

COUNTY OF EDGEFIELD

SOUTH CAROLINA

REPORT ON FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2010

***COUNTY OF EDGEFIELD
EDGEFIELD, SOUTH CAROLINA***

COUNTY COUNCIL

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COUNTY ADMINISTRATOR

ALTON BROWN

**COUNTY OF EDGEFIELD
EDGEFIELD, SOUTH CAROLINA**

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Edgefield County Council
Edgefield, South Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of County of Edgefield, South Carolina as of and for the year then ended June 30, 2010, which collectively comprise the County's basic financial statements of the County's primary government, as listed in the table of contents. These financial statements are the responsibility of the County of Edgefield'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 Governmental Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

The financial statements do not include financial data for the County's legally separate discretely presented component unit – Edgefield County Hospital. Accounting principles generally accepted in the United States of America require the financial data for this discretely presented component unit to be reported with the financial data of the County's primary government unless the County also issues financial statements for the financial reporting entity that includes the financial data for its component unit. The County has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, net assets, revenues, and expenses of the discretely presented component unit would have been presented as \$7,948,000, \$3,021,000, \$4,927,000, \$10,657,000, and \$10,827,000.

In our opinion, because of the omission of the discretely presented component unit as discussed above, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the discretely presented component unit of the County of Edgefield, South Carolina as of June 30, 2010, or the changes in financial position thereof for the year then ended.

In addition, 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 for the County of Edgefield, South Carolina, as of June 30, 2010 and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 29, 2010 on our consideration of County of Edgefield's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Edgefield, South Carolina's basic financial statements. The accompanying supplementary information as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying supplementary information, as listed in the table of contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, based on our audit, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Greenwood, South Carolina
November 29, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of County of Edgefield's annual financial report presents our discussion and analysis of the County's financial performance during the fiscal year ended June 30, 2010. Please read it in conjunction with the County's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The County's assets exceeded its liabilities at June 30, 2010 by \$23.8 million (net assets). Of this amount \$6.5 million (unrestricted net assets) may be used to meet the government's ongoing obligations.
- The County issued no new general obligation bonds and entered into no new capital lease obligations during the year. In addition, they repaid \$559 thousand of bond and capital lease payables during the year.
- The County's total net assets increased over the course of this year's operations. Net assets of our business-type activities increased \$182 thousand, while the net assets of our governmental activities increased \$923 thousand.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$8.6 million, an increase of \$582 thousand from the prior year.
- At the end of the current fiscal year, the County's undesignated fund balance for the general fund was \$3.1 million or 48% of general fund expenditures for the fiscal year.
- In the County's business-type activities, revenues decreased 9.3 percent or \$186 thousand while operating expenses decreased 3 percent or \$72 thousand.
- The general fund actual revenues were \$73 thousand or .9 percent more than budgeted. Also, general fund expenditures were \$451 thousand or 5.6 percent less than budgeted.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts - *management's discussion and analysis* (this section), the *basic financial statements, required supplementary information*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the County government, reporting the County's operations in *more detail* than the government-wide statements.
 - The *governmental funds* statements tell how *general government* services like public safety were financed in the *short term* as well as what remains for future spending.
 - *Proprietary fund* statements offer *short- and long-term* financial information about the activities the government operates *like businesses*, such as the landfill.
 - *Fiduciary fund* statements provide information about resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that of the proprietary funds.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. In addition to these required elements, we have included a section with combining statements that provide details about our nonmajor governmental funds, each of which are added together and presented in single columns in the basic financial statements.

Figure A-1 summarizes the major features of the County’s financial statements, including the portion of the County government they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

**Figure A-1
Major Features of County of Edgefield’s Government-wide and Fund Financial Statements**

	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire County government (except Fiduciary funds) and the County’s component units	The activities of the County that are not proprietary or fiduciary, such as police, fire, and parks	Activities the County operates similar to private businesses: the landfill.	Instances in which the County is the agent for someone else’s resources
Required financial statements	<ul style="list-style-type: none"> • Statement of net assets • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net assets • Statement of revenues, expenses, and changes in net assets • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All agency assets and liabilities, both short-term and long-term
Type of inflow/outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes *all* of the government’s assets and liabilities. All of the current year’s revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County’s *net assets* and how they have changed. Net assets - the difference between the County’s assets and liabilities - is one way to measure the County’s financial health, or *position*.

- Over time, increases or decreases in the County’s net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County you need to consider additional non-financial factors such as changes in the County’s property tax base and the condition of the County’s roads.

The government-wide financial statements of the County are divided into two categories:

- *Governmental activities* - Most of the County’s basic services are included here, such as the police, fire, public works, parks departments, and general administration. Property taxes and state and federal grants finance most of these activities.

- *Business-type activities* - The County charges fees to customers to help it cover the costs of certain services it provides. The County's landfill is included here.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's most significant *funds* - not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The County Council establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The County has three kinds of funds:

- *Governmental funds* - Most of the County's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explains the relationship (or differences) between them.
- *Proprietary funds* - Services for which the County charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long and short-term financial information.
 - In fact, the County's *enterprise fund* (one type of proprietary fund) is the same as its business-type activities, but provides more detail and additional information, such as cash flows.
- *Fiduciary funds* - The County acts as agent, or *fiduciary*, for other entities resources. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net assets

The County's *combined* net assets increased between fiscal years 2009 and 2010 by 4.9 percent to approximately \$23.8 million. (See Table A-1.)

Table A-1
County of Edgefield's Net Assets
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2009	2010	2009	2010	2009	2010	2009-2010
Current and other assets	\$ 8,674	\$ 9,346	\$ 1,319	\$ 1,623	\$ 9,993	\$ 10,969	9.8%
Capital assets	13,087	12,819	2,079	2,002	15,166	14,821	-2.3%
Total assets	21,761	22,165	3,398	3,625	25,159	25,790	2.5%
Long-term debt outstanding	1,994	1,438	74	56	2,068	1,494	-27.8%
Other liabilities	332	370	24	86	356	456	28.1%
Total liabilities	2,326	1,808	98	142	2,424	1,950	-19.6%
Net assets							
Invested in capital assets, net of related debt	11,434	11,709	2,005	1,945	13,439	13,654	1.6%
Restricted	3,148	3,226	254	506	3,402	3,732	9.7%
Unrestricted	4,853	5,422	1,041	1,032	5,894	6,454	9.5%
Total net assets	<u>\$ 19,435</u>	<u>\$ 20,357</u>	<u>\$ 3,300</u>	<u>\$ 3,483</u>	<u>\$ 22,735</u>	<u>\$ 23,840</u>	4.9%

Net assets of our business-type activities increased by 5.5 percent to \$3.5 million. The net assets of our governmental activities increased 4.7 percent to \$20.4 million. This is primarily attributable to an increase in charges for services.

Changes in net assets. The County's total revenues decreased by .2 percent to \$15.5 million. (See Table A-2.) 45 percent of the County's revenue comes from property taxes. Approximately 29 percent of revenues are from fees charged for services, and 24 percent is from state and federal funds received. State and federal fund revenues received decreased \$350 thousand as compared to the prior year. This decrease was largely attributable to less aid to subdivision state funds of approximately \$212 thousand.

The total cost of all programs and services decreased by \$762 thousand or 5.0% as compared to prior year. The County's expenses cover a range of services, with about 33 percent related to public safety.

Table A-2 and the narrative that follows consider the operations of governmental and business-type activities separately.

GOVERNMENTAL ACTIVITIES

Revenues for the County's governmental and business-type activities decreased .2 percent or \$31 thousand, while total expenses decreased 5.0 percent or \$762 thousand compared to prior year.

Table A-2
County of Edgefield's Changes in Net Assets
(in thousands of dollars)

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change 2009-2010
	2009	2010	2009	2010	2009	2010	
Revenues							
Program revenues:							
Charges for services	\$ 2,310	\$ 2,780	\$ 1,609	\$ 1,739	\$ 3,919	\$ 4,519	15.3%
Grants and contributions	2,326	2,530	356	14	2,682	2,544	-5.1%
General revenues:							
Property taxes	7,096	7,039	-	-	7,096	7,039	-0.8%
Other taxes	97	94	-	-	97	94	-3.1%
Intergovernmental	1,345	1,133	-	-	1,345	1,133	-15.8%
Other	416	169	15	41	431	210	-51.3%
Total revenues	<u>\$ 13,590</u>	<u>\$ 13,745</u>	<u>\$ 1,980</u>	<u>\$ 1,794</u>	<u>\$ 15,570</u>	<u>\$ 15,539</u>	-0.2%
Expenses							
General government	\$ 433	\$ 417	\$ -	\$ -	\$ 433	\$ 417	-3.7%
Staff agencies	1,414	1,457	-	-	1,414	1,457	3.0%
Finance agencies	655	662	-	-	655	662	1.1%
Building maintenance	259	250	-	-	259	250	-3.5%
Public safety	4,876	4,729	-	-	4,876	4,729	-3.0%
Public works	1,997	1,726	-	-	1,997	1,726	-13.6%
Health and social services	1,736	1,651	-	-	1,736	1,651	-4.9%
Nondepartmental	1,540	1,322	-	-	1,540	1,322	-14.2%
Interest and fiscal charges	73	80	-	-	73	80	9.6%
Landfill	-	-	2,213	2,141	2,213	2,141	-3.3%
Total expenses	<u>\$ 12,983</u>	<u>\$ 12,294</u>	<u>\$ 2,213</u>	<u>\$ 2,141</u>	<u>\$ 15,196</u>	<u>\$ 14,435</u>	-5.0%
Increase (decrease) in net assets before transfers	\$ 607	\$ 1,451	\$ (233)	\$ (347)	\$ 374	\$ 1,104	195.2%
Transfers	(528)	(529)	528	529	-	-	0.0%
Increase in net assets	<u>\$ 79</u>	<u>\$ 922</u>	<u>\$ 295</u>	<u>\$ 182</u>	<u>\$ 374</u>	<u>\$ 1,104</u>	195.2%

Governmental revenues increased \$155 thousand or 1.1 percent largely due to more charges for services and state and federal revenues received. Property tax collections decreased \$57 thousand or .8 percent as compared to the prior year.

BUSINESS-TYPE ACTIVITIES

Revenues of the County's business-type activities decreased 9.4 percent to \$1.8 million, while expenses decreased 3.3 percent to \$2.1 million. (Refer to Table A-2.) Factors contributing to these results included:

- Decreased grant funds received.
- Increased operating efficiencies which lead to decreases in expenses such as fuel, repairs, and tires.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As the County completed the year, its governmental funds reported a combined fund balance of \$8.6 million. This year's governmental fund balances increased \$582 thousand or 7.3 percent over the prior year.

General Fund Budgetary Highlights

Actual general fund expenditures were \$451 thousand or 5.6 percent below budget amounts. This is primarily the result of a delay in some capital expenditures.

On the other hand, resources available for appropriation were \$73 thousand or .9 percent above the budgeted amount. As noted earlier:

- Property taxes were more than expected.
- State and federal revenues received, fines, and fees were more than expected.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2010, the County had invested \$14.8 million (net of accumulated depreciation) in a broad range of capital assets. (See Table A-3.) This amount represents a net decrease (including additions, deductions and depreciation) of \$346 thousand, or 2.3 percent, as compared to the prior year.

Table A-3
County of Edgefield's Capital Assets
(net of depreciation, in thousands of dollars)

	Governmental		Business-type		Total		Total Percentage Change 2009-2010
	Activities		Activities				
	2009	2010	2009	2010	2009	2010	
Land	\$ 573	\$ 598	\$ 28	\$ 28	\$ 601	\$ 626	4.2%
Construction in progress	293	677			293	677	131.1%
Buildings and improvements	7,138	7,138	440	440	7,578	7,578	0.0%
Furniture, fixtures and equipment	5,154	5,235	2,669	2,755	7,823	7,990	2.1%
Infrastructure	14,225	14,355			14,225	14,355	0.9%
Accumulated depreciation	(14,296)	(15,184)	(1,058)	(1,222)	(15,354)	(16,406)	6.9%
Total net capital assets	<u>\$ 13,087</u>	<u>\$ 12,819</u>	<u>\$ 2,079</u>	<u>\$ 2,001</u>	<u>\$ 15,166</u>	<u>\$ 14,820</u>	-2.3%

This year's major capital asset additions included:

- \$224 thousand in additions of equipment.
- \$131 thousand in infrastructure additions.
- \$384 thousand of new construction in progress additions.

More detailed information about the County's capital assets is presented in Notes 1 and 4 to the financial statements.

Long-term Debt

At year-end the County had \$1.5 million in bonds, capital lease and annual leave obligations outstanding - a decrease of 27.8 percent from last year - as shown in Table A-4. More detailed information about the County's long-term liabilities is presented in Note 5 to the financial statements.

The state limits the amount of general obligation debt the County can issue to 8 percent of the assessed value of all taxable property within the County's legal limits. Our outstanding debt is significantly below this limit - which is currently \$5.8 million as reflected in Table 1 of this report.

Table A-4
County of Edgefield's Outstanding Debt
(in thousands of dollars)

	Governmental		Business-type		Total		Total Percentage Change 2009-2010
	Activities		Activities				
	2009	2010	2009	2010	2009	2010	
General obligation bonds	\$ 1,138	\$ 767	\$ -	\$ -	\$ 1,138	\$ 767	-32.6%
Capital lease obligations	515	344	74	56	589	400	-32.1%
Annual leave obligations	341	327	-	-	341	327	-4.1%
Total	\$ 1,994	\$ 1,438	\$ 74	\$ 56	\$ 2,068	\$ 1,494	-27.8%

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Unemployment now stands at 9.3 percent, compared to 11.3 percent a year ago. This compares favorably with the state's rate of 10.7 percent and favorably with the national rate of 9.5 percent.
- Inflationary trends in the region compare favorably to national indices.

These indicators were taken into account when adopting the general fund budget for 2011. Amounts available for appropriation in the general fund budget are estimated at nearly \$8.4 million, an increase of 3.7 percent over the actual 2010 revenues of \$8.1 million.

Budgeted expenditures are expected to increase nearly 4.5 percent to \$8.4 million over the actual 2010 expenditures of \$7.9 million. The largest increments are decreased staff positions and capital expenditures. The County has added no major new programs or initiatives to the 2011 budget.

If these estimates are realized, the County's budgetary general fund balance is expected to decrease slightly by the close of 2011.

As for the County's business-type activities, no significant changes are expected for next years results of operations.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact John Pettigrew, Jr., Edgefield County Administrator, 124 Courthouse Square, Edgefield, South Carolina 29824, or visit the County website at www.edgefieldcounty.sc.gov.

COUNTY OF EDGEFIELD, SOUTH CAROLINA
STATEMENT OF NET ASSETS
JUNE 30, 2010

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
Cash and cash equivalents	\$ 7,180,248	\$ 930,388	\$ 8,110,636
Restricted cash and equivalents	-	506,173	506,173
Investments	523,946	116,505	640,451
Receivables (net):			
Taxes	515,628	-	515,628
Accounts	404,790	73,186	477,976
Other	3,500	-	3,500
Due from other governments	714,342	-	714,342
Inter-fund balances	3,203	(3,203)	-
Capital assets not being depreciated:			
Construction in progress	676,759	-	676,759
Land	597,643	27,535	625,178
Capital assets being depreciated:			
Buildings and improvements	7,138,480	440,486	7,578,966
Furniture, fixtures, and equipment	5,235,419	2,755,168	7,990,587
Infrastructure assets	14,355,452	-	14,355,452
Less accumulated depreciation	<u>(15,184,329)</u>	<u>(1,221,572)</u>	<u>(16,405,901)</u>
Total capital assets, net of depreciation	<u>12,819,424</u>	<u>2,001,617</u>	<u>14,821,041</u>
Total assets	<u>22,165,081</u>	<u>3,624,666</u>	<u>25,789,747</u>
LIABILITIES			
Accounts payable	256,023	85,915	341,938
Accrued wages and benefits	95,423	-	95,423
Accrued interest payable	18,284	-	18,284
Long-term liabilities:			
Due within one year	396,505	18,024	414,529
Due in more than one year	<u>1,041,381</u>	<u>38,218</u>	<u>1,079,599</u>
Total liabilities	<u>1,807,616</u>	<u>142,157</u>	<u>1,949,773</u>
NET ASSETS			
Invested in capital assets net of related debt	11,708,685	1,945,375	13,654,060
Restricted for:			
Debt service	311,068	-	311,068
Capital activity	332,486	-	332,486
Other	4,420,880	506,173	4,927,053
Unrestricted	<u>3,584,346</u>	<u>1,030,961</u>	<u>4,615,307</u>
Total net assets	<u>\$ 20,357,465</u>	<u>\$ 3,482,509</u>	<u>\$ 23,839,974</u>

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

COUNTY OF EDGEFIELD, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	General	C Funds	EMS	911 Surcharge	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 3,088,146	\$ 2,056,731	\$ 488,673	\$ 269,003	\$ 281,204	\$ 996,491	\$ 7,180,248
Investments	250,447	166,801	39,631	21,816	22,806	22,445	523,946
Due from other funds	119,478	-	-	-	-	58,232	177,710
Receivables (net):							
Taxes	422,252	-	56,096	-	25,558	11,722	515,628
Accounts	-	-	212,512	35,057	-	157,221	404,790
Other	3,500	-	-	-	-	-	3,500
Due from other governments	620,069	76,432	-	-	202	17,639	714,342
Total assets	4,503,892	2,299,964	796,912	325,876	329,770	1,263,750	9,520,164
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 195,268	\$ -	\$ 22,402	\$ 2,179	\$ -	\$ 36,174	\$ 256,023
Due to other funds	58,232	-	22,439	-	-	93,836	174,507
Accrued wages and benefits	94,994	-	-	429	-	-	95,423
Deferred revenue - Property taxes	308,502	-	41,320	-	18,702	8,608	377,132
Total liabilities	656,996	-	86,161	2,608	18,702	138,618	903,085
FUND BALANCES							
Reserved for:							
Debt service	-	-	-	-	311,068	-	311,068
Capital projects	-	-	-	-	-	332,486	332,486
Other	294,251	2,299,964	710,751	323,268	-	792,646	4,420,880
Unreserved:							
Designated	469,575	-	-	-	-	-	469,575
Undesignated reported in:							
General fund	3,083,070	-	-	-	-	-	3,083,070
Special revenue fund	-	-	-	-	-	-	-
Total fund balances	3,846,896	2,299,964	710,751	323,268	311,068	1,125,132	8,617,079
Total liabilities and fund balances	4,503,892	2,299,964	796,912	325,876	329,770	1,263,750	9,520,164

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

**COUNTY OF EDGEFIELD, SOUTH CAROLINA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2010**

Total fund balances - Governmental funds	<u>\$ 8,617,079</u>
<p>Amounts reported for governmental activities in the statement of net assets are different because:</p>	
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:</p>	
Construction in progress	676,759
Land	597,643
Buildings and improvements	7,138,480
Furniture, fixtures, and equipment	5,235,419
Infrastructure assets	14,355,452
Accumulated depreciation	<u>(15,184,329)</u>
Total capital assets	<u>12,819,424</u>
<p>Some revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.</p>	
Property taxes	<u>377,132</u>
<p>Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:</p>	
General obligation debt	(766,950)
Capital leases payable	(343,789)
Accrued interest	(18,284)
Compensated absences	<u>(327,147)</u>
Total long-term liabilities	<u>(1,456,170)</u>
Net assets of governmental activities	<u><u>\$ 20,357,465</u></u>

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

COUNTY OF EDGEFIELD, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the year ended June 30, 2010

	General	C Funds	EMS	911 Surcharge	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 5,411,345	\$ -	\$ 908,370	\$ -	\$ 481,975	\$ 637,047	\$ 7,438,737
Licenses, permits, and fees	391,792	-	-	-	-	-	391,792
Intergovernmental	1,791,901	863,943	-	189,606	119,613	221,817	3,186,880
Charges for services	8,658	-	625,568	-	-	1,110,798	1,745,024
Fines and forfeits	199,723	-	-	-	-	-	199,723
Local funds	-	-	-	-	-	570,176	570,176
Interest	27,349	11,807	2,144	1,532	1,647	5,297	49,776
Other	116,423	-	-	-	3,730	-	120,153
Total revenues	7,947,191	875,750	1,536,082	191,138	606,965	2,545,135	13,702,261
EXPENDITURES							
Current							
General government	399,461	-	-	-	-	-	399,461
Staff agencies	1,412,799	-	-	-	-	-	1,412,799
Finance agencies	634,933	-	-	-	-	-	634,933
Public safety	3,400,409	-	-	126,202	-	971,670	4,498,281
Public works	91,640	453,596	-	-	-	867,211	1,412,447
Health and social services	92,607	-	1,296,051	-	-	191,642	1,580,300
Building maintenance	249,796	-	-	-	-	-	249,796
Nondepartmental	1,246,081	-	-	-	-	88,518	1,334,599
Capital outlay	79,918	-	-	-	-	401,620	481,538
Debt service:							
Principal retirement	-	-	-	-	498,051	-	498,051
Interest and fiscal charges	-	-	-	-	88,625	-	88,625
Total expenditures	7,607,644	453,596	1,296,051	126,202	586,676	2,520,661	12,590,830
Excess of revenues over (under) expenditures	339,547	422,154	240,031	64,936	20,289	24,474	1,111,431
Other financing sources (uses):							
Transfers in	178,925	-	-	-	4,658	240,095	423,678
Transfers out	(244,753)	-	(15,000)	-	-	(693,729)	(953,482)
Total other financing sources (uses)	(65,828)	-	(15,000)	-	4,658	(453,634)	(529,804)
Net change in fund balances	273,719	422,154	225,031	64,936	24,947	(429,160)	581,627
Fund balances, beginning of year	3,573,177	1,877,810	485,720	258,332	286,121	1,554,292	8,035,452
Fund balances, end of year	\$ 3,846,896	\$ 2,299,964	\$ 710,751	\$ 323,268	\$ 311,068	\$ 1,125,132	\$ 8,617,079

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

COUNTY OF EDGEFIELD, 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 - Total government funds	\$ 581,627
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>	
<p>Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:</p>	
Capital outlay	620,483
Depreciation expense	<u>(888,401)</u>
Excess of capital outlay over (under) depreciation expense	<u>(267,918)</u>
<p>Because some revenue will not be collected for several months after the County's fiscal year ends, they are not considered "available" revenues and are deferred in the governmental funds. Deferred property tax revenues increased by this amount in the current year.</p>	
	<u>44,147</u>
<p>Repayment of long-term debt is reported as an expenditure in governmental funds. But the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consisted of:</p>	
Bond principal retirement	371,081
Capital lease principal payments	<u>171,078</u>
Total long-term debt repayment	<u>542,159</u>
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds</p>	
	<u>14,205</u>
<p>In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest is expensed when due.</p>	
	<u>8,261</u>
Change in net assets of government activities	<u><u>\$ 922,481</u></u>

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

COUNTY OF EDGEFIELD, SOUTH CAROLINA
PROPRIETARY FUND
TRI-COUNTY SOLID WASTE AUTHORITY
STATEMENT OF NET ASSETS
JUNE 30, 2010

ASSETS		
Cash and cash equivalents		\$ 930,388
Restricted cash and equivalents		506,173
Investments		116,505
Accounts receivable		73,186
Capital assets		
Land		27,535
Buildings and improvements		440,486
Furniture, fixtures, and equipment		2,755,168
Accumulated depreciation		<u>(1,221,572)</u>
Total assets		<u>3,627,869</u>
 LIABILITIES AND NET ASSETS 		
LIABILITIES		
Accounts payable		85,915
Lease obligations payable		56,242
Due to other funds		<u>3,203</u>
Total liabilities		<u>145,360</u>
 NET ASSETS		
Invested in capital assets, net of related debt		1,945,375
Restricted		506,173
Unrestricted		<u>1,030,961</u>
Total net assets		<u><u>\$ 3,482,509</u></u>

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

COUNTY OF EDGEFIELD, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS -
PROPRIETARY FUND
TRI-COUNTY SOLID WASTE AUTHORITY
For the year ended June 30, 2010

OPERATING REVENUES	
User charges - Other governments	\$ 585,227
Landfill user charges - Other	<u>1,152,904</u>
Total operating revenues	<u>1,738,131</u>
OPERATING EXPENSES	
Salaries and fringe benefits	434,624
Costs of services	1,482,758
Depreciation	<u>220,671</u>
Total operating expenses	<u>2,138,053</u>
Operating loss	(399,922)
NONOPERATING REVENUES (EXPENSES)	
Intergovernmental revenues	13,777
Gain on sale of capital assets	33,832
Interest income	7,440
Interest expense	<u>(2,914)</u>
Net loss before transfers	(347,787)
TRANSFERS IN	544,804
TRANSFERS OUT	<u>(15,000)</u>
Change in net assets	182,017
NET ASSETS, BEGINNING OF YEAR	<u>3,300,492</u>
NET ASSETS, END OF YEAR	<u><u>\$ 3,482,509</u></u>

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

COUNTY OF EDGEFIELD, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
TRI-COUNTY SOLID WASTE AUTHORITY
For the year ended June 30, 2010

OPERATING ACTIVITIES	
Receipts from customers and users	\$ 1,763,968
Payments to suppliers	(1,421,159)
Payments to employees	<u>(434,624)</u>
Net cash used for operations	<u>(91,815)</u>
NONCAPITAL FINANCING ACTIVITIES	
Transfers from other funds	544,804
Transfers to other funds	(15,000)
Increase in due to other funds	<u>3,203</u>
Net cash provided by noncapital financing activities	<u>533,007</u>
INVESTING ACTIVITIES	
Purchase of investments	(116,505)
Interest income	<u>7,440</u>
Net cash used for investing activities	<u>(109,065)</u>
CAPITAL AND RELATED FINANCING ACTIVITIES	
Intergovernmental revenues	13,777
Acquisition of capital assets	(143,408)
Interest expense	(2,914)
Repayments on lease obligations	(17,337)
Proceeds from sale of capital assets	<u>33,832</u>
Net cash used for capital and related financing activities	<u>(116,050)</u>
Net increase in cash and cash equivalents	216,077
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>1,220,484</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 1,436,561</u>
Reconciliation of operating loss to net cash used for	
Operating activities	
Operating loss	\$ (399,922)
Adjustments to reconcile operating loss to net cash used for operations	
Depreciation	220,671
Changes in deferred and accrued amounts	
Accounts receivable	25,837
Accounts payable	<u>61,599</u>
Net cash used for operating activities	<u>\$ (91,815)</u>

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

**COUNTY OF EDGEFIELD, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2010**

ASSETS		
Cash and cash equivalents		\$ 2,029,369
Investments		110,099
Property taxes receivable		941,929
Due from other governments		<u>772,339</u>
 Total assets		 <u>\$ 3,853,736</u>
LIABILITIES		
Due to other governments		15,146
Due to other taxing districts and agencies		<u>3,838,590</u>
 Total liabilities		 <u>\$ 3,853,736</u>

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

COUNTY OF EDGEFIELD, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Edgefield operates under a council-administrator form of government and provides the following services as authorized by its charter: public safety (police and fire), road maintenance, health and social services, and general administrative services.

The primary government financial statements of the County of Edgefield have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental 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.

BASIS OF PRESENTATION

The County's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide financial statements

The statement of net assets and the statement of activities display information about the County as a primary government. These statements include the financial activities of the primary government, except for fiduciary funds. For the most part, the effect of interfund activity has been removed from the statements. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Fund financial statements

During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources management 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues 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 government reports the following major governmental funds:

The *general fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *C fund* accounts for intergovernmental funds received from the state that are restricted to improve and repair the County road systems.

The *EMS fund* is a special revenue fund of the County. It is used to account for the activities of the County's emergency medical services.

The *911 surcharge fund* is a special revenue fund of the County. It is used to account for the accumulation of resources from 911 surcharges.

The *debt service fund* is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

The County reports the following major enterprise funds:

The *Tri – County Solid Waste Authority fund* accounts for the activities of the County's landfill operations.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Additionally, the government reports the following fund types:

Special revenue funds

The special revenue funds are used to account for the proceeds of specific revenue sources (other than special assessments, or major capital projects) that are legally restricted to expenditures for specified purposes.

Capital projects funds

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Agency fund

The agency fund accounts for monies held on behalf of school districts, special districts and other agencies that use the County as a depository or property taxes are collected on behalf of the other governments.

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 charges between the government's landfill function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the 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 government's policy to use restricted resources first, then unrestricted resources as they are needed.

MEASUREMENT FOCUS

Government-wide financial statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the County are included on the statement of net assets.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Fund financial statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds are reported using the economic resources measurement focus.

BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - exchange and non-exchange transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within sixty days of fiscal year-end.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: delinquent taxes, sales tax, grants, interest, fees and charges for services.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Deferred revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of yearend, but which were levied to finance fiscal year 2010 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund. Encumbrances outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

Budget

County Council adopts an annual budget for general fund revenue and expenditures prior to the beginning of each fiscal year. The adopted budget specifies expenditure limits appropriated to each County department. Departmental expenditures may not exceed amounts appropriated without the approval of County Council and unexpended appropriations lapse at fiscal year-end. Budget amounts reflected in the accompanying financial statements represent the adopted budget and any revisions approved by Council during the fiscal year. Line item transfers within operating departments are approved by the County Administrator. The Council approves any additional appropriations and transfers between departments. During the year, the Council made several supplementary budget appropriations, which increased general fund estimated revenues available.

The budget is prepared on a consistent basis of accounting with actual financial statement results, including significant accruals, to provide meaningful comparisons.

The County has an appropriated budget for the enterprise funds but is not required to report budgetary comparisons in the financial statements.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Cash and investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County. State statutes authorize the County to invest in:

1. Obligations of the United States and agencies thereof;
2. General obligations of the State of South Carolina or any of its political units;
3. Certificates of deposit where the certificates are collaterally secured by securities of the type described in (1) and (2) above held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificates of deposit so secured, including interest; provided, however, such collateral shall not be required to the extent the same are insured by an agency of the federal government.
4. Repurchase agreements when collateralized by securities as set forth in this section;
5. No load open-end or closed-end management type investment companies or investment trusts registered under the Investment Company Act of 1940, as amended, where the investment is made by a bank or trust company or savings and loan association or other financial institution when acting as trustee or agent for a bond or other debt issue of the County, if the particular portfolio of the investment company or investment trust in which the investment is made (i) is limited to obligations described in items (1), (2), and (5) of this subsection, and (ii) has among its objectives the attempt to maintain a constant net asset value of one dollar a share and to that end, value its assets by the amortized cost method.

Investments are stated at fair value; except that repurchase agreements and U.S. Government agencies that have a maturity at the time of purchase of one year or less are shown at amortized cost.

The County Treasurer co-mingles cash and time deposits of some of the funds, but separate fund balance accounts are maintained for accounting purposes so that the equity of each fund is properly reflected in the overall cash. Interest earned on co-mingled cash is distributed to funds based on their average monthly fund balances for the fiscal year. The purpose of co-mingling funds is to obtain maximum return of interest through the investment of funds considered temporarily surplus. This practice does not apply to certain funds earmarked for specific purposes, such as the school bond fund.

Receivables

All trade and property taxes receivable are shown net of an allowance for uncollectibles. Trade accounts receivable consist primarily of emergency medical services receivable which amounts in excess of ninety days are included in the allowance for uncollectibles. The property tax receivable allowance is equal to two percent of outstanding property taxes at June 30, 2010.

Intergovernmental receivable

Amounts due from federal grants represent reimbursable costs, which have been incurred by the County but have not been reimbursed by the grantor agency. Costs under grant programs are recognized as expenditures in the period in which they are incurred by the County.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Inventories and prepaid assets

The County has no significant inventories. The cost is recorded as an expenditure at the time individual inventory items are purchased. The County expenses charges that cover more than one year in the year the expenditure is made and does not record any portion as prepaid asset.

Compensated absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. No liability is reported for unpaid accumulated sick leave. Vacation pay is accrued when incurred in proprietary funds and reported as a fund liability. Vacation pay that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements.

Use of estimates

The financial statements include estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenditures. Actual results could differ from these estimates.

Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Capital assets

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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 the projects are constructed. Interest incurred during the construction phase of proprietary capital assets is included as part of the capitalized value of the assets constructed.

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the modified accelerated cost recovery method over the following useful lives:

Infrastructure	35 years
Buildings and improvements	15 to 30 years
Furniture, fixtures, and equipment	3 to 10 years

Net assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition construction or improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

The County applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Reporting Entity

Edgefield County, South Carolina – the primary government – is a political subdivision of the State of South Carolina. Component units are legally separate entities that meet one of the following criteria: (1) the County appoints a voting majority of the board of the entity and is able to impose its will on the entity and/or is in a relationship of financial benefit or burden with the entity, (2) the entity is fiscally dependent upon the County, or (3) the financial statements would be misleading if data from the entity were not included. Legally separate entities, referred to as component units, are not included in this report.

Discretely presented component unit excluded from the reporting entity

Edgefield County Hospital

The Hospital’s Board of Directors selects management staff, establishes budgets, and controls all aspects of the operation of the Hospital. The County does levy and collect property taxes on behalf of the Hospital and disburses such funds as payment on County bond obligations issued for the Hospital. The County does not hold title to any of the Hospital’s assets, nor does it have any right to the Hospital’s surpluses.

Subsequent events

These financial statements have not been updated for subsequent events occurring after November 29, 2010, which is the date these financial statements were available to be issued.

NOTE 2 - DEPOSITS AND INVESTMENTS

Deposits

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. Cash on hand consists of a checking account which has an overnight investment sweep agreement with the financial institution.

At June 30, 2010, the carrying amount of the County’s deposits was \$1,189,199 and the bank balance was \$1,334,866. All of the County’s deposits at year-end of were covered by federal depository insurance or by collateral held in the pledging financial institutions’ trust department in the County’s name. Petty cash funds of \$650 are reflected as cash on the general fund balance sheet.

(Continued)

NOTE 2 - DEPOSITS AND INVESTMENTS, Continued

Investments

As of June 30, 2010, the County had the following investments:

<u>June 30, 2010</u>	<u>Fair Value</u>	<u>Carrying Value</u>	<u>Maturities</u>
South Carolina local government investment pool	\$ 8,909,329	\$ 8,909,329	No maturity
Federal home loan bank mortgage security	500,315	500,315	> 3 yrs
Federal national mortgage association security	250,235	250,235	> 3 yrs
Repurchase agreements	<u>547,000</u>	<u>547,000</u>	Overnight
	<u>\$ 10,206,879</u>	<u>\$ 10,206,879</u>	

Interest rate risk

The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk

The County has no investment policy that would further limit its investment choices other than state law. As of June 30, 2010, the underlying security ratings of the County's investment in the South Carolina Local Government Investment Pool may be obtained from the LGIP's complete financial statements. This investment pool does not have a credit quality rating assigned. These financial statements may be obtained by writing to the following address:

The State Treasurer's Office
Local Government Investment Pool
Post Office Box 11778
Columbia, South Carolina 29211

Of the County's investments in repurchase agreements, underlying securities of \$547,000 are held by the investment's counterparty, in the name of the County.

Concentration of credit risk

The County places no limit on the amount the County may invest in any one issuer.

NOTE 3 - PROPERTY TAXES

Property taxes are levied on the assessed value of real and personal property, excluding automobiles, as of December 31 of the calendar year preceding the fiscal year. The levy date for automobiles is the first day of the month in which the vehicle license expires and the tax is due by the end of the same month. Liens attach to the property at the time taxes are levied. Taxes are due without penalty, for real and personal property excluding automobiles, through January 15. After that time, penalties are added depending on the date paid as follows:

January 16 through February 1	3% of tax
February 2 through March 16	10% of tax
March 17 and thereafter	15% of tax

Property tax revenues are recognized when due or past due and collectible within the current period or soon enough thereafter (defined as sixty days) to pay liabilities of the current period.

(Continued)

NOTE 3 - PROPERTY TAXES, Continued

The County bills and collects its own property taxes, and also collects taxes for the Rural Fire Districts and the School District. Collections of the County taxes and remittance of them to the Districts are accounted for in the agency funds.

Also, the County collects taxes for surrounding municipalities. The amount collected but not remitted at June 30, 2010 was \$3,662 for surrounding municipalities.

Deferred revenue (property taxes) represents that portion of property taxes which is deemed not available to pay current expenditures. Property taxes receivable as of year end for the government's individual major funds, nonmajor funds in the aggregate and agency funds including the applicable allowance for uncollectible accounts are as follows:

	<u>General</u>	<u>Emergency Medical Service</u>	<u>Debt Service</u>	<u>Non Major Governmental</u>	<u>Agency</u>
Property taxes receivable	\$ 430,869	\$ 57,241	\$ 26,080	\$ 11,961	\$ 960,944
Less: Allowance	<u>(8,617)</u>	<u>(1,145)</u>	<u>(522)</u>	<u>(239)</u>	<u>(19,015)</u>
Net taxes receivable	<u><u>\$ 422,252</u></u>	<u><u>\$ 56,096</u></u>	<u><u>\$ 25,558</u></u>	<u><u>\$ 11,722</u></u>	<u><u>\$ 941,929</u></u>

NOTE 4 - CAPITAL ASSETS

Primary Government capital asset activity for the year ended June 30, 2010 was as follows:

Total capital assets at historical cost not being depreciated	<u>865,481</u>	<u>408,921</u>	<u>-</u>	<u>1,274,402</u>
Capital assets being depreciated				
Infrastructure	14,224,749	130,703	-	14,355,452
Building and improvements	7,138,480	-	-	7,138,480
Furniture, fixtures and equipment	<u>5,154,560</u>	<u>80,859</u>	<u>-</u>	<u>5,235,419</u>
Total capital assets at historical cost being depreciated	<u>26,517,789</u>	<u>211,562</u>	<u>-</u>	<u>26,729,351</u>
Less accumulated depreciation for:				
Infrastructure	(6,947,823)	(313,918)	-	(7,261,741)
Buildings, improvements and equipment	<u>(7,348,105)</u>	<u>(574,483)</u>	<u>-</u>	<u>(7,922,588)</u>
Total accumulated depreciation	<u>(14,295,928)</u>	<u>(888,401)</u>	<u>-</u>	<u>(15,184,329)</u>
Total capital assets being depreciated, net	<u>12,221,861</u>	<u>(676,839)</u>	<u>-</u>	<u>11,545,022</u>
Governmental activities capital assets, net	<u><u>\$ 13,087,342</u></u>	<u><u>\$ (267,918)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 12,819,424</u></u>

(Continued)

NOTE 4 - CAPITAL ASSETS, Continued

Depreciation expense was charged to functions as follows:

General Government	\$ 17,768
Staff Agencies	44,420
Finance Agencies	26,652
Public Safety	230,984
Public Works	497,505
Health and Social Services	<u>71,072</u>
 Total Governmental Activities Depreciation Expense	 <u>\$ 888,401</u>

	<u>Balance June 30, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2010</u>
Business-type activities				
Capital assets not being depreciated				
Land	\$ 27,535	\$ -	\$ -	\$ 27,535
Capital assets being depreciated				
Buildings and improvements	440,486	-	-	440,486
Furniture, fixtures and equipment	<u>2,668,762</u>	<u>143,408</u>	<u>(57,002)</u>	<u>2,755,168</u>
Total capital assets at historical cost being depreciated	<u>3,109,248</u>	<u>143,408</u>	<u>(57,502)</u>	<u>3,195,654</u>
Less accumulated depreciation	<u>(1,057,903)</u>	<u>(220,671)</u>	<u>57,002</u>	<u>(1,221,572)</u>
Total capital assets being depreciated, net	<u>2,051,345</u>	<u>(77,263)</u>	<u>-</u>	<u>1,974,082</u>
Business-type activities capital assets, net	<u>\$ 2,078,880</u>	<u>\$ (77,263)</u>	<u>\$ -</u>	<u>\$ 2,001,617</u>

NOTE 5 - LONG-TERM DEBT

Bonds payable at June 30, 2010 are comprised of the following individual issues:

	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2010</u>	<u>Amounts</u> <u>due within</u> <u>one year</u>
General obligation bonds					
\$640,000 1980 Law Enforcement Center bonds due in annual installments of \$37,300 for principal and interest through October 9, 2010, interest at 5%	\$ 17,672	\$ -	\$ 17,672	\$ -	\$ -
\$300,000 2002 General Obligation Hospital bonds due in annual installments of \$54,047 - \$56,994 for principal and interest through 2009, interest at 3.95%	53,000	-	53,000	-	-
\$196,400 2004 General Obligation Bond of Edgefield County due in annual installments of \$21,404 - \$24,572 for principal and interest through April 2013, interest at 3.85%	82,500	-	20,000	62,500	20,500
\$208,000 2004A General Obligation Bond of Edgefield County due in annual installments of \$13,812 - \$29,810 for principal and interest through April 2014, interest at 3.85%	94,625	-	22,675	71,950	22,675
\$500,000 2005A General Obligation Hospital bonds due in annual installments of \$51,735 - \$68,651 for principal and interest through March 2015, interest at 3.47%	300,000	-	50,000	250,000	50,000
\$765,000 2005B General Obligation bonds due in annual installments of \$79,269 - \$101,424 for principal and interest through March 2015, interest at 3.62%	459,000	-	76,500	382,500	76,500
\$380,000 2007 General Obligation bonds due in semi-annual installments of \$67,488 for principal and interest through April 2010, interest at 3.79%	131,234	-	131,234	-	-
	<u>\$ 1,138,031</u>	<u>\$ -</u>	<u>\$ 371,081</u>	<u>\$ 766,950</u>	<u>\$ 169,675</u>

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2010, including interest payments, are as follows:

<u>Year ending</u> <u>June 30,</u>	<u>General obligation bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	169,675	27,718	197,393
2012	170,175	21,532	191,707
2013	160,800	15,345	176,145
2014	139,800	9,521	149,321
2015	126,500	4,504	131,004
	<u>\$ 766,950</u>	<u>\$ 78,620</u>	<u>\$ 845,570</u>

(Continued)

NOTE 5 - LONG-TERM DEBT, Continued

Debt service funds of \$311,068 are available to service the general obligation bonds.

In accordance with the South Carolina Constitution, the County is allowed to incur general obligations (general purpose) bonded indebtedness in an amount not exceeding eight percent of the assessed value of all taxable property of the County. Based on the taxable assessed property valuation net of exemptions of \$72,090,277 (unaudited), the legal debt limit is \$5,767,218, leaving a legal debt margin as of June 30, 2010 of \$5,311,336.

The general obligation bonds are secured by a pledge of the full faith, credit and taxing power of the County.

Changes in long-term debt

The following is a summary of long-term debt transactions of the County for the year ended June 30, 2010:

	<u>Lease obligations</u>		<u>Estimated long-term liability for annual leave</u>	<u>General obligation bonds</u>
	<u>Enterprise fund</u>	<u>Governmental funds</u>		
Payable at July 1, 2009	\$ 73,579	\$ 514,867	\$ 341,352	\$ 1,138,031
Amounts incurred	-	-	44,020	-
Amounts retired	<u>(17,337)</u>	<u>(171,078)</u>	<u>(58,225)</u>	<u>(371,081)</u>
Payable at June 30, 2010	<u>\$ 56,242</u>	<u>\$ 343,789</u>	<u>\$ 327,147</u>	<u>\$ 766,950</u>
Amounts due within one year	<u>\$ 18,024</u>	<u>\$ 168,830</u>	<u>\$ 58,000</u>	<u>\$ 169,675</u>

NOTE 6 - INTERFUND ASSETS AND LIABILITIES

The balances of interfund receivables and payables at June 30, 2010 were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	EMS	\$ 22,439
General Fund	Nonmajor Governmental	93,836
General Fund	Enterprise Fund - Landfill	<u>3,203</u>
		<u>\$ 119,478</u>
Nonmajor Governmental	General Fund	<u>\$ 58,232</u>
		<u>\$ 58,232</u>

All of the above balances are scheduled to be collected in the subsequent year. The balances at June 30, 2010 resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system and payments between funds are made.

(Continued)

NOTE 6 - INTERFUND ASSETS AND LIABILITIES, Continued

Any transactions to transfer revenues from the fund budgeted to receive them to the fund budgeted to expend them are reported as transfers from and to other funds. Total transfers during the year ended June 30, 2010 consisted of the following individual amounts:

<u>Transfer In Fund</u>	<u>Transfer Out Fund</u>	<u>Amount</u>
General Fund	EMS	\$ 15,000
General Fund	Nonmajor Governmental	148,925
General Fund	Enterprise Fund - Landfill	15,000
		<u>178,925</u>
Debt Service	General Fund	4,658
		<u>4,658</u>
Nonmajor Governmental	General Fund	240,095
		<u>240,095</u>
Total governmental fund transfers in		<u>\$ 423,678</u>
Enterprise Fund - Landfill	Nonmajor Governmental	<u>\$ 544,804</u>

NOTE 7 - FUND BALANCE RESERVES

Council authorized the following reserves at June 30, 2010.

Building maintenance reserves

Various reserves have been established to accumulate funds for future major repairs and improvements to the County buildings. Additions to these reserves are at the discretion of the County Council.

Library maintenance reserve

On July 8, 1986, Edgefield County established a reserve for Library maintenance. Additions to the reserve are to be funded by unused budget appropriations, with a ceiling of \$2,000 per year, and a maximum reserve of \$15,000.

Recreation reserves

Various recreation oriented reserves have been established to accumulate funds for community recreation facilities and programs. Additions to these reserves are at the discretion of the County Council.

Court costs escrow

As of June 30, 2010, Edgefield County established a reserve for court costs related to a death penalty case. Additions to the reserve are at the discretion of County Council.

The balances at June 30, 2010 are as follows:

Building maintenance	\$ 81,653
Library maintenance	8,460
Clerk of Court reserves	92,829
Sheriff reserves	64,214
Court costs escrow	47,365
	<u>\$ 294,521</u>

NOTE 8 - EMPLOYEE BENEFITS

Retirement Plan

Substantially all County employees are members of the South Carolina Retirement System, (SCRS) or the Police Officers Retirement System (PORS). These systems are cost-sharing multiple-employer plans administered by the Retirement Division of the State Budget and Control Board. The Plan offers retirement and disability benefits, cost of living adjustments on an ad hoc basis, and life and survivor benefits. The Plan's provisions are established under Title 9 of the South Carolina Code of Laws. The State is authorized by statute to establish and amend all plan provisions. Covered payroll was \$5,859,680, \$5,899,674 and \$5,688,518 for the years ended June 30, 2010, 2009 and 2008, respectively.

Generally all employees are required to participate in the SCRS as a condition of employment.

Under South Carolina Retirement System (SCRS), employees are eligible for normal retirement with no reduction of benefits upon reaching age 65 or completion of 28 years credited service regardless of age. The benefit formula effective July 1, 1989, for the System is 1.82% of an employee's average final compensation multiplied by the number of years of credited service. An early retirement option with reduced benefits is available as early as age 60. Employees are vested for a deferred annuity after 5 years service and qualify for a survivor's benefit upon completion of 15 years credited service. A group-life insurance benefit equal to an employee's annual rate of compensation is payable upon the death of an employee with a minimum of one year of credited service. Employees are required to contribute 6.50% of their salary for the year ended June 30, 2010 (6.50% for the year ended June 30, 2009 and 6.50% for the year ended June 2008). The County is required to contribute 9.24% of employees' salary for the year ended June 30, 2010 (9.24% for the year ended June 30, 2009 and 9.06% for the year ended June 30, 2008).

Police Officers Retirement System (PORS) - Participating employees contribute 6.5% of their annual covered payroll. The County contributes on their behalf 10.65% of annual payroll plus an additional .2% of payroll to provide accidental death benefits.

The Pension Plans provide death and disability as well retirement benefits. Both employees and employers are required to contribute to the Plan at rates established under authority of Title 9 of the SC Code of Laws. Contribution information for the year ended June 30, 2010 and the two years prior is as follows:

	<u>Employee Amount</u>	<u>Contributions % of Wages</u>	<u>Employer Amount</u>	<u>Contributions % of Wages</u>	<u>Total</u>
June 30, 2010	\$ 380,559	6.50 & 6.50%	\$ 586,164	9.24 & 10.30%	\$ 966,723
June 30, 2009	381,084	6.50 & 6.50%	588,884	9.24 & 10.30%	969,968
June 30, 2008	367,580	6.50 & 6.50%	555,358	9.06 & 10.30%	922,938

Ten year historical trend information presenting the retirement system's progress in accumulating sufficient assets to pay benefits when due is presented in the Component Unit Financial Report issued annually by the South Carolina Retirement Systems.

A Comprehensive Annual Financial Report containing financial statements and required supplementary information for the South Carolina Retirement System is issued and publicly available by writing the South Carolina Retirement System, P.O. Box 11960, Columbia, S.C. 29211-1960.

(Continued)

NOTE 8 - EMPLOYEE BENEFITS, Continued

Employees eligible for service retirement may participate in the Teacher and Retiree Incentive Program (TERI). TERI participants may retire and begin accumulating retirement benefits on a deferred basis without terminating employment for up to five years. Upon termination of employment or at the end of the TERI period, whichever is earlier, participants will begin receiving monthly service retirement benefits which will include any cost of living adjustments granted during the TERI period. Because participants are considered retired during the TERI period, they do not earn service credit, and are ineligible to receive group life insurance benefits or disability retirement benefits. Effective July 1, 2006, TERI participants who entered the program after July 1, 2005 are required to pay the same pre-tax contribution to the SCRS during the TERI period, but they do not earn service credit.

Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457, which is administered and controlled by the State of South Carolina. The plan, available to all government employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

ING Group, PO Box 810, 1000 AV Amsterdam, the Netherlands, (under state contract) is the program administrator of the 457 plan as well as the 401k plan, which is also available to County and component unit employees at their option.

The government also provides its employees a Money Plus Spending Account through the state health plan. The plan, available to all government employees, provides for child care, health issues and dental benefits.

Post-employment Health Care Benefits

The County does not provide health care benefits for retired employees.

NOTE 9 - CONTINGENT LIABILITIES

The County participates in a number of federal and state assisted grant programs. These programs are subject to audits by grantors or their representatives. The audits of these programs for or including the year ended June 30, 2010, have not yet been conducted. Therefore, the County's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

NOTE 10 - LITIGATION

There are several pending lawsuits in which the County is involved. The County attorney estimates that the potential claims against the County, not covered by insurance, resulting from such litigation, would not materially affect the financial statements of the County.

NOTE 11 - 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 for which the County carries insurance through the South Carolina Counties Property and Liability Trust. In addition, the County carries employee health and accident insurance through the South Carolina Office of Insurance Services. This South Carolina state health plan represents various South Carolina governmental entities joined together in a public entity risk pool. The County pays premiums to the Fund for its employee health and accident insurance. The agreement for formation of the Fund provides that the Fund will be self-sustaining through member premiums and will reinsure through commercial companies for each insured event.

The County continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

NOTE 12 - CAPITAL LEASES

The County has entered into lease agreements as lessee for financing the acquisition of equipment. These lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease terms) and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. The following is an analysis of equipment leased under capital leases as of June 30, 2010:

	<u>Governmental funds</u>	<u>Enterprise fund</u>
Machinery and equipment	\$ 1,539,830	\$ 673,555
Less: Accumulated depreciation	<u>(1,162,202)</u>	<u>(325,050)</u>
	<u>\$ 377,628</u>	<u>\$ 348,505</u>

The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2010:

<u>Fiscal year ending June 30,</u>	<u>Governmental funds</u>	<u>Enterprise funds</u>
2011	\$ 181,312	\$ 20,251
2012	181,313	20,251
2013	<u>-</u>	<u>20,251</u>
Total minimum lease payments	362,625	60,753
Less: Amount representing interest	<u>(18,836)</u>	<u>(4,511)</u>
Present value of future minimum lease payments	<u>\$ 343,789</u>	<u>\$ 56,242</u>

Lease obligations are payable from the general and enterprise funds.

NOTE 13 - OTHER COMMITMENTS

The County leases land under operating leases. Future minimum lease payments required under the operating leases are as follows:

Fiscal year ending June 30,	Total minimum lease payments
2011	\$ 8,000
2012	8,000
2013	8,000
2014	8,000
2015	8,000
2016-2020	40,000
2021-2025	40,000
2026-2030	40,000
2031	8,000
	<hr/>
	<u>\$ 168,000</u>

The construction in process amounts in Note 4 relate to construction costs. Remaining construction commitments total approximately \$271,000 related to the \$701,759 in construction in progress at June 30, 2010.

COUNTY OF EDGEFIELD, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP) AND ACTUAL
For the year ended June 30, 2010

	Budget - original	Budget - final	Actual	Variance positive (negative)
REVENUES				
Taxes	\$ 5,323,317	\$ 5,323,317	\$ 5,411,345	\$ 88,028
Licenses, permits and fees	394,400	394,400	391,792	(2,608)
Intergovernmental	1,761,895	1,761,895	1,791,901	30,006
Charges for services	11,600	11,600	8,658	(2,942)
Fines and forfeits	157,000	157,000	199,723	42,723
Interest	70,000	70,000	27,349	(42,651)
Other	156,000	156,000	116,423	(39,577)
Total revenues	<u>7,874,212</u>	<u>7,874,212</u>	<u>7,947,191</u>	<u>72,979</u>
EXPENDITURES				
Current				
General government	487,479	476,589	399,461	77,128
Staff agencies	1,497,797	1,501,637	1,412,799	88,838
Finance agencies	641,591	640,221	634,933	5,288
Public safety	3,481,584	3,479,382	3,400,409	78,973
Public works	93,832	93,832	91,640	2,192
Health and social services	92,321	92,321	92,607	(286)
Building maintenance	257,115	257,115	249,796	7,319
Nondepartmental	1,419,044	1,419,044	1,246,081	172,963
Capital outlay	88,252	98,874	79,918	18,956
Total expenditures	<u>8,059,015</u>	<u>8,059,015</u>	<u>7,607,644</u>	<u>451,371</u>
Excess (deficiency) of revenues under expenditures	<u>(184,803)</u>	<u>(184,803)</u>	<u>339,547</u>	<u>524,350</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	178,925	178,925	178,925	-
Transfers out	<u>(187,599)</u>	<u>(187,599)</u>	<u>(244,753)</u>	<u>(57,154)</u>
Total other financing sources (uses)	<u>(8,674)</u>	<u>(8,674)</u>	<u>(65,828)</u>	<u>(57,154)</u>
Excess (deficiency) of revenues and other financing sources under expenditures and other uses	<u>(193,477)</u>	<u>(193,477)</u>	<u>273,719</u>	<u>467,196</u>
FUND BALANCE, BEGINNING OF YEAR	<u>3,573,177</u>	<u>3,573,177</u>	<u>3,573,177</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 3,379,700</u>	<u>\$ 3,379,700</u>	<u>\$ 3,846,896</u>	<u>\$ 467,196</u>

COUNTY OF EDGEFIELD, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP) AND ACTUAL
For the year ended June 30, 2010

	Budget - original	Budget - final	Actual	Variance positive (negative)
GENERAL GOVERNMENT				
County council				
Personnel services	\$ 55,203	\$ 55,203	\$ 55,442	\$ (239)
Operating expenses	<u>115,880</u>	<u>112,840</u>	<u>37,982</u>	<u>74,858</u>
Total county council	<u>171,083</u>	<u>168,043</u>	<u>93,424</u>	<u>74,619</u>
County administrator's office				
Personnel services	289,646	280,101	279,814	287
Operating expenses	26,750	28,445	26,223	2,222
Capital outlay	<u>-</u>	<u>7,850</u>	<u>7,810</u>	<u>40</u>
Total county administrator's office	<u>316,396</u>	<u>316,396</u>	<u>313,847</u>	<u>2,549</u>
Total current expenditures	487,479	476,589	399,461	77,128
Total capital outlay	<u>-</u>	<u>7,850</u>	<u>7,810</u>	<u>40</u>
Total general government	<u>487,479</u>	<u>484,439</u>	<u>407,271</u>	<u>77,168</u>
STAFF AGENCIES				
Risk management				
Operating expenses	<u>1,500</u>	<u>1,500</u>	<u>570</u>	<u>930</u>
Clerk of court				
Personnel services	233,397	233,397	235,389	(1,992)
Operating expenses	128,408	128,408	123,835	4,573
Capital outlay	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>
Total clerk of court	<u>362,305</u>	<u>362,305</u>	<u>359,224</u>	<u>3,081</u>
Circuit court				
Operating expenses	<u>78,635</u>	<u>78,635</u>	<u>33,169</u>	<u>45,466</u>
Total circuit court	<u>78,635</u>	<u>78,635</u>	<u>33,169</u>	<u>45,466</u>
County archives				
Personnel services	31,246	33,586	32,864	722
Operating expenses	5,250	5,250	3,959	1,291
Capital outlay	<u>800</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total county archives	<u>37,296</u>	<u>38,836</u>	<u>36,823</u>	<u>2,013</u>
Coroner				
Personnel services	51,954	51,954	51,602	352
Operating expenses	45,995	45,995	21,142	24,853
Capital outlay	<u>2,882</u>	<u>2,882</u>	<u>2,882</u>	<u>-</u>
Total coroner	<u>100,831</u>	<u>100,831</u>	<u>75,626</u>	<u>25,205</u>
Veterans' affairs				
Personnel services	64,176	64,176	64,557	(381)
Operating expenses	8,650	8,650	6,062	2,588
Capital outlay	<u>-</u>	<u>-</u>	<u>926</u>	<u>(926)</u>
Total veterans' affairs	<u>72,826</u>	<u>72,826</u>	<u>71,545</u>	<u>1,281</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP) AND ACTUAL
For the year ended June 30, 2010

	Budget - original	Budget - final	Actual	Variance positive (negative)
STAFF AGENCIES, Continued				
County attorney				
Personnel services	19,706	19,706	19,485	221
Operating expenses	<u>1,458</u>	<u>1,458</u>	<u>1,287</u>	<u>171</u>
Total county attorney	<u>21,164</u>	<u>21,164</u>	<u>20,772</u>	<u>392</u>
Magistrate				
Personnel services	277,427	277,427	276,266	1,161
Operating expenses	38,850	40,350	31,567	8,783
Capital outlay	<u>500</u>	<u>500</u>	<u>239</u>	<u>261</u>
Total magistrate	<u>316,777</u>	<u>318,277</u>	<u>308,072</u>	<u>10,205</u>
Probate judge				
Personnel services	156,497	156,497	157,307	(810)
Operating expenses	19,400	19,400	16,391	3,009
Capital outlay	<u>3,500</u>	<u>3,500</u>	<u>2,105</u>	<u>1,395</u>
Total probate judge	<u>179,397</u>	<u>179,397</u>	<u>175,803</u>	<u>3,594</u>
Board of registration				
Personnel services	68,215	68,215	63,250	4,965
Operating expenses	<u>29,910</u>	<u>29,910</u>	<u>24,823</u>	<u>5,087</u>
Total board of registration	<u>98,125</u>	<u>98,125</u>	<u>88,073</u>	<u>10,052</u>
Tri-county public defender				
Operating expenses	<u>15,100</u>	<u>15,100</u>	<u>15,034</u>	<u>66</u>
Planning commission				
Personnel services	175,073	175,073	176,627	(1,554)
Operating expenses	45,950	45,950	34,647	11,303
Capital outlay	<u>7,550</u>	<u>7,550</u>	<u>7,259</u>	<u>291</u>
Total planning commission	<u>228,573</u>	<u>228,573</u>	<u>218,533</u>	<u>10,040</u>
Circuit judge				
Operating expenses	<u>1,000</u>	<u>1,000</u>	<u>581</u>	<u>419</u>
Total circuit judge	<u>1,000</u>	<u>1,000</u>	<u>581</u>	<u>419</u>
Total current expenditures	1,497,797	1,501,637	1,390,414	111,223
Total capital outlay	<u>15,732</u>	<u>14,932</u>	<u>13,411</u>	<u>1,521</u>
Total staff agencies	<u>1,513,529</u>	<u>1,516,569</u>	<u>1,403,825</u>	<u>112,744</u>
FINANCE AGENCIES				
Tax assessor				
Personnel services	223,949	223,949	223,838	111
Operating expenses	43,820	42,450	35,804	6,646
Capital outlay	<u>-</u>	<u>1,370</u>	<u>2,198</u>	<u>(828)</u>
Total tax assessor	<u>267,769</u>	<u>267,769</u>	<u>261,840</u>	<u>5,929</u>
Auditor				
Personnel services	97,667	97,667	98,265	(598)
Operating expenses	<u>9,245</u>	<u>9,245</u>	<u>5,634</u>	<u>3,611</u>
Total auditor	<u>106,912</u>	<u>106,912</u>	<u>103,899</u>	<u>3,013</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP) AND ACTUAL
For the year ended June 30, 2010

	Budget - original	Budget - final	Actual	Variance positive (negative)
FINANCE AGENCIES, Continued				
Treasurer				
Personnel services	105,475	105,475	106,289	(814)
Operating expenses	<u>41,750</u>	<u>41,750</u>	<u>37,164</u>	<u>4,586</u>
Total treasurer	<u>147,225</u>	<u>147,225</u>	<u>143,453</u>	<u>3,772</u>
Tax collector				
Personnel services	60,985	60,985	60,060	925
Operating expenses	58,700	58,700	67,879	(9,179)
Capital outlay	<u>200</u>	<u>200</u>	<u>243</u>	<u>(43)</u>
Total tax collector	<u>119,885</u>	<u>119,885</u>	<u>128,182</u>	<u>(8,297)</u>
Total current expenditures	641,591	640,221	634,933	5,288
Total capital outlay	<u>200</u>	<u>1,570</u>	<u>2,441</u>	<u>(871)</u>
Total finance agencies	<u>641,791</u>	<u>641,791</u>	<u>637,374</u>	<u>4,417</u>
PUBLIC SAFETY				
Sheriff's office				
Personnel services	1,573,135	1,573,135	1,534,939	38,196
Operating expenses	251,950	249,748	241,916	7,832
Capital outlay	<u>55,370</u>	<u>57,572</u>	<u>54,951</u>	<u>2,621</u>
Total sheriff's office	<u>1,880,455</u>	<u>1,880,455</u>	<u>1,831,806</u>	<u>48,649</u>
E911 dispatch operator				
Personnel services	391,425	391,425	387,838	3,587
Operating expenses	29,650	29,650	28,609	1,041
Capital outlay	<u>300</u>	<u>300</u>	<u>300</u>	<u>-</u>
Total E911 dispatch operator	<u>421,375</u>	<u>421,375</u>	<u>416,747</u>	<u>4,628</u>
County jail				
Personnel services	649,010	649,010	627,840	21,170
Operating expenses	390,400	390,400	414,155	(23,755)
Capital outlay	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total county jail	<u>1,040,410</u>	<u>1,040,410</u>	<u>1,041,995</u>	<u>(1,585)</u>
Animal control				
Personnel services	39,030	39,030	38,280	750
Operating expenses	<u>74,480</u>	<u>74,480</u>	<u>61,478</u>	<u>13,002</u>
Total animal control	<u>113,510</u>	<u>113,510</u>	<u>99,758</u>	<u>13,752</u>
Emergency preparedness				
Personