.20	19.35
Retiree/Child	511.60	25.43
Family	897.14	33.05

"Standard" scheduled monthly employer share of premiums for 2010:

	<u>Medical</u>	<u>Dental</u>
Retiree	\$ 260.90	\$ 11.71
Retiree/Spouse	514.70	11.71
Retiree/Child	369.40	11.71
Family	602.56	11.71

For Group 1, the County pays monthly contributions according to the table above if the retiree had 25 years of service with the County upon retirement. If the retiree had 10 years of service, but less than 25 years upon retirement, the County contributes only the retiree portion listed in the table above. If the retiree had less than 10 years service upon retirement, the retiree is responsible for the entire premium.

For Group 2, the County pays monthly contributions according to the table above if the retiree had 25 years of service with the County upon retirement. If the retiree had less than 25 years upon retirement, the retiree is responsible for the entire premium. In addition, the County's contribution ends when the retiree becomes eligible for Medicare.

The County participates in the South Carolina health insurance plans and the "standard" employer and employee premium breakdown is consistent with that adopted by the State for State employees.

***Annual OPEB Cost and Net OPEB Obligation***

The County's annual other post-employment benefits (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The current ARC rate is based on a level percent of payroll increasing annually at 3.0%.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**  
June 30, 2010

**Note 12 - Post Employment Health Care Benefits (continued)**

The components of the annual OPEB cost, the amount actually contributed to the plan, and changes in the net OPEB obligation during the fiscal year ended June 30, 2010, were as follows:

Normal Cost	\$ 388,120
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	<u>727,080</u>
Total Annual Required Contribution (OPEB Cost)	1,115,200
Contributions Made	<u>(272,416)</u>
Increase in Net OPEB Obligation	842,784
Net OPEB Obligation – Beginning	<u>838,226</u>
Net OPEB Obligation – Ending	<u>\$ 1,681,010</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the fiscal years ended June 30, 2010, and June 30, 2009, were as follows:

	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
Fiscal Year Ended June 30, 2010	\$ 1,115,200	24.4%	\$ 1,681,010
Fiscal Year Ended June 30, 2009	\$ 1,082,700	22.6%	\$ 838,226

**Funded Status and Funding Progress**

As of July 1, 2008, the most recent actuarial valuation date, the plan was 0.0% funded. The actuarial accrued liability for benefits (AAL) was \$11,337,811 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$11,337,811. The covered payroll (annual payroll of active employees covered by the Plan) was \$17,983,000, and the ratio of the UAAL to the covered payroll was 63.0%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of valuation and the historical pattern of sharing of benefit costs between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

For the July 1, 2008, actuarial valuation, the County used the Entry Age Normal Cost Method. The actuarial assumptions included a 7.5% annual investment rate of return (net of administrative and investment related expenses) and an initial healthcare cost trend rate of 10.5%. The trend rate will decrease in 0.5% steps until it reaches 5.0% and will then remain level. The asset valuation method used is market value. The Plan's UAAL is being amortized as a level percentage of projected payroll costs. The remaining amortization period at June 30, 2010, is twenty-eight years.

Actuarial calculations, in particular those regarding the assumed annual investment rate of return, were based on the understanding that the County would fully fund into an Irrevocable Trust the Annual Required Contributions beginning with its fiscal year 2011.

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## Notes to Financial Statements

June 30, 2010

### Note 13 - Commitments

The County had the following governmental activity projects with significant remaining construction and contractual commitments at June 30, 2010:

During the year ended June 30, 2010, expansion and remodeling construction began on the Andrews Library. This project is expected to cost approximately \$1,600,000 and is funded with grants in the amount of \$550,000 and bond funding that has already been issued in conjunction with the County's Capital Improvement Plan. Costs incurred to date total approximately \$605,000. The project is expected to be complete early in calendar year 2011.

Remodeling work is also in progress on the "Old" County Courthouse. This project, which will allow consolidation of personnel from various stand alone facilities to this one location, is budgeted at \$1,800,000. Construction is being performed substantially by County staff. Funding for the project is from previously issued bonds. Costs incurred to date are approximately \$325,000. The project is expected to be complete in calendar year 2011.

As a part of the County's Capital Improvement Plan, improvements continue at five County regional parks. Total anticipated cost for the project, which is being funded with bond proceeds, is \$1,200,000 and approximately \$990,000 had been incurred as of June 30, 2010.

Various airport improvement and expansion projects were under construction with total estimated costs of approximately \$1,282,000, of which approximately \$627,000 had been incurred as of year-end. These projects are substantially funded with Federal and State grants.

### Note 14 – Landfill Closure & Postclosure Care Costs

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.

The County operates a municipal solid waste landfill and a construction and demolition waste landfill. It also is responsible for a closed municipal solid waste landfill and a closed industrial waste landfill. Federal and State laws and regulations require that the County place a final cover on its landfills when closed and perform certain maintenance and monitoring functions at closed landfill sites for thirty years after closure. In addition to operating expenses related to current activities of the landfills, an expense provision and related liability are recognized based on 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 liability for landfill closure and post closure care costs is based on the percentage of landfill capacity used to date applied to the estimated future costs to close the landfills and to maintain and monitor the landfills subsequent to their closure.

Changes in the County's estimated liability for closure and postclosure care costs during the year ended June 30, 2010, were as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Active MSW Landfill	\$ 3,578,334	\$ 27,995	\$ --	\$ 3,606,329
Active C&D Landfill	948,740	43,368	--	992,108
Closed MSW Landfill	1,186,020	--	(27,535)	1,158,485
Closed Maryville "Industrial" Landfill	<u>159,700</u>	<u>--</u>	<u>--</u>	<u>159,700</u>
Totals	<u>\$ 5,872,794</u>	<u>\$ 71,363</u>	<u>\$ (27,535)</u>	<u>\$ 5,916,622</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**  
June 30, 2010

**Note 14 – Landfill Closure & Postclosure Care Costs (continued)**

A summary of estimated remaining closure and postclosure care costs to be recognized for the County's current landfills follows:

	<u>Total Estimated Costs</u>	<u>Costs Recognized through 6/30/2010</u>	<u>Remaining Costs to be Recognized</u>	<u>Estimated Remaining Life</u>
Active MSW Landfill (Capacity Used to Date: 32.68%)	\$ 11,033,907	\$ 3,606,329	\$ 7,427,578	17 Years
Active C&D Landfill (Capacity Used to Date: 81.61%)	1,215,680	992,108	223,572	3 Years
Closed MSW Landfill (net)	1,186,020	1,186,020	--	None
Closed Maryville "Industrial" Landfill (net)	159,700	159,700	--	None
Totals	<u>\$ 13,595,307</u>	<u>\$ 5,944,157</u>	<u>\$ 7,651,150</u>	

The total estimated closure and postclosure care costs of \$13,595,307 is based on the amount that would be paid if all equipment, facilities, and services required to close, maintain and monitor the active landfills were paid out as of June 30, 2010. However, the estimated future costs of landfill closure and postclosure care, as determined by consulting engineers, are subject to changes such as the effects of inflation, revisions in laws and regulations, changes in technology, actual sequence of landfill development and closure, and other variables. It is anticipated that future inflation costs will be financed in part from earnings on investments. Other unanticipated costs may need to be covered by modifying charges to future landfill users, taxpayers, or both.

The County is required by federal and state laws to provide financial assurance that funds will be available when needed for closure and postclosure care costs through compliance with one of several approved alternative methods. The method utilized by the County is the local government financial test. At June 30, 2010, the County is in compliance with federal and state financial assurance requirements. Funds have been accumulated in the amount of \$5,916,622 to cover future costs of landfill closure and postclosure care. This amount, which is equal to the portion of costs recognized to date, is reported in the financial statements as restricted cash and investments.

**Note 15 - Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. In order to protect against these risks of loss, the County 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 risks. The County has not had a significant reduction in insurance coverage in the last year and has not had any material settled claims in excess of coverage in the last three years.

Workers compensation losses are insured through the South Carolina Workers Compensation Trust (SCMIT), a self-sustaining public entity risk pool. The pool pays workers compensation losses and provides medical case management services for injured employees through a third party administrator.

The County is self insured for unemployment benefits. Claims are administered by the South Carolina Employment Security Commission and then reimbursed by the County. No liability has been accrued at year-end for potential claims, as they are expected to be minimal.

**Note 16 - Fund Balance Reservations and Designations**

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

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.

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## Notes to Financial Statements

June 30, 2010

### **Note 16 - Fund Balance Reservations and Designations (continued)**

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 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 Investment Property - An account used to segregate a portion of fund balance to indicate property held for resale in the Special Economic Development Agreement Special Revenue Fund does not represent available, spendable resources even though it is reported as an asset.

Reserve for Bond Debt Service - An account used to segregate a portion of fund balance to indicate that amount does not represent available, spendable resources as a result of legal restrictions on impact fees and on funds required to be maintained as a "reserve fund" to ensure payment of debt service on bond issues.

Reserve for Marshwalk Maintenance - An account used to report funds in the Murrells Inlet Revitalization Special Revenue Fund that are contractually restricted for maintenance of the Murrells Inlet marshwalk and therefore do not represent available spendable resources.

Net assets have been restricted as a result of enabling legislation in the government-wide statements in conjunction with the following:

Victims Services	\$ 24,779
Clerk of Court Unit Cost/Incentive	20,990
State Accommodations Tax	708,141
Sheriff Special Narcotics	1,156
Road Improvement	4,705,958
Admissions Tax	395,956
Local Accommodations & Hospitality Tax	6,142,326
Murrells Inlet Revitalization	242,316
"Sunday Sales" Permits	369,133
Emergency Telephone Fund	105,562

### **Note 17 - Reconciliation of Government-wide and Fund Financial Statements**

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

The governmental funds 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 governmental funds." The details of this \$94,648,161 are as follows:

Capital Assets	\$ 142,597,860
Accumulated Depreciation	<u>(57,949,699)</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 94,648,161</u>

Another element of that reconciliation is the "other long-term assets, such as property taxes receivable, court fines receivable, and ambulance fees receivable are not available to pay for current period expenditures and, therefore, are deferred or not recognized in the governmental funds." The details of this \$2,409,769 are as follows:

Property Taxes deferred in Governmental Fund Statement	\$ 810,492
Ambulance Fees deferred in Governmental Fund Statement	374,323
Court Fines deferred in Governmental Fund Statement	<u>598,975</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 1,783,790</u>

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## Notes to Financial Statements

June 30, 2010

### Note 17 - Reconciliation of Government-wide and Fund Financial Statements (continued)

Another element of that reconciliation explains that "long-term liabilities, including bonds payable (net of premiums, discounts and deferred refunding costs), capital leases, Net OPEB obligation, compensated absences and accrued interest, are not due and payable in the current period or are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the governmental funds." The details of the (\$77,171,482) are as follows:

G.O. Bonds Payable	\$ (14,230,000)
Installment Purchase Revenue Bonds Payable	(52,910,000)
Less: Deferred Refunding Costs (to be amortized over life of refunded debt)	308,060
Plus: Issuance Premium (to be amortized as interest expense)	(867,620)
Less: Issuance Discount (to be amortized as interest expense)	409,685
Accrued Interest Payable	(384,056)
Loan Payable	(500,000)
Capital Leases Payable	(6,071,967)
Net OPEB Obligation	(1,559,791)
Compensated Absences	<u>(1,365,793)</u>
Net adjustment to decrease fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ (77,171,482)</u>

### **Explanation of certain differences between the governmental funds statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities:**

The governmental funds 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 asset acquisition costs 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 \$26,375,347 difference are as follows:

Capital Assets Acquisition Costs	\$ 8,526,802
Depreciation Expense	<u>(6,245,381)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 2,281,421</u>

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 current financial resources, are not reported as revenues in the governmental funds." The details of this \$506,041 difference are as follows:

Property Taxes	\$ 136,040
Ambulance Fees	122,131
Police Fines	<u>135,120</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 393,291</u>

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, loans and 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 full amount 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 \$(28,804,105) are as follows:

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Financial Statements**  
June 30, 2010

**Note 17 - Reconciliation of Government-wide and Fund Financial Statements (continued)**

Debt issued or incurred:	
Issuance of Installment Purchase Revenue Bonds	\$ (52,910,000)
Issuance Costs on Bonds	760,073
Issuance Premium on Bonds	(862,862)
Issuance Discount on Bonds	421,993
Issuance of Loan	(500,000)
Issuance of Lease Purchase	(2,955,540)
Principal repayments:	
General Obligation Debt	1,085,000
Installment Purchase Revenue Debt	25,160,000
Capital Lease	<u>997,231</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (28,804,105)</u>

Another element of that reconciliation states that "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." The details of this (\$117,106) difference are as follows:

Compensated absences	\$ (13,070)
Accrued interest	(66,500)
Amortization of issuance costs	(34,576)
Amortization of deferred bond refunding costs	(18,121)
Amortization of bond premium	27,469
Amortization of bond discount	<u>(12,308)</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (117,106)</u>

**Note 18 – Restatement of Prior Year Net Assets**

Beginning Net Assets of the governmental activities, presented on page 17 in the Statement of Activities, has been restated to correct a prior error in recognizing property tax revenue on advance tax installment payments received prior to the year of the tax levy. Those receipts should have been deferred. Following is a summary of the restatement:

Governmental Activities:	
Net Assets – June 30, 2009, as originally reported	\$ 83,573,963
Less: Amount to be deferred	<u>(513,229)</u>
Net Assets – June 30, 2009, as restated	<u>\$ 83,060,734</u>

**Note 19 – Recently Issued Accounting Pronouncements**

The Governmental Accounting Standards Board has issued Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" which will become effective starting with the County's fiscal year ending June 30, 2011, financial statement reporting. This statement redefines the components of fund balance and establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported in the governmental funds. The effect that implementation of Statement No. 54 will have on future financial statements has not yet been determined.

**This page is intentionally left blank.**

## **Required Supplementary Information**

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

---

**Schedule of Funding Progress  
Post-Employment Healthcare Plan  
Year Ended June 30, 2010**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a percentage of Covered Payroll</u>
July 1, 2008	\$ -	\$ 11,337,811	\$ 11,337,811	0.00%	\$ 17,983,000	63.05%

Fiscal year 2009 was the year of implementation of GASB Statement No. 45, "Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions," and the County elected to implement the requirements of this statement prospectively; therefore, prior year comparative data is not available. Additional trend information will be presented as new actuarial valuations are performed in future years.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property taxes				
Current property taxes	\$ 10,805,000	\$ 10,805,000	\$ 10,775,713	\$ (29,287)
Vehicle taxes	640,000	640,000	556,368	(83,632)
Delinquent property taxes	105,000	105,000	248,975	143,975
Payments in lieu of taxes	24,200	24,200	27,764	3,564
Homestead reimbursement	245,000	245,000	260,757	15,757
Inventory replacement	86,000	86,000	85,461	(539)
Motor carrier	29,800	29,800	29,037	(763)
Manufacturer reimbursements	163,000	163,000	170,569	7,569
Tax penalties	90,000	90,000	121,764	31,764
	<u>12,188,000</u>	<u>12,188,000</u>	<u>12,276,408</u>	<u>88,408</u>
Fees, licenses and permits				
Building permits	400,000	400,000	439,973	39,973
Vendor permits	1,000	1,000	2,500	1,500
Temporary zoning fees	200	200	1,200	1,000
Contractor registrations	120,000	120,000	116,656	(3,344)
Street sign fees	12,000	12,000	11,888	(112)
Hazardous chemicals filing fees	2,500	2,500	2,533	33
Mobile home title retirement fees	1,000	1,000	1,300	300
Mobile home license fees	1,200	1,200	1,885	685
Recording fees	180,000	180,000	177,675	(2,325)
Ambulance fees	1,800,000	1,800,000	1,800,450	450
Health department fees	24,000	24,000	27,566	3,566
Planning and zoning fees	50,000	50,000	36,135	(13,865)
Court fees	280,000	280,000	270,816	(9,184)
Documentary stamps	300,000	300,000	354,952	54,952
Bond escheatments	5,000	5,000	788	(4,212)
Delinquent tax fees	280,000	280,000	370,536	90,536
Community alert network fees	6,800	6,800	8,225	1,425
Civil fees	90,000	90,000	95,446	5,446
Coroner fees	300	300	-	(300)
Magistrate costs	30,000	30,000	23,953	(6,047)
Estate fees	150,000	150,000	109,679	(40,321)
Probate court fees	12,000	12,000	14,170	2,170
Marriage license fees	13,000	13,000	13,220	220
Bad check fees	15,000	15,000	15,211	211
Criminal domestic violence fees	15,000	15,000	25,000	10,000
Photocopy fees	40,000	40,000	36,275	(3,725)
Certifications	7,000	7,000	7,532	532
Probate court publications	11,000	11,000	10,205	(795)
Master in Equity fees	80,000	80,000	285,000	205,000
Encroachment permit fees	2,000	2,000	700	(1,300)
Pawleys Island board of appeals fees	1,000	1,000	(304)	(1,304)
Pawleys Island building & zoning fees	20,000	20,000	8,033	(11,967)

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues (continued)</b>				
Fees, licenses and permits (continued)				
Andrews permit fees	-	-	1,385	1,385
P&R facility rental fees	7,000	7,000	9,716	2,716
P&R program fees	54,000	54,000	41,975	(12,025)
P&R baseball league fees	5,100	5,100	4,731	(369)
Late fees	700	700	4,725	4,025
Airport fuel sales	15,000	15,000	11,599	(3,401)
EMS franchise fees	100	100	-	(100)
Cable franchise fees	310,000	310,000	331,095	21,095
Utility franchise fees	754,000	754,000	750,259	(3,741)
Multi-county park fees	2,000	2,000	2,160	160
GIS map sales	4,000	4,000	4,888	888
Pawleys Island magistrate fees	4,800	4,800	5,100	300
Andrews magistrate fees	20,400	20,400	20,400	-
	<u>5,127,100</u>	<u>5,127,100</u>	<u>5,457,231</u>	<u>330,131</u>
Fines and forfeitures				
Magistrate fines	90,000	90,000	116,611	26,611
Library fines	25,000	25,000	24,892	(108)
	<u>115,000</u>	<u>115,000</u>	<u>141,503</u>	<u>26,503</u>
Use of money and property				
Investment earnings	150,000	150,000	143,109	(6,891)
Property rent	53,000	53,000	58,439	5,439
Airport misc sales and rent	24,000	24,000	23,328	(672)
Corporate hangar rent	20,000	20,000	22,168	2,168
Non-corporate hangar rent	70,000	70,000	67,502	(2,498)
Garage rent	14,000	14,000	14,535	535
	<u>331,000</u>	<u>331,000</u>	<u>329,081</u>	<u>(1,919)</u>
Intergovernmental				
Local government fund	2,657,000	2,657,000	2,560,333	(96,667)
Mini bottle tax	98,000	98,000	97,731	(269)
DSS - service maintenance	42,000	42,000	46,662	4,662
Veterans affairs	7,000	7,000	5,267	(1,733)
Tax supplies	1,700	1,700	-	(1,700)
Election commission	10,800	10,800	12,500	1,700
Reimb election expenditures	50,000	50,000	47,294	(2,706)
Refuge revenue sharing	13,000	13,000	20,664	7,664
Library support	88,150	88,150	73,652	(14,498)
Accommodations tax	44,000	44,000	26,244	(17,756)
Salary supplement for elected officials	6,300	6,300	6,300	-
Other state revenue	3,000	3,000	5,000	2,000
	<u>3,020,950</u>	<u>3,020,950</u>	<u>2,901,647</u>	<u>(119,303)</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual**

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues (continued)</b>				
<b>Grants</b>				
Emergency preparedness	19,382	19,382	25,528	6,146
Lottery	50,000	50,000	-	(50,000)
Miscellaneous	-	-	13,627	13,627
	<u>69,382</u>	<u>69,382</u>	<u>39,155</u>	<u>(30,227)</u>
<b>Other</b>				
P&R food sales at Howard facility	500	500	823	323
Profit on park pass sales	4,100	4,100	4,912	812
Workers compensation receipts	-	-	1,778	1,778
Escheated taxes	18,000	18,000	4,199	(13,801)
Insurance claims reimbursements	1,000	56,150	78,598	22,448
Salary supplement - library	10,000	10,000	8,580	(1,420)
Contributions and donations	-	-	1,200	1,200
Miscellaneous	50,260	50,260	66,503	16,243
	<u>83,860</u>	<u>139,010</u>	<u>166,593</u>	<u>27,583</u>
<b>Total Revenues</b>	<b>\$ 20,935,292</b>	<b>\$ 20,990,442</b>	<b>\$ 21,311,618</b>	<b>\$ 321,176</b>
<b>Expenditures</b>				
<b>General government</b>				
<b>County council</b>				
<b>Current</b>				
Personal services	\$ 169,450	\$ 168,300	\$ 167,007	\$ 1,293
Operations and maintenance	48,350	48,350	29,618	18,732
	<u>217,800</u>	<u>216,650</u>	<u>196,625</u>	<u>20,025</u>
<b>Administration</b>				
<b>Current</b>				
Personal services	196,100	196,604	196,560	44
Operations and maintenance	22,245	20,991	19,051	1,940
	<u>218,345</u>	<u>217,595</u>	<u>215,611</u>	<u>1,984</u>
<b>Contribution agencies</b>				
<b>Current</b>				
Operations and maintenance	218,700	218,700	218,700	-
	<u>218,700</u>	<u>218,700</u>	<u>218,700</u>	<u>-</u>
<b>Finance</b>				
<b>Current</b>				
Personal services	479,180	443,899	440,862	3,037
Operations and maintenance	31,020	29,878	26,899	2,979
	<u>510,200</u>	<u>473,777</u>	<u>467,761</u>	<u>6,016</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
General government (continued)				
Purchasing				
Current				
Personal services	141,370	120,300	108,184	12,116
Operations and maintenance	11,600	12,285	9,719	2,566
	<u>152,970</u>	<u>132,585</u>	<u>117,903</u>	<u>14,682</u>
Personnel				
Current				
Personal services	264,150	265,489	265,488	1
Operations and maintenance	16,485	21,271	17,899	3,372
	<u>280,635</u>	<u>286,760</u>	<u>283,387</u>	<u>3,373</u>
Master-In-Equity				
Current				
Personal services	53,960	53,960	53,812	148
Operations and maintenance	1,000	1,000	309	691
	<u>54,960</u>	<u>54,960</u>	<u>54,121</u>	<u>839</u>
Management information services				
Current				
Personal services	574,600	583,560	583,220	340
Operations and maintenance	667,200	605,016	598,962	6,054
Capital outlay	35,000	133,203	106,582	26,621
	<u>1,276,800</u>	<u>1,321,779</u>	<u>1,288,764</u>	<u>33,015</u>
Courts				
Current				
Personal services	68,310	88,532	87,717	815
Operations and maintenance	103,050	100,828	75,296	25,532
	<u>171,360</u>	<u>189,360</u>	<u>163,013</u>	<u>26,347</u>
Solicitor				
Current				
Operations and maintenance	887,890	880,655	880,655	-
	<u>887,890</u>	<u>880,655</u>	<u>880,655</u>	<u>-</u>
Probate court				
Current				
Personal services	224,150	224,150	223,822	328
Operations and maintenance	23,590	23,590	21,404	2,186
	<u>247,740</u>	<u>247,740</u>	<u>245,226</u>	<u>2,514</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
General government (continued)				
Summary court				
Current				
Personal services	789,100	795,510	795,479	31
Operations and maintenance	153,085	169,340	168,577	763
	<u>942,185</u>	<u>964,850</u>	<u>964,056</u>	<u>794</u>
Auditor field appraisers				
Current				
Personal services	69,210	69,210	64,801	4,409
Operations and maintenance	1,850	1,850	1,492	358
	<u>71,060</u>	<u>71,060</u>	<u>66,293</u>	<u>4,767</u>
Auditor				
Current				
Personal services	202,900	202,900	200,428	2,472
Operations and maintenance	24,775	24,775	21,188	3,587
	<u>227,675</u>	<u>227,675</u>	<u>221,616</u>	<u>6,059</u>
GIS				
Current				
Personal services	109,230	109,500	109,200	300
Operations and maintenance	5,600	5,600	3,011	2,589
	<u>114,830</u>	<u>115,100</u>	<u>112,211</u>	<u>2,889</u>
Assessor				
Current				
Personal services	463,950	457,080	450,654	6,426
Operations and maintenance	103,825	114,075	62,731	51,344
	<u>567,775</u>	<u>571,155</u>	<u>513,385</u>	<u>57,770</u>
Treasurer				
Current				
Personal services	243,150	239,250	238,939	311
Operations and maintenance	122,895	111,219	111,025	194
	<u>366,045</u>	<u>350,469</u>	<u>349,964</u>	<u>505</u>
Delinquent tax collector				
Current				
Personal services	96,670	103,300	103,298	2
Operations and maintenance	75,410	101,213	100,924	289
	<u>172,080</u>	<u>204,513</u>	<u>204,222</u>	<u>291</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
General government (continued)				
Building				
Current				
Personal services	348,040	365,273	363,000	2,273
Operations and maintenance	56,475	58,327	49,195	9,132
	<u>404,515</u>	<u>423,600</u>	<u>412,195</u>	<u>11,405</u>
Registration & election				
Current				
Personal services	108,480	160,630	160,628	2
Operations and maintenance	121,055	81,522	81,294	228
	<u>229,535</u>	<u>242,152</u>	<u>241,922</u>	<u>230</u>
Planning & zoning				
Current				
Personal services	394,390	397,800	389,902	7,898
Operations and maintenance	37,025	35,225	24,484	10,741
	<u>431,415</u>	<u>433,025</u>	<u>414,386</u>	<u>18,639</u>
Grants				
Current				
Operations and maintenance	10,790	9,360	4,329	5,031
	<u>10,790</u>	<u>9,360</u>	<u>4,329</u>	<u>5,031</u>
Facility services				
Current				
Personal services	353,460	321,520	312,796	8,724
Operations and maintenance	305,480	297,880	280,661	17,219
	<u>658,940</u>	<u>619,400</u>	<u>593,457</u>	<u>25,943</u>
Judicial facility management				
Current				
Personal services	96,110	96,110	95,503	607
Operations and maintenance	237,800	262,059	208,297	53,762
	<u>333,910</u>	<u>358,169</u>	<u>303,800</u>	<u>54,369</u>
Clerk of court administration				
Current				
Personal services	559,600	542,900	494,450	48,450
Operations and maintenance	44,370	45,270	36,637	8,633
	<u>603,970</u>	<u>588,170</u>	<u>531,087</u>	<u>57,083</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
General government (continued)				
Legal				
Current				
Personal services	88,950	89,383	89,370	13
Operations and maintenance	39,685	39,702	24,874	14,828
	<u>128,635</u>	<u>129,085</u>	<u>114,244</u>	<u>14,841</u>
Clerk of court - family court				
Current				
Personal services	234,590	233,290	224,999	8,291
Operations and maintenance	48,720	47,820	45,424	2,396
	<u>283,310</u>	<u>281,110</u>	<u>270,423</u>	<u>10,687</u>
Register of deeds				
Current				
Personal services	174,050	174,987	174,986	1
Operations and maintenance	97,005	96,818	92,055	4,763
	<u>271,055</u>	<u>271,805</u>	<u>267,041</u>	<u>4,764</u>
Vehicle maintenance				
Current				
Operations and maintenance	38,610	38,610	32,608	6,002
	<u>38,610</u>	<u>38,610</u>	<u>32,608</u>	<u>6,002</u>
Delegation				
Current				
Personal services	13,970	14,040	13,854	186
Operations and maintenance	1,020	1,020	909	111
	<u>14,990</u>	<u>15,060</u>	<u>14,763</u>	<u>297</u>
Nondepartmental				
Current				
Personal services	1,105,000	1,170,427	1,170,420	7
Operations and maintenance	856,700	741,335	714,368	26,967
Capital outlay	-	100,600	100,588	12
	<u>1,961,700</u>	<u>2,012,362</u>	<u>1,985,376</u>	<u>26,986</u>
Total general government	12,070,425	12,167,291	11,749,144	418,147

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
Public safety				
Coroner				
Current				
Personal services	63,570	63,344	63,341	3
Operations and maintenance	98,020	117,856	108,287	9,569
	<u>161,590</u>	<u>181,200</u>	<u>171,628</u>	<u>9,572</u>
Emergency preparedness				
Current				
Personal services	100,950	101,523	101,521	2
Operations and maintenance	24,470	30,350	29,335	1,015
	<u>125,420</u>	<u>131,873</u>	<u>130,856</u>	<u>1,017</u>
Emergency Deep Creek facility				
Current				
Operations and maintenance	19,445	19,445	10,857	8,588
	<u>19,445</u>	<u>19,445</u>	<u>10,857</u>	<u>8,588</u>
Emergency services administration				
Current				
Personal services	39,870	40,000	38,201	1,799
Operations and maintenance	20,325	20,195	16,178	4,017
	<u>60,195</u>	<u>60,195</u>	<u>54,379</u>	<u>5,816</u>
Emergency medical services				
Current				
Personal services	1,516,070	1,603,328	1,603,326	2
Operations and maintenance	600,615	658,506	656,174	2,332
	<u>2,116,685</u>	<u>2,261,834</u>	<u>2,259,500</u>	<u>2,334</u>
Midway emergency medical services				
Current				
Personal services	368,300	351,937	351,000	937
Operations and maintenance	114,465	115,178	114,695	483
	<u>482,765</u>	<u>467,115</u>	<u>465,695</u>	<u>1,420</u>
Total public safety	2,966,100	3,121,662	3,092,915	28,747

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
Public works				
Public works crew				
Current				
Personal services	882,920	913,615	904,117	9,498
Operations and maintenance	618,450	647,955	633,017	14,938
	<u>1,501,370</u>	<u>1,561,570</u>	<u>1,537,134</u>	<u>24,436</u>
Public services administration				
Current				
Personal services	258,910	259,136	259,134	2
Operations and maintenance	41,935	51,962	32,936	19,026
	<u>300,845</u>	<u>311,098</u>	<u>292,070</u>	<u>19,028</u>
Total public works	1,802,215	1,872,668	1,829,204	43,464
Health & welfare				
S.C. Department of Social Services				
Current				
Operations and maintenance	60,200	69,595	69,406	189
Capital outlay	-	22,440	22,439	1
	<u>60,200</u>	<u>92,035</u>	<u>91,845</u>	<u>190</u>
S.C. Health Department				
Current				
Operations and maintenance	62,270	62,270	53,825	8,445
	<u>62,270</u>	<u>62,270</u>	<u>53,825</u>	<u>8,445</u>
Veteran affairs				
Current				
Personal services	74,540	84,959	84,955	4
Operations and maintenance	11,600	10,591	10,431	160
	<u>86,140</u>	<u>95,550</u>	<u>95,386</u>	<u>164</u>
Indigent hospital care				
Current				
Operations and maintenance	225,050	225,051	225,051	-
	<u>225,050</u>	<u>225,051</u>	<u>225,051</u>	<u>-</u>
Alcohol & drug abuse				
Current				
Operations and maintenance	135,000	135,000	134,731	269
	<u>135,000</u>	<u>135,000</u>	<u>134,731</u>	<u>269</u>
Choppee one-stop				
Current				
Operations and maintenance	78,510	78,510	65,634	12,876
	<u>78,510</u>	<u>78,510</u>	<u>65,634</u>	<u>12,876</u>
Total health & welfare	647,170	688,416	666,472	21,944

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
Economic development				
Waccamaw regional planning				
Current				
Operations and maintenance	88,375	75,687	75,686	1
	<u>88,375</u>	<u>75,687</u>	<u>75,686</u>	<u>1</u>
Airport commission				
Current				
Personal services	41,920	42,316	42,315	1
Operations and maintenance	138,820	140,050	133,180	6,870
Capital outlay	-	39,256	28,915	10,341
	<u>180,740</u>	<u>221,622</u>	<u>204,410</u>	<u>17,212</u>
Clemson extension				
Current				
Operations and maintenance	7,650	7,650	6,976	674
	<u>7,650</u>	<u>7,650</u>	<u>6,976</u>	<u>674</u>
Total economic development	276,765	304,959	287,072	17,887
Culture & recreation				
Library				
Current				
Personal services	878,700	868,740	859,476	9,264
Operations and maintenance	221,280	223,615	214,919	8,696
	<u>1,099,980</u>	<u>1,092,355</u>	<u>1,074,395</u>	<u>17,960</u>
Library state aid				
Current				
Personal services	-	16,960	16,959	1
Operations and maintenance	88,150	71,190	67,657	3,533
	<u>88,150</u>	<u>88,150</u>	<u>84,616</u>	<u>3,534</u>
Library lottery funds				
Current				
Operations and maintenance	50,000	50,000	-	50,000
	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>
CAC Marine Complex				
Current				
Personal services	16,355	11,326	10,452	874
Operations and maintenance	62,020	42,863	38,096	4,767
	<u>78,375</u>	<u>54,189</u>	<u>48,548</u>	<u>5,641</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**General Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
Culture & recreation (continued)				
Recreation				
Current				
Personal services	470,330	466,100	454,294	11,806
Operations and maintenance	600,880	605,110	571,801	33,309
Capital outlay	-	27,490	-	27,490
	<u>1,071,210</u>	<u>1,098,700</u>	<u>1,026,095</u>	<u>72,605</u>
Park maintenance				
Current				
Personal services	250,675	252,300	251,665	635
Operations and maintenance	405,935	369,151	364,141	5,010
Capital outlay	11,000	12,021	1,021	11,000
	<u>667,610</u>	<u>633,472</u>	<u>616,827</u>	<u>16,645</u>
Planning/capital projects				
Current				
Operations and maintenance	-	8,509	6,041	2,468
Capital outlay	-	10,304	2,442	7,862
	<u>-</u>	<u>18,813</u>	<u>8,483</u>	<u>10,330</u>
Total culture & recreation	3,055,325	3,035,679	2,858,964	176,715
<b>Total Expenditures</b>	<b>\$ 20,818,000</b>	<b>\$ 21,190,675</b>	<b>\$ 20,483,771</b>	<b>\$ 706,904</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>117,292</b>	<b>(200,233)</b>	<b>827,847</b>	<b>1,028,080</b>
<b>Other Financing Sources (Uses)</b>				
Proceeds from sale of assets	50,000	50,000	66,714	16,714
Transfers in	1,364,708	1,364,708	1,410,937	46,229
Transfers out	(1,706,000)	(1,711,000)	(1,711,000)	-
Total Other Financing Sources (Uses)	<u>(291,292)</u>	<u>(296,292)</u>	<u>(233,349)</u>	<u>62,943</u>
<b>Net Change in Fund Balance</b>	<b>(174,000)</b>	<b>(496,525)</b>	<b>594,498</b>	<b>1,091,023</b>
Fund Balance - Beginning of Year	9,815,408	9,815,408	9,815,408	-
<b>Fund Balance - End of Year</b>	<b>\$ 9,641,408</b>	<b>\$ 9,318,883</b>	<b>\$ 10,409,906</b>	<b>\$ 1,091,023</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Law Enforcement Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues</b>				
<b>Property taxes</b>				
Current property taxes	\$ 6,905,000	\$ 6,905,000	\$ 6,898,505	\$ (6,495)
Vehicle taxes	388,000	388,000	340,686	(47,314)
Delinquent property taxes	75,000	75,000	147,122	72,122
Payments in lieu of taxes	17,800	17,800	17,774	(26)
Homestead reimbursement	158,000	158,000	166,715	8,715
Motor carrier	23,200	23,200	17,563	(5,637)
Tax penalties	61,000	61,000	76,098	15,098
Manufacturer reimbursements	105,000	105,000	109,196	4,196
	<u>7,733,000</u>	<u>7,733,000</u>	<u>7,773,659</u>	<u>40,659</u>
<b>Fees, licenses and permits</b>				
Miscellaneous fees	20,000	20,000	28,527	8,527
Photocopy fees	1,500	1,500	831	(669)
Multi-county park fees	1,200	1,200	1,374	174
Georgetown detention center fees	120,000	120,000	160,853	40,853
Andrews/Pawleys Island detention center fees	60,000	60,000	67,298	7,298
	<u>202,700</u>	<u>202,700</u>	<u>258,883</u>	<u>56,183</u>
<b>Fines and forfeitures</b>				
Sex offender fees	10,000	10,000	9,500	(500)
Traffic fines	535,000	535,000	538,241	3,241
	<u>545,000</u>	<u>545,000</u>	<u>547,741</u>	<u>2,741</u>
<b>Use of money and property</b>				
Investment earnings	20,000	20,000	14,926	(5,074)
	<u>20,000</u>	<u>20,000</u>	<u>14,926</u>	<u>(5,074)</u>
<b>Intergovernmental</b>				
Salary supplement for elected officials	1,575	1,575	1,575	-
Detention center fees - federal detainees	160,000	160,000	239,996	79,996
	<u>161,575</u>	<u>161,575</u>	<u>241,571</u>	<u>79,996</u>
<b>Grants</b>				
School district SRO reimbursement	222,150	222,150	29,041	(193,109)
Federal	10,000	10,000	1,311	(8,689)
Miscellaneous	-	-	5,227	5,227
	<u>232,150</u>	<u>232,150</u>	<u>35,579</u>	<u>(196,571)</u>
<b>Other</b>				
Telephone usage	50,000	50,000	34,763	(15,237)
Workers compensation receipts	4,000	4,000	4,917	917
Inmate per-diem	6,000	6,000	5,038	(962)

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Law Enforcement Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues (continued)</b>				
Other (continued)				
Inmate work release program	200	200	-	(200)
Crime prevention	100	100	-	(100)
Insurance claims reimbursements	1,000	1,000	33,029	32,029
Contributions & donations	200	200	-	(200)
Sheriff's sleigh	1,000	1,000	-	(1,000)
Miscellaneous	2,075	2,075	5,450	3,375
	<u>64,575</u>	<u>64,575</u>	<u>83,197</u>	<u>18,622</u>
<b>Total Revenues</b>	<b>8,959,000</b>	<b>8,959,000</b>	<b>8,955,556</b>	<b>(3,444)</b>
<b>Expenditures</b>				
Public safety				
Sheriff				
Current				
Personal services	3,879,960	3,924,864	3,873,811	51,053
Operations and maintenance	1,450,488	1,572,279	1,495,266	77,013
Capital outlay	10,000	183,500	171,520	11,980
	<u>5,340,448</u>	<u>5,680,643</u>	<u>5,540,597</u>	<u>140,046</u>
E911 Communications				
Current				
Personal services	703,800	722,767	722,765	2
Operations and maintenance	38,620	42,193	39,222	2,971
	<u>742,420</u>	<u>764,960</u>	<u>761,987</u>	<u>2,973</u>
Judicial center				
Current				
Personal services	567,190	570,800	568,180	2,620
Operations and maintenance	32,810	34,810	17,869	16,941
	<u>600,000</u>	<u>605,610</u>	<u>586,049</u>	<u>19,561</u>
Detention center				
Current				
Personal services	1,927,840	1,926,480	1,830,328	96,152
Operations and maintenance	1,186,692	1,204,817	1,175,881	28,936
Capital outlay	-	31,300	31,300	-
	<u>3,114,532</u>	<u>3,162,597</u>	<u>3,037,509</u>	<u>125,088</u>
School district SRO's				
Current				
Personal services	217,080	29,950	28,224	1,726
Operations and maintenance	5,070	1,100	817	283
	<u>222,150</u>	<u>31,050</u>	<u>29,041</u>	<u>2,009</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Law Enforcement Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual**

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Results	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Expenditures (continued)</b>				
Public safety (continued)				
Animal control				
Current				
Personal services	68,250	70,845	70,841	4
Operations and maintenance	98,200	99,939	97,404	2,535
	<u>166,450</u>	<u>170,784</u>	<u>168,245</u>	<u>2,539</u>
<b>Total Expenditures</b>	<b>10,186,000</b>	<b>10,415,644</b>	<b>10,123,428</b>	<b>292,216</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(1,227,000)</b>	<b>(1,456,644)</b>	<b>(1,167,872)</b>	<b>288,772</b>
<b>Other Financing Sources (Uses)</b>				
Proceeds from sale of assets	40,000	40,000	27,780	(12,220)
Transfers in	1,975,000	1,975,000	1,975,000	-
Transfers out	(788,000)	(788,000)	(788,000)	-
<b>Total Other Financing Sources (Uses)</b>	<u><b>1,227,000</b></u>	<u><b>1,227,000</b></u>	<u><b>1,214,780</b></u>	<u><b>(12,220)</b></u>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>(229,644)</b>	<b>46,908</b>	<b>276,552</b>
Fund Balance - Beginning of Year	1,374,235	1,374,235	1,374,235	-
<b>Fund Balance - End of Year</b>	<u><b>\$ 1,374,235</b></u>	<u><b>\$ 1,144,591</b></u>	<u><b>\$ 1,421,143</b></u>	<u><b>\$ 276,552</b></u>

# **COUNTY OF GEORGETOWN, SOUTH CAROLINA**

## **Notes to Required Supplementary Information** June 30, 2010

### **Note 1 – Budgets and Budgetary Accounting**

County Council utilizes the following procedures in establishing the data reflected in the budgetary schedules:

- Prior to May 1, the County Administrator submits to County Council proposed annual budgets for the fiscal year commencing July 1. The budgets include proposed expenditure appropriations and the means for funding them.
- Public hearings are conducted to obtain taxpayer input.
- Prior to June 30, the budgets are legally enacted through passage of an ordinance after three readings.
- During the year Council is provided with interim financial reports which include budgetary comparisons and variances.
- The County Administrator is authorized by ordinance to transfer budget amounts between departments within any fund; however, any revisions that would alter total budgeted amounts of any fund must be approved by County Council through formal budget ordinance amendment. Thus, the "legal level of control" is at the fund level.
- The County accounting and reporting software employs budgetary integration to facilitate management control during the year. Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles for governments.
- Appropriations lapse at the end of each fiscal year; however, capital encumbrances at year-end are routinely provided for in the following year through supplemental appropriation.

### **Note 2 – Supplemental Appropriations**

For the year ended June 30, 2010, supplemental funds were appropriated for expenditure in the amount of \$372,675 in the General Fund, and in the amount of \$229,644 in the Law Enforcement Fund.

**This page is intentionally left blank.**

## **Other Supplementary Information**

**This page is intentionally left blank.**

**Combining Nonmajor Governmental Fund  
Financial Statements**

# COUNTY OF GEORGETOWN, SOUTH CAROLINA

## 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. A brief description of the County's nonmajor special revenue funds follows:

**County Fire (District 1) Fund** - To account for revenues used to provide fire protection services in all unincorporated areas of the County except those in the Midway Fire District and in the Murrells Inlet/Garden City Fire District.

**Midway Fire (District 2) Fund** - To account for revenues used to provide fire protection services to the Midway Fire District encompassing certain areas in the Waccamaw Neck region of the County.

**Victims Services Fund** - To account for assessments imposed on certain fines in Magistrate, General Sessions and Family Courts that are retained by the County for the provision of services to victims of crimes.

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

**Bureau of Aging Services Fund** - To account for revenues used to provide recreational and welfare services to the aging population of Georgetown County.

**Clerk of Court Unit Cost/Incentive Fund** - To account for State revenues passed through to the County to be used in providing for collection and enforcement of child support obligations.

**State Accommodation Tax Fund** - To account for State revenues derived from special taxes on short-term rental accommodations passed through to the County for use in advertising and promoting tourism and other tourism related expenditures within Georgetown County.

**Economic Development Fund** - To account for revenues used for economic development expenditures.

**Economic Development Marketing Fund** - To account for economic development revenues restricted specifically for use in marketing Georgetown County to businesses which may consider relocating to Georgetown County.

**Special Sheriff's Narcotics Fund** - To account for monies seized in relation to drug enforcement activities.

**Special Economic Development Agreement Fund** - To account for fee-in-lieu and other revenues restricted for use in economic development activities in accordance with agreements entered into by Georgetown County and the Georgetown County School District.

**Road Improvement Fund** - To account for the proceeds and expenditure of State "C Funds" and County road user fees.

**Admissions Tax Fund** - To account for admission tax revenues collected by the State and passed through to the County.

**Choppee Regional Center Fund** - To account for revenues received from "partners" providing public services and utilizing space in the Choppee Regional "One-Stop" Center on a cost-sharing basis with the County.

**Murrells Inlet Revitalization Fund** - To account for funds received Sunday alcoholic beverage permits that have been allocated for revitalization of the Murrells Inlet area of the County.

**County "Sunday Sales" Permits Fund** - To account for funds received from Sunday alcoholic beverage permits not designated for a particular area of the County.

**Emergency Telephone System Fund** - To account for phone tariff revenues used in equipping the County's Emergency 911 system.

## COUNTY OF GEORGETOWN, SOUTH CAROLINA

### Nonmajor Governmental Funds

#### Special Revenue Funds (continued)

**Landbank Commission Fund** – To account for funds collected by way of a real estate “transfer fee” that is no longer allowed to be collected. These funds must be used in accordance with the provisions Court rulings associated with the discontinuance of the fee.

**Bike the Neck Fund** - To account for donations associated with construction of bicycle pathways in the Waccamaw Neck area of the County.

**Public Safety Grants Fund** - To account for grant revenues restricted for public safety projects and services.

**Public Works Grants Fund** - To account for grant revenues restricted for public works projects and services.

**Economic Development Grant Funds** - To account for grant revenues restricted for economic development projects and services designed to stimulate economic development of the County.

**Culture & Recreation Grants Fund** - To account for grant revenues restricted for culture and recreation projects and services.

**Environmental Services Grants Fund** - To account for grant revenues restricted for environmental services projects and services.

#### 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. A brief description of the County's nonmajor capital projects funds follows:

**Strategic Plan Fund** - To account for funds segregated and earmarked for the County's "Visions I" Strategic Plan capital projects

**Judicial Center Project Fund** - To account for funds segregated and earmarked for construction of a new County Judicial Center.

**Capital Equipment Replacement Fund** - To account for funds segregated and earmarked for long-term scheduled replacement of capital equipment and vehicles owned and used by the county in providing services to the community.

**Land Acquisition Project Fund** - To account for funds segregated and earmarked in the County's "Visions II" Capital Improvement Plan for acquisition of property required for development of recreational and other facilities identified in the plan.

**Andrews Library Project Fund** - To account for funds segregated and earmarked for the renovation of and expansion to the Andrews Library.

**Courthouse Renovation Project Fund** - To account for funds segregated and earmarked for remodeling of the “old” County courthouse for by various County departments not previously located in the courthouse.

**Andrews Pavilion Project Fund** - To account for funds segregated and earmarked for construction of a pavilion facility in Andrews.

**South Island Park Project Fund** - To account for funds segregated and earmarked for improvements at the South Island Park ball field complex.

**Choppee Culinary Arts Project Fund** - To account for funds segregated and earmarked for this identified project in the County's "Visions II" Capital Improvement Plan.

## COUNTY OF GEORGETOWN, SOUTH CAROLINA

### Nonmajor Governmental Funds

#### Capital Projects Funds (continued)

**Howard Gym Renovation Project Fund** - To account for funds segregated and earmarked for this identified project in the County's "Visions II" Capital Improvement Plan.

**Parkersville Road Project Fund** - To account for funds segregated and earmarked for this identified project in the County's "Visions II" Capital Improvement Plan.

**Lambertown Tennis Courts Project Fund** - To account for funds segregated and earmarked for this identified project in the County's "Visions II" Capital Improvement Plan.

**Georgetown Library Heritage Center Project Fund** - To account for funds segregated and earmarked for this identified project in the County's "Visions II" Capital Improvement Plan.

**Parks Master Site Planning Project Fund** - To account for funds segregated and earmarked for this identified project in the County's "Visions II" Capital Improvement Plan.

**Mobile Response Technology Fund** - To account for funds segregated and earmarked for this identified project in the County's "Visions II" Capital Improvement Plan.

**Detention Center Technology Fund** - To account for funds segregated and earmarked for this identified project in the County's "Visions II" Capital Improvement Plan.

**Community Parks Project Fund** - To account for funds segregated and earmarked for creation and/or improvement of various community parks in Georgetown County.

**Landfill Gas Collection Project Fund** - To account for funds segregated and earmarked for construction of a methane gas collection system at the County landfill.

**Carroll Campbell Boat Landing Project Fund** - To account for funds segregated and earmarked for construction of a boat landing and marine complex on the Sampit River in Georgetown.

**Energy Savings Project Fund** - To account for funds segregated and earmarked for installation of comprehensive energy savings measures in County facilities.

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2010**

	<b>Special Revenue Funds</b>				
	<b>County Fire (District I)</b>	<b>Midway Fire (District II)</b>	<b>Victims Services</b>	<b>Higher Education</b>	<b>Bureau of Aging Services</b>
<b>Assets</b>					
Cash and investments	\$ 326,888	\$ 1,196,316	\$ 18,380	\$ 26,818	\$ 519,136
Receivables (net of allowances)					
Taxes	85,695	44,451	-	16,022	5,503
From other governments	358	699	-	843	-
Other	3,759	9,424	11,766	-	41,660
Prepaid items	20,661	20,241	757	-	6,003
Assets held for resale	-	-	-	-	-
Restricted assets					
Cash and investments	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 437,361</b>	<b>\$ 1,271,131</b>	<b>\$ 30,903</b>	<b>\$ 43,683</b>	<b>\$ 572,302</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
<b>Payables</b>					
Trade and other accounts	\$ 29,394	\$ 50,245	\$ 3,684	\$ -	\$ 13,508
Accrued wages and benefits	42,411	56,048	2,440	-	11,187
To other County funds	-	-	-	-	-
<b>Deferred revenue</b>					
Property taxes	70,326	28,824	-	11,725	3,944
Grants	-	-	-	-	-
<b>Total Liabilities</b>	<b>142,131</b>	<b>135,117</b>	<b>6,124</b>	<b>11,725</b>	<b>28,639</b>
<b>Fund Balances</b>					
<b>Reserved for:</b>					
Prepaid items	20,661	20,241	757	-	6,003
Encumbrances	-	-	-	-	-
Investment property	-	-	-	-	-
Marshwalk maintenance	-	-	-	-	-
<b>Unreserved</b>					
Undesignated	274,569	1,115,773	24,022	31,958	537,660
<b>Total Fund Balances</b>	<b>295,230</b>	<b>1,136,014</b>	<b>24,779</b>	<b>31,958</b>	<b>543,663</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 437,361</b>	<b>\$ 1,271,131</b>	<b>\$ 30,903</b>	<b>\$ 43,683</b>	<b>\$ 572,302</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet**  
 Nonmajor Governmental Funds  
 June 30, 2010

	Special Revenue Funds				
	Clerk of Court Unit Cost/ Incentive	State Accommodations Tax	Economic Development	Economic Development Marketing	Special Sheriff's Narcotics
<b>Assets</b>					
Cash and investments	\$ 8,248	\$ 716,040	\$ 448,762	\$ 92,465	\$ 1,156
Receivables (net of allowances)					
Taxes	-	-	6,882	-	-
From other governments	17,747	172,463	-	-	-
Other	-	-	-	-	-
Prepaid items	478	-	1,372	-	-
Assets held for resale	-	-	-	-	-
Restricted assets					
Cash and investments	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 26,473</b>	<b>\$ 888,503</b>	<b>\$ 457,016</b>	<b>\$ 92,465</b>	<b>\$ 1,156</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables					
Trade and other accounts	\$ 2,266	\$ 171,739	\$ 6,639	\$ -	\$ -
Accrued wages and benefits	3,217	-	4,730	-	-
To other County funds	-	8,623	-	-	-
Deferred revenue					
Property taxes	-	-	4,933	-	-
Grants	-	-	-	-	-
<b>Total Liabilities</b>	<b>5,483</b>	<b>180,362</b>	<b>16,302</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>					
Reserved for:					
Prepaid items	478	-	1,372	-	-
Encumbrances	-	-	-	-	-
Investment property	-	-	-	-	-
Marshwalk maintenance	-	-	-	-	-
Unreserved					
Undesignated	20,512	708,141	439,342	92,465	1,156
<b>Total Fund Balances</b>	<b>20,990</b>	<b>708,141</b>	<b>440,714</b>	<b>92,465</b>	<b>1,156</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 26,473</b>	<b>\$ 888,503</b>	<b>\$ 457,016</b>	<b>\$ 92,465</b>	<b>\$ 1,156</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2010**

	Special Revenue Funds				
	Special Economic Development Agreement	Road Improvement	Admissions Tax	Choppee Regional Center	Murrells Inlet Revitalization
<b>Assets</b>					
Cash and investments	\$ 1,417,141	\$ 5,004,035	\$ 362,141	\$ 51,321	\$ 189,870
Receivables (net of allowances)					
Taxes	-	-	-	-	-
From other governments	-	-	33,815	-	19,800
Other	-	-	-	4,645	-
Prepaid items	-	250	-	2,918	-
Assets held for resale	1,662,527	-	-	-	-
Restricted assets					
Cash and investments	-	-	-	-	32,646
<b>Total Assets</b>	<b>\$ 3,079,668</b>	<b>\$ 5,004,285</b>	<b>\$ 395,956</b>	<b>\$ 58,884</b>	<b>\$ 242,316</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables					
Trade and other accounts	\$ 9,707	\$ 296,627	\$ -	\$ 6,842	\$ -
Accrued wages and benefits	-	1,700	-	-	-
To other County funds	-	-	-	-	-
Deferred revenue					
Property taxes	-	-	-	-	-
Grants	-	-	-	-	-
<b>Total Liabilities</b>	<b>9,707</b>	<b>298,327</b>	<b>-</b>	<b>6,842</b>	<b>-</b>
<b>Fund Balances</b>					
Reserved for:					
Prepaid items	-	250	-	2,918	-
Encumbrances	28,742	2,732,611	-	-	-
Investment property	1,662,527	-	-	-	-
Marshwalk maintenance	-	-	-	-	32,646
Unreserved					
Undesignated	1,378,692	1,973,097	395,956	49,124	209,670
<b>Total Fund Balances</b>	<b>3,069,961</b>	<b>4,705,958</b>	<b>395,956</b>	<b>52,042</b>	<b>242,316</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 3,079,668</b>	<b>\$ 5,004,285</b>	<b>\$ 395,956</b>	<b>\$ 58,884</b>	<b>\$ 242,316</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2010**

	<b>Special Revenue Funds</b>				
	<b>County "Sunday Sales" Permits</b>	<b>Emergency Telephone System</b>	<b>Landbank Commission</b>	<b>Bike the Neck</b>	<b>Public Safety Grants</b>
<b>Assets</b>					
Cash and investments	\$ 352,749	\$ 60,462	\$ 150,966	\$ 96,081	\$ (107,063)
Receivables (net of allowances)					
Taxes	-	-	-	-	-
From other governments	16,384	43,508	-	-	201,716
Other	-	-	-	-	-
Prepaid items	-	732	-	-	543
Assets held for resale	-	-	-	-	-
Restricted assets					
Cash and investments	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 369,133</b>	<b>\$ 104,702</b>	<b>\$ 150,966</b>	<b>\$ 96,081</b>	<b>\$ 95,196</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables					
Trade and other accounts	\$ -	\$ (860)	\$ -	\$ -	\$ 80,196
Accrued wages and benefits	-	-	-	-	-
To other County funds	-	-	-	-	-
Deferred revenue					
Property taxes	-	-	-	-	-
Grants	-	-	-	-	15,000
<b>Total Liabilities</b>	<b>-</b>	<b>(860)</b>	<b>-</b>	<b>-</b>	<b>95,196</b>
<b>Fund Balances</b>					
Reserved for:					
Prepaid items	-	732	-	-	-
Encumbrances	-	-	-	-	-
Investment property	-	-	-	-	-
Marshwalk maintenance	-	-	-	-	-
Unreserved					
Undesignated	369,133	104,830	150,966	96,081	-
<b>Total Fund Balances</b>	<b>369,133</b>	<b>105,562</b>	<b>150,966</b>	<b>96,081</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 369,133</b>	<b>\$ 104,702</b>	<b>\$ 150,966</b>	<b>\$ 96,081</b>	<b>\$ 95,196</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2010**

	Special Revenue Funds				
	Public Works Grants	Economic Development Grants	Culture & Recreation Grants	Environmental Services Grants	Total Special Revenue Funds
<b>Assets</b>					
Cash and investments	\$ (8,910)	\$ 88,395	\$ 257,591	\$ (40,700)	\$ 11,228,288
Receivables (net of allowances)					
Taxes	-	-	-	-	158,553
From other governments	11,985	610,117	76,532	43,230	1,249,197
Other	-	-	-	-	71,254
Prepaid items	18,750	-	155,005	-	227,710
Assets held for resale	-	-	-	-	1,662,527
Restricted assets					
Cash and investments	-	-	-	-	32,646
<b>Total Assets</b>	<b>\$ 21,825</b>	<b>\$ 698,512</b>	<b>\$ 489,128</b>	<b>\$ 2,530</b>	<b>\$ 14,630,175</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables					
Trade and other accounts	\$ 3,075	\$ 430,185	\$ 38,919	\$ 2,530	\$ 1,144,696
Accrued wages and benefits	-	-	-	-	121,733
To other County funds	-	25	-	-	8,648
Deferred revenue					
Property taxes	-	-	-	-	119,752
Grants	18,750	-	307,691	-	341,441
<b>Total Liabilities</b>	<b>21,825</b>	<b>430,210</b>	<b>346,610</b>	<b>2,530</b>	<b>1,736,270</b>
<b>Fund Balances</b>					
Reserved for:					
Prepaid items	-	-	-	-	53,412
Encumbrances	-	-	-	-	2,761,353
Investment property	-	-	-	-	1,662,527
Marshwalk maintenance	-	-	-	-	32,646
Unreserved					
Undesignated	-	268,302	142,518	-	8,383,967
<b>Total Fund Balances</b>	<b>-</b>	<b>268,302</b>	<b>142,518</b>	<b>-</b>	<b>12,893,905</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 21,825</b>	<b>\$ 698,512</b>	<b>\$ 489,128</b>	<b>\$ 2,530</b>	<b>\$ 14,630,175</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2010**

	Capital Projects Funds				
	Strategic Plan Projects	Judicial Center Project	Capital Equipment Replacement	Land Acquisition	Andrews Library Project
<b>Assets</b>					
Cash and investments	\$ -	\$ -	\$ 3,197,985	\$ -	\$ 83,097
Receivables (net of allowances)					
Taxes	-	-	-	-	-
From other governments	-	-	-	-	220,763
Other	-	-	-	-	-
Prepaid items	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Restricted assets					
Cash and investments	-	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,197,985</b>	<b>\$ -</b>	<b>\$ 303,860</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables					
Trade and other accounts	\$ -	\$ -	\$ 72,879	\$ -	\$ 303,860
Accrued wages and benefits	-	-	-	-	-
To other County funds	-	-	-	-	-
Deferred revenue					
Property taxes	-	-	-	-	-
Grants	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>72,879</b>	<b>-</b>	<b>303,860</b>
<b>Fund Balances</b>					
Reserved for:					
Prepaid items	-	-	-	-	-
Encumbrances	-	-	148,868	-	-
Investment property	-	-	-	-	-
Marshwalk maintenance	-	-	-	-	-
Unreserved					
Undesignated	-	-	2,976,238	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>3,125,106</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,197,985</b>	<b>\$ -</b>	<b>\$ 303,860</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2010**

	Capital Projects Funds				
	Courthouse Renovation Project	Andrews Pavilion Project	South Island Park Project	Choppee Culinary Arts Project	Howard Gym Renovation Project
<b>Assets</b>					
Cash and investments	\$ 130,927	\$ 5,678	\$ 20,872	\$ -	\$ -
Receivables (net of allowances)					
Taxes	-	-	-	-	-
From other governments	-	-	-	-	-
Other	-	-	-	-	-
Prepaid items	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Restricted assets					
Cash and investments	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 130,927</b>	<b>\$ 5,678</b>	<b>\$ 20,872</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables					
Trade and other accounts	\$ 130,927	\$ 5,678	\$ 20,872	\$ -	\$ -
Accrued wages and benefits	-	-	-	-	-
To other County funds	-	-	-	-	-
Deferred revenue					
Property taxes	-	-	-	-	-
Grants	-	-	-	-	-
<b>Total Liabilities</b>	<b>130,927</b>	<b>5,678</b>	<b>20,872</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>					
Reserved for:					
Prepaid items	-	-	-	-	-
Encumbrances	-	-	-	-	-
Investment property	-	-	-	-	-
Marshwalk maintenance	-	-	-	-	-
Unreserved					
Undesignated	-	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 130,927</b>	<b>\$ 5,678</b>	<b>\$ 20,872</b>	<b>\$ -</b>	<b>\$ -</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2010**

	Capital Projects Funds				
	Parkersville Road Project	Lambertown Tennis Courts Project	Georgetown Library Heritage Center Project	Parks Master Site Planning Project	Mobile Response Technology Project
<b>Assets</b>					
Cash and investments	\$ -	\$ 35,600	\$ 1,711	\$ 227,138	\$ 177,993
Receivables (net of allowances)					
Taxes	-	-	-	-	-
From other governments	-	-	-	-	-
Other	-	-	-	-	-
Prepaid items	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Restricted assets					
Cash and investments	-	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 35,600</b>	<b>\$ 1,711</b>	<b>\$ 227,138</b>	<b>\$ 177,993</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables					
Trade and other accounts	\$ -	\$ 35,600	\$ 1,711	\$ 227,138	\$ 177,993
Accrued wages and benefits	-	-	-	-	-
To other County funds	-	-	-	-	-
Deferred revenue					
Property taxes	-	-	-	-	-
Grants	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>35,600</b>	<b>1,711</b>	<b>227,138</b>	<b>177,993</b>
<b>Fund Balances</b>					
Reserved for:					
Prepaid items	-	-	-	-	-
Encumbrances	-	-	-	-	-
Investment property	-	-	-	-	-
Marshwalk maintenance	-	-	-	-	-
Unreserved					
Undesignated	-	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ -</b>	<b>\$ 35,600</b>	<b>\$ 1,711</b>	<b>\$ 227,138</b>	<b>\$ 177,993</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2010**

	Capital Projects Funds				
	Detention Center Technology Project	Community Parks Project	Landfill Gas Collection Project	Carroll Campbell Boat Landing Project	Energy Savings Project
<b>Assets</b>					
Cash and investments	\$ 48,375	\$ 5,000	\$ (40,815)	\$ 6,291	\$ 535,874
Receivables (net of allowances)					
Taxes	-	-	-	-	-
From other governments	-	-	161,875	-	394,875
Other	-	-	-	-	-
Prepaid items	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Restricted assets					
Cash and investments	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 48,375</b>	<b>\$ 5,000</b>	<b>\$ 121,060</b>	<b>\$ 6,291</b>	<b>\$ 930,749</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Payables					
Trade and other accounts	\$ 48,375	\$ 5,000	\$ 121,060	\$ 6,291	\$ 680,241
Accrued wages and benefits	-	-	-	-	-
To other County funds	-	-	-	-	-
Deferred revenue					
Property taxes	-	-	-	-	-
Grants	-	-	-	-	-
<b>Total Liabilities</b>	<b>48,375</b>	<b>5,000</b>	<b>121,060</b>	<b>6,291</b>	<b>680,241</b>
<b>Fund Balances</b>					
Reserved for:					
Prepaid items	-	-	-	-	-
Encumbrances	-	-	-	-	-
Investment property	-	-	-	-	-
Marshwalk maintenance	-	-	-	-	-
Unreserved					
Undesignated	-	-	-	-	250,508
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>250,508</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 48,375</b>	<b>\$ 5,000</b>	<b>\$ 121,060</b>	<b>\$ 6,291</b>	<b>\$ 930,749</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
 June 30, 2010

	<u>Total Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<b>Assets</b>		
Cash and investments	\$ 4,435,726	\$ 15,664,014
Receivables (net of allowances)		
Taxes	-	158,553
From other governments	777,513	2,026,710
Other	-	71,254
Prepaid items	-	227,710
Assets held for resale	-	1,662,527
Restricted assets		
Cash and investments	-	32,646
<b>Total Assets</b>	<u>\$ 5,213,239</u>	<u>\$ 19,843,414</u>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Payables		
Trade and other accounts	\$ 1,837,625	\$ 2,982,321
Accrued wages and benefits	-	121,733
To other County funds	-	8,648
Deferred revenue		
Property taxes	-	119,752
Grants	-	341,441
<b>Total Liabilities</b>	<u>1,837,625</u>	<u>3,573,895</u>
<b>Fund Balances</b>		
Reserved for:		
Prepaid items	-	53,412
Encumbrances	148,868	2,910,221
Investment property	-	1,662,527
Marshwalk maintenance	-	32,646
Unreserved		
Undesignated	3,226,746	11,610,713
<b>Total Fund Balances</b>	<u>3,375,614</u>	<u>16,269,519</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 5,213,239</u>	<u>\$ 19,843,414</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2010

	<b>Special Revenue Funds</b>				
	<b>County Fire (District I)</b>	<b>Midway Fire (District II)</b>	<b>Victims Services</b>	<b>Higher Education</b>	<b>Bureau of Aging Services</b>
<b>Revenues</b>					
Property taxes	\$ 2,243,611	\$ 3,046,252	\$ -	\$ 630,766	\$ 228,053
Fees, licenses and permits	61,713	84,798	139,979	111	651,322
Use of money and property	3,167	11,804	266	172	11,221
Intergovernmental	-	-	-	-	-
Grants	-	-	-	-	1,680
Other	11,852	19,121	10,000	-	9,624
<b>Total Revenues</b>	<b>2,320,343</b>	<b>3,161,975</b>	<b>150,245</b>	<b>631,049</b>	<b>901,900</b>
<b>Expenditures</b>					
<b>Current</b>					
General government	-	-	-	612,000	-
Public safety	2,167,307	2,882,628	181,045	-	-
Public works	-	-	-	-	-
Health & welfare	-	-	-	-	759,400
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
Environmental services	-	-	-	-	-
<b>Total Current</b>	<b>2,167,307</b>	<b>2,882,628</b>	<b>181,045</b>	<b>612,000</b>	<b>759,400</b>
<b>Capital Outlay</b>					
General government	-	-	-	-	-
Public safety	1,856	-	-	-	-
Public works	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
<b>Total Capital Outlay</b>	<b>1,856</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Debt Service</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<b>Total Debt Service</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>2,169,163</b>	<b>2,882,628</b>	<b>181,045</b>	<b>612,000</b>	<b>759,400</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>151,180</b>	<b>279,347</b>	<b>(30,800)</b>	<b>19,049</b>	<b>142,500</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	-	-	-
Proceeds from loan financing	-	-	-	-	-
Proceeds from sale of assets	-	2,294	-	-	-
Transfers in	-	90,000	-	-	-
Transfers out	(130,000)	(360,000)	-	-	(70,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(130,000)</b>	<b>(267,706)</b>	<b>-</b>	<b>-</b>	<b>(70,000)</b>
<b>Net Change in Fund Balances</b>	<b>21,180</b>	<b>11,641</b>	<b>(30,800)</b>	<b>19,049</b>	<b>72,500</b>
<b>Fund Balances - Beginning of Year</b>	<b>274,050</b>	<b>1,124,373</b>	<b>55,579</b>	<b>12,909</b>	<b>471,163</b>
<b>Fund Balances - End of Year</b>	<b>\$ 295,230</b>	<b>\$ 1,136,014</b>	<b>\$ 24,779</b>	<b>\$ 31,958</b>	<b>\$ 543,663</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2010

	Special Revenue Funds				
	Clerk of Court Unit Cost/ Incentive	State Accommodations Tax	Economic Development	Economic Development Marketing	Special Sheriff's Narcotics
<b>Revenues</b>					
Property taxes	\$ -	\$ -	\$ 285,188	\$ -	\$ -
Fees, licenses and permits	-	-	51	32,250	-
Use of money and property	-	4,195	4,386	900	-
Intergovernmental	207,908	849,505	-	-	-
Grants	-	-	-	-	-
Other	-	-	40,000	-	4,678
<b>Total Revenues</b>	<b>207,908</b>	<b>853,700</b>	<b>329,625</b>	<b>33,150</b>	<b>4,678</b>
<b>Expenditures</b>					
<b>Current</b>					
General government	145,317	-	-	-	-
Public safety	-	-	-	-	8,377
Public works	-	-	-	-	-
Health & welfare	-	-	-	-	-
Economic development	-	-	309,552	27,592	-
Culture & recreation	-	996,616	-	-	-
Environmental services	-	-	-	-	-
<b>Total Current</b>	<b>145,317</b>	<b>996,616</b>	<b>309,552</b>	<b>27,592</b>	<b>8,377</b>
<b>Capital Outlay</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
<b>Total Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Debt Service</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<b>Total Debt Service</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>145,317</b>	<b>996,616</b>	<b>309,552</b>	<b>27,592</b>	<b>8,377</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>62,591</b>	<b>(142,916)</b>	<b>20,073</b>	<b>5,558</b>	<b>(3,699)</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	-	-	-
Proceeds from loan financing	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	(52,137)	(66,225)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(52,137)</b>	<b>(66,225)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>10,454</b>	<b>(209,141)</b>	<b>20,073</b>	<b>5,558</b>	<b>(3,699)</b>
<b>Fund Balances - Beginning of Year</b>	<b>10,536</b>	<b>917,282</b>	<b>420,641</b>	<b>86,907</b>	<b>4,855</b>
<b>Fund Balances - End of Year</b>	<b>\$ 20,990</b>	<b>\$ 708,141</b>	<b>\$ 440,714</b>	<b>\$ 92,465</b>	<b>\$ 1,156</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2010

	Special Revenue Funds				
	Special Economic Development Agreement	Road Improvement	Admissions Tax	Choppee Regional Center	Murrells Inlet Revitalization
<b>Revenues</b>					
Property taxes	\$ 1,570,050	\$ -	\$ -	\$ -	\$ -
Fees, licenses and permits	-	1,668,855	-	-	-
Use of money and property	11,577	42,996	3,213	50,340	-
Intergovernmental	-	-	83,126	-	81,750
Grants	-	-	-	-	-
Other	100,000	-	-	-	-
<b>Total Revenues</b>	<b>1,681,627</b>	<b>1,711,851</b>	<b>86,339</b>	<b>50,340</b>	<b>81,750</b>
<b>Expenditures</b>					
<b>Current</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	101,812	-	-	-
Health & welfare	-	-	-	51,317	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	21,350
Environmental services	-	-	-	-	-
<b>Total Current</b>	<b>-</b>	<b>101,812</b>	<b>-</b>	<b>51,317</b>	<b>21,350</b>
<b>Capital Outlay</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	365,276	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
<b>Total Capital Outlay</b>	<b>-</b>	<b>365,276</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Debt Service</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<b>Total Debt Service</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>-</b>	<b>467,088</b>	<b>-</b>	<b>51,317</b>	<b>21,350</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>1,681,627</b>	<b>1,244,763</b>	<b>86,339</b>	<b>(977)</b>	<b>60,400</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	-	-	-
Proceeds from loan financing	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>1,681,627</b>	<b>1,244,763</b>	<b>86,339</b>	<b>(977)</b>	<b>60,400</b>
<b>Fund Balances - Beginning of Year</b>	<b>1,388,334</b>	<b>3,461,195</b>	<b>309,617</b>	<b>53,019</b>	<b>181,916</b>
<b>Fund Balances - End of Year</b>	<b>\$ 3,069,961</b>	<b>\$ 4,705,958</b>	<b>\$ 395,956</b>	<b>\$ 52,042</b>	<b>\$ 242,316</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2010

	Special Revenue Funds				
	County "Sunday Sales" Permits	Emergency Telephone System	Landbank Commission	Bike the Neck	Public Safety Grants
<b>Revenues</b>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fees, licenses and permits	-	626,542	-	-	-
Use of money and property	3,130	212	1,508	1,148	-
Intergovernmental	70,984	-	-	-	-
Grants	-	-	-	-	537,871
Other	-	1,452	-	-	-
<b>Total Revenues</b>	<b>74,114</b>	<b>628,206</b>	<b>1,508</b>	<b>1,148</b>	<b>537,871</b>
<b>Expenditures</b>					
<b>Current</b>					
General government	-	-	-	-	-
Public safety	-	237,848	-	-	492,705
Public works	-	-	-	-	-
Health & welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	5,192	-
Environmental services	-	-	-	-	-
<b>Total Current</b>	<b>-</b>	<b>237,848</b>	<b>-</b>	<b>5,192</b>	<b>492,705</b>
<b>Capital Outlay</b>					
General government	-	-	-	-	-
Public safety	-	146,706	-	-	45,138
Public works	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
<b>Total Capital Outlay</b>	<b>-</b>	<b>146,706</b>	<b>-</b>	<b>-</b>	<b>45,138</b>
<b>Debt Service</b>					
Principal	-	226,003	-	-	-
Interest	-	32,726	-	-	-
<b>Total Debt Service</b>	<b>-</b>	<b>258,729</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>-</b>	<b>643,283</b>	<b>-</b>	<b>5,192</b>	<b>537,843</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>74,114</b>	<b>(15,077)</b>	<b>1,508</b>	<b>(4,044)</b>	<b>28</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	-	-	-
Proceeds from loan financing	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Transfers in	-	113,000	-	-	-
Transfers out	-	-	-	(32,518)	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>113,000</b>	<b>-</b>	<b>(32,518)</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>74,114</b>	<b>97,923</b>	<b>1,508</b>	<b>(36,562)</b>	<b>28</b>
<b>Fund Balances - Beginning of Year</b>	<b>295,019</b>	<b>7,639</b>	<b>149,458</b>	<b>132,643</b>	<b>(28)</b>
<b>Fund Balances - End of Year</b>	<b>\$ 369,133</b>	<b>\$ 105,562</b>	<b>\$ 150,966</b>	<b>\$ 96,081</b>	<b>\$ -</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2010**

	Special Revenue Funds				
	Public Works Grants	Economic Development Grants	Culture & Recreation Grants	Environmental Services Grants	Total Special Revenue Funds
<b>Revenues</b>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 8,003,920
Fees, licenses and permits	-	-	-	-	3,265,621
Use of money and property	-	2,848	-	-	153,083
Intergovernmental	-	-	-	-	1,293,273
Grants	758,571	2,170,324	567,922	69,589	4,105,957
Other	-	-	-	-	196,727
<b>Total Revenues</b>	<b>758,571</b>	<b>2,173,172</b>	<b>567,922</b>	<b>69,589</b>	<b>17,018,581</b>
<b>Expenditures</b>					
<b>Current</b>					
General government	-	-	-	-	757,317
Public safety	-	-	-	-	5,969,910
Public works	79,130	-	-	-	180,942
Health & welfare	-	-	-	-	810,717
Economic development	-	1,198,599	-	-	1,535,743
Culture & recreation	-	-	470,771	-	1,493,929
Environmental services	-	-	-	69,589	69,589
<b>Total Current</b>	<b>79,130</b>	<b>1,198,599</b>	<b>470,771</b>	<b>69,589</b>	<b>10,818,147</b>
<b>Capital Outlay</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	193,700
Public works	679,441	-	-	-	1,044,717
Economic development	-	828,757	-	-	828,757
Culture & recreation	-	-	50,815	-	50,815
<b>Total Capital Outlay</b>	<b>679,441</b>	<b>828,757</b>	<b>50,815</b>	<b>-</b>	<b>2,117,989</b>
<b>Debt Service</b>					
Principal	-	-	-	-	226,003
Interest	-	-	-	-	32,726
<b>Total Debt Service</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>258,729</b>
<b>Total Expenditures</b>	<b>758,571</b>	<b>2,027,356</b>	<b>521,586</b>	<b>69,589</b>	<b>13,194,865</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>-</b>	<b>145,816</b>	<b>46,336</b>	<b>-</b>	<b>3,823,716</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	-	-	-
Proceeds from loan financing	-	-	-	-	-
Proceeds from sale of assets	-	59,393	-	-	61,687
Transfers in	-	5,000	32,518	-	240,518
Transfers out	-	-	-	-	(710,880)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>64,393</b>	<b>32,518</b>	<b>-</b>	<b>(408,675)</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>210,209</b>	<b>78,854</b>	<b>-</b>	<b>3,415,041</b>
<b>Fund Balances - Beginning of Year</b>	<b>-</b>	<b>58,093</b>	<b>63,664</b>	<b>-</b>	<b>9,478,864</b>
<b>Fund Balances - End of Year</b>	<b>\$ -</b>	<b>\$ 268,302</b>	<b>\$ 142,518</b>	<b>\$ -</b>	<b>\$ 12,893,905</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2010

	Capital Projects Funds				
	Strategic Plan Projects	Judicial Center Project	Capital Equipment Replacement	Land Acquisition	Andrews Library Project
<b>Revenues</b>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fees, licenses and permits	-	-	-	-	-
Use of money and property	-	-	27,155	-	-
Intergovernmental	-	-	-	-	-
Grants	-	-	-	-	220,763
Other	9,666	-	9,471	-	-
<b>Total Revenues</b>	<u>9,666</u>	<u>-</u>	<u>36,626</u>	<u>-</u>	<u>220,763</u>
<b>Expenditures</b>					
<b>Current</b>					
General government	-	-	8,576	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health & welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
Environmental services	-	-	-	-	-
<b>Total Current</b>	<u>-</u>	<u>-</u>	<u>8,576</u>	<u>-</u>	<u>-</u>
<b>Capital Outlay</b>					
General government	-	160,199	40,382	-	-
Public safety	-	-	1,196,850	-	-
Public works	-	-	276,714	-	-
Economic development	-	-	39,077	-	-
Culture & recreation	-	-	25,280	2,330,302	575,611
<b>Total Capital Outlay</b>	<u>-</u>	<u>160,199</u>	<u>1,578,303</u>	<u>2,330,302</u>	<u>575,611</u>
<b>Debt Service</b>					
Principal	-	-	771,228	-	-
Interest	-	-	118,801	-	-
<b>Total Debt Service</b>	<u>-</u>	<u>-</u>	<u>890,029</u>	<u>-</u>	<u>-</u>
<b>Total Expenditures</b>	<u>-</u>	<u>160,199</u>	<u>2,476,908</u>	<u>2,330,302</u>	<u>575,611</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	9,666	(160,199)	(2,440,282)	(2,330,302)	(354,848)
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	1,256,056	-	-
Proceeds from loan financing	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Transfers in	-	160,199	1,720,200	2,330,302	354,848
Transfers out	(20,775)	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>(20,775)</u>	<u>160,199</u>	<u>2,976,256</u>	<u>2,330,302</u>	<u>354,848</u>
<b>Net Change in Fund Balances</b>	<u>(11,109)</u>	<u>-</u>	<u>535,974</u>	<u>-</u>	<u>-</u>
<b>Fund Balances - Beginning of Year</b>	11,109	-	2,589,132	-	-
<b>Fund Balances - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,125,106</u>	<u>\$ -</u>	<u>\$ -</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2010**

	Capital Projects Funds				
	Courthouse Renovation Project	Andrews Pavillon Project	South Island Park Project	Choppee Culinary Arts Project	Howard Gym Renovation Project
<b>Revenues</b>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fees, licenses and permits	-	-	-	-	-
Use of money and property	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Grants	-	-	-	-	-
Other	-	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>					
<b>Current</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health & welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
Environmental services	-	-	-	-	-
<b>Total Current</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Capital Outlay</b>					
General government	321,429	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	31,396	121,120	45,000	14,743
<b>Total Capital Outlay</b>	<u>321,429</u>	<u>31,396</u>	<u>121,120</u>	<u>45,000</u>	<u>14,743</u>
<b>Debt Service</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<b>Total Debt Service</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Expenditures</b>	<b>321,429</b>	<b>31,396</b>	<b>121,120</b>	<b>45,000</b>	<b>14,743</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(321,429)</b>	<b>(31,396)</b>	<b>(121,120)</b>	<b>(45,000)</b>	<b>(14,743)</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	-	-	-
Proceeds from loan financing	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Transfers in	321,429	31,396	121,120	45,000	14,743
Transfers out	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>321,429</u>	<u>31,396</u>	<u>121,120</u>	<u>45,000</u>	<u>14,743</u>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances - Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances - End of Year</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**

Nonmajor Governmental Funds  
For the Year Ended June 30, 2010

	Capital Projects Funds				
	Parkersville Road Project	Lambertown Tennis Courts Project	Georgetown Library Heritage Center Project	Parks Master Site Planning Project	Mobile Response Technology Project
<b>Revenues</b>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fees, licenses and permits	-	-	-	-	-
Use of money and property	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Grants	-	-	-	-	-
Other	-	20,000	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>					
<b>Current</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health & welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
Environmental services	-	-	-	-	-
<b>Total Current</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Capital Outlay</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	148,195
Public works	10,575	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	36,200	47,687	264,378	-
<b>Total Capital Outlay</b>	<u>10,575</u>	<u>36,200</u>	<u>47,687</u>	<u>264,378</u>	<u>148,195</u>
<b>Debt Service</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<b>Total Debt Service</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Expenditures</b>	<b>10,575</b>	<b>36,200</b>	<b>47,687</b>	<b>264,378</b>	<b>148,195</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(10,575)	(16,200)	(47,687)	(264,378)	(148,195)
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	-	-	-
Proceeds from loan financing	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Transfers in	10,575	16,200	47,687	264,378	148,195
Transfers out	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>10,575</u>	<u>16,200</u>	<u>47,687</u>	<u>264,378</u>	<u>148,195</u>
<b>Net Change in Fund Balances</b>	-	-	-	-	-
<b>Fund Balances - Beginning of Year</b>	-	-	-	-	-
<b>Fund Balances - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2010

	<b>Capital Projects Funds</b>				
	<b>Detention Center Technology Project</b>	<b>Community Parks Project</b>	<b>Landfill Gas Collection Project</b>	<b>Carroll Campbell Boat Landing Project</b>	<b>Energy Savings Project</b>
<b>Revenues</b>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fees, licenses and permits	-	-	-	-	-
Use of money and property	-	-	-	-	1,430
Intergovernmental	-	-	-	-	-
Grants	-	-	-	150,000	35,505
Other	-	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>150,000</b>	<b>36,935</b>
<b>Expenditures</b>					
<b>Current</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health & welfare	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	-	-	-	-
Environmental services	-	-	-	-	-
<b>Total Current</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital Outlay</b>					
General government	-	-	-	-	1,985,911
Public safety	48,375	-	-	-	-
Public works	-	-	-	-	-
Economic development	-	-	-	-	-
Culture & recreation	-	190,170	-	535,929	-
<b>Total Capital Outlay</b>	<b>48,375</b>	<b>190,170</b>	<b>-</b>	<b>535,929</b>	<b>1,985,911</b>
<b>Debt Service</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<b>Total Debt Service</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>48,375</b>	<b>190,170</b>	<b>-</b>	<b>535,929</b>	<b>1,985,911</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(48,375)</b>	<b>(190,170)</b>	<b>-</b>	<b>(385,929)</b>	<b>(1,948,976)</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from capital lease financing	-	-	-	-	1,699,484
Proceeds from loan financing	-	-	-	-	500,000
Proceeds from sale of assets	-	-	-	-	-
Transfers in	48,375	190,170	-	535,929	-
Transfers out	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>48,375</b>	<b>190,170</b>	<b>-</b>	<b>535,929</b>	<b>2,199,484</b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>150,000</b>	<b>250,508</b>
<b>Fund Balances - Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(150,000)</b>	<b>-</b>
<b>Fund Balances - End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 250,508</b>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2010

	<u>Total Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<b>Revenues</b>		
Property taxes	\$ -	\$ 8,003,920
Fees, licenses and permits	-	3,265,621
Use of money and property	28,585	181,668
Intergovernmental	-	1,293,273
Grants	406,268	4,512,225
Other	39,137	235,864
<b>Total Revenues</b>	<u>473,990</u>	<u>17,492,571</u>
<b>Expenditures</b>		
<b>Current</b>		
General government	8,576	765,893
Public safety	-	5,969,910
Public works	-	180,942
Health & welfare	-	810,717
Economic development	-	1,535,743
Culture & recreation	-	1,493,929
Environmental services	-	69,589
<b>Total Current</b>	<u>8,576</u>	<u>10,826,723</u>
<b>Capital Outlay</b>		
General government	2,507,921	2,507,921
Public safety	1,393,420	1,587,120
Public works	287,289	1,332,006
Economic development	39,077	867,834
Culture & recreation	4,217,816	4,268,631
<b>Total Capital Outlay</b>	<u>8,445,523</u>	<u>10,563,512</u>
<b>Debt Service</b>		
Principal	771,228	997,231
Interest	118,801	151,527
<b>Total Debt Service</b>	<u>890,029</u>	<u>1,148,758</u>
<b>Total Expenditures</b>	9,344,128	22,538,993
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(8,870,138)	(5,046,422)
<b>Other Financing Sources (Uses)</b>		
Proceeds from capital lease financing	2,955,540	2,955,540
Proceeds from loan financing	500,000	500,000
Proceeds from sale of assets	-	61,687
Transfers in	6,360,746	6,601,264
Transfers out	(20,775)	(731,655)
<b>Total Other Financing Sources (Uses)</b>	<u>9,795,511</u>	<u>9,386,836</u>
<b>Net Change in Fund Balances</b>	925,373	4,340,414
<b>Fund Balances - Beginning of Year</b>	2,450,241	11,929,105
<b>Fund Balances - End of Year</b>	<u>\$ 3,375,614</u>	<u>\$ 16,269,519</u>

## **Schedule of Fines, Assessments and Surcharges**

**This page is intentionally left blank.**

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

---

**Schedule of Fines, Assessments and Surcharges**

For the Year Ended June 30, 2010

**Fines & Fees - State Portion**

Public Defender Application Fees	\$ 1,520
Bond Estreatment	1,163
Circuit/Family Court Motion Fees	59,075
Family Court Alimony/Child Support Fees	114,540
Circuit/Family Court Fines & Other	18,907
Circuit/Family Court Filing Fees	220,750
Magistrate Court Filing Assessments	31,978
Total Fines & Fees - State Portion	<u>\$ 447,933</u>

**DUI Assessments & Surcharges - State Portion**

Boating Under the Influence	\$ 350
Magistrate Court DUI	1,148
Magistrate Court DUI, DPS Pullout	14,197
General Sessions Court DUI Surcharge	225
Magistrate Court DUI Surcharge	9,570
General Sessions Court DUI DPS Pullout	400
Magistrate Court DUI DPS Pullout	9,570
DUI/DUAC Breathalyzer Test Conviction Fee - SLED	954
Total DUI Assessments - State Portion	<u>\$ 36,414</u>

**Other Surcharges - State Portion**

General Sessions Court Drug Surcharge	\$ 3,845
Magistrate Court Drug Surcharge	8,001
General Sessions Court Law Enforcement Surcharge	4,617
Magistrate Court Law Enforcement Surcharge	217,608
General Sessions Court Criminal Justice Academy Surcharge	665
Magistrates Court Criminal Justice Academy Surcharge	42,616
Total Other Surcharges - State Portion	<u>\$ 277,352</u>

**Other Assessments - State Portion**

General Sessions Court	\$ 18,285
Magistrate Court	515,924
Total Other Assessments - State Portion	<u>\$ 534,209</u>

**Victims Assessments - County Portion**

General Sessions Court	\$ 9,945
Magistrate Court	66,136
Total Victims Assessments - County Portion	<u>\$ 76,081</u>

**Victims Surcharges - County Portion**

General Sessions Court	\$ 19,125
Magistrate Court	44,773
Total Victims Surcharges - County Portion	<u>\$ 63,898</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Schedule of Fines, Assessments and Surcharges**  
For the Year Ended June 30, 2010

**Summary of Changes in Victims Services Fund Balance**

Victims Services Assessments and Surcharges	\$ 139,979
Contributions	10,000
Victims Services Interest Earnings	266
Current Year Victims Services Expenditures	<u>(181,045)</u>
Increase (Decrease) in Victims Services Fund Balance	(30,800)
Victims Services Fund Balance - Beginning of Year	<u>55,579</u>
Victims Services Fund Balance - End of Year	<u>\$ 24,779</u>

---

***SINGLE AUDIT SECTION***

---

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Schedule of Expenditures of Federal Awards**  
For the Year Ended June 30, 2010

	<u>Federal CFDA Number</u>	<u>Grantor or Pass-Through Agency Award Number</u>	<u>Expenditures</u>
<b>U.S. Department of Housing and Urban Development</b>			
<b>Direct Programs</b>			
Home Investment Partnership	14.239	M-09-DC-45-0214	\$ 1,128,849
<b>Passed through State</b>			
<i>S.C. Department of Commerce</i>			
CDBG - Community Planning	14.228	4-RP-08-008	50,000
CDBG - Andrews Library Expansion	14.228	4-W-08-008	<u>220,806</u>
			<u>1,399,655</u>
<b>U.S. Department of Agriculture</b>			
<b>Passed through State</b>			
<i>S.C. Forestry Commission</i>			
Wildland Fire - County Fire Department	10.664	N/A	2,000
Wildland Fire - Midway Fire Department	10.664	N/A	<u>1,171</u>
			<u>3,171</u>
<b>U.S. Department of Justice</b>			
<b>Direct Programs</b>			
State Criminal Alien Assistance Program - Detention Center	16.606	N/A	1,311
COPS Technology	16.710	2008-CK-WX-0603	30,688
Byrne - COPS	16.804	2009-DJ-BX-1386	14,275
Byrne - COPS (ARRA)	16.804	2009-SB-B9-2575	95,550
<b>Passed through State</b>			
<i>S.C. Department of Public Safety</i>			
SRO Program (ARRA)	16.803	1GS09023	<u>210,368</u>
			<u>352,192</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Schedule of Expenditures of Federal Awards**  
For the Year Ended June 30, 2010

	<u>Federal CFDA Number</u>	<u>Grantor or Pass-Through Agency Award Number</u>	<u>Expenditures</u>
<b>U.S. Department of Labor</b>			
<b>Passed through State</b>			
<i>S.C. Employment Security Commission and Waccamaw Regional Workforce Investment Board</i>			
Workforce Investment Act - Detention Center	17.258	8149BCO	36,740
Workforce Investment Act - Youth Program	17.259	7369B16	51,652
Workforce Investment Act - Summer Youth (ARRA)	17.259	9YSS16	<u>100,168</u>
			<u>188,560</u>
<b>U.S. Department of Transportation</b>			
<b>Direct Programs</b>			
Georgetown Airport Runway 523 Ext - Mitigation & Design	20.106	3-45-0025-09	4,750
Georgetown Airport Runway 523 Extension	20.106	3-45-0025-10	288,051
Georgetown Airport Access Road, Terminal Parking, Perimeter Fencing and Apron Expansion	20.106	3-45-0025-11	590,906
Georgetown Airport RSA Grading - Runway 523	20.106	3-45-0025-12	<u>115,489</u>
			<u>999,196</u>
<b>U.S. Environmental Protection Agency</b>			
<b>Passed through State</b>			
<i>S.C. Department of Health &amp; Environmental Control</i>			
BMP's for Murrells Inlet Estuary	66.460	EQ-O-169	<u>35,569</u>
			<u>35,569</u>
<b>U.S. Department of Energy</b>			
<b>Passed through State</b>			
<i>S.C. Budget &amp; Control Board</i>			
Energy Efficiency & Conservation Block Grant (ARRA)	81.128	EWA-06	39,450
Energy Efficiency & Conservation Loan Program	81.041	4-203-10	<u>140,630</u>
			<u>180,080</u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Schedule of Expenditures of Federal Awards**  
For the Year Ended June 30, 2010

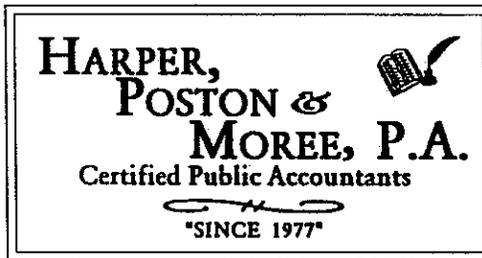
	<u>Federal CFDA Number</u>	<u>Grantor or Pass-Through Agency Award Number</u>	<u>Expenditures</u>
<b>U.S. Department of Education</b>			
<b>Passed through State</b>			
<i>S.C. State Library</i>			
Library Stabilization (ARRA)	84.397	N/A	<u>23,435</u>
			<u>23,435</u>
 <b>U.S. Department of Homeland Security</b>			
<b>Passed through State</b>			
<i>S.C. Emergency Management Division</i>			
Shelter Shutter Program	97.039	DR-1625-SC	7,118
LEMPG	97.042	8EMPG01	5,044
LEMPG	97.042	9EMPG01	32,682
LEMPG	97.042	10EMPG01	24,368
CERT	97.067	8CCP01	<u>4,267</u>
			<u>73,479</u>
		<b>Grand Total</b>	<u><u>\$ 3,255,337</u></u>

**COUNTY OF GEORGETOWN, SOUTH CAROLINA**

**Notes to Schedule of Expenditures of Federal Awards**  
For the Year Ended June 30, 2010

**Note 1 – Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal 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 presented in, or used in the preparation of, the basic financial statements.



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 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, 2010, which collectively comprise the County of Georgetown's basic financial statements and have issued our report thereon dated February 4, 2011. 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 opinions 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 deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, on internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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 grant agreements, 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*.

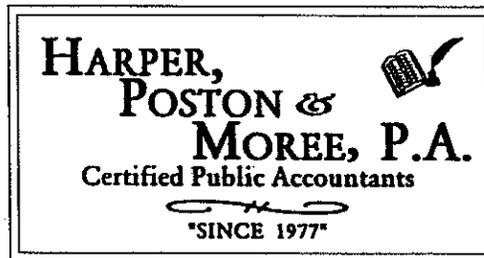
We noted other matters involving the internal control over financial reporting that we have reported to management of the County of Georgetown, South Carolina in a separate letter dated February 4, 2011.

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  
February 4, 2011



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, 2010. 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.

In our opinion, the County of Georgetown complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs identified in the accompanying schedule of findings and questioned costs for the year ended June 30, 2010.

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 referred to above. 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 and to test and report on internal control over compliance in accordance with the OMB Circular A-133, 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 deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned function, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material

weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses in internal control over compliance. 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  
February 4, 2011

**County of Georgetown  
Georgetown, South Carolina  
Schedule of Findings And Questioned Costs  
For The Year Ended June 30, 2010**

**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:

<u>Program</u>	<u>CDFA Number</u>
Home Investment Partnership	14.239
Byrne - COPS	16.804
Byrne - COPS - ARRA	16.804
SRO Program - ARRA	16.803
Workforce Investment Act Cluster	
WIA Detention Center	17.238
WIA Youth Program	17.259
WIA Summer Youth (ARRA)	17.259
Energy Efficiency & Conservation Loan Fund	81.041

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.

**County of Georgetown  
Georgetown, South Carolina  
Summary Schedule of Prior Year Audit Findings  
For The Year Ended June 30, 2010**

U.S. Department of the Interior

Land Water Conservation Fund - CFDA #15.916

Sampit River Park Boat Landing - Grant #45-01059

Carroll A. Campbell Marine Complex - Grant #F-110-B

2009-C1 - Davis Bacon Law

Condition: Records had to be obtained from contractor to test for compliance with the Davis Bacon Law.

Recommendation: We recommend that the County require contractors to submit certified payrolls for grant programs that require compliance with Davis Bacon Law and that this is tested for compliance with prevailing wage requirements.

Current Status: The county implemented the recommendation and no similar findings were noted in the 2010 audit.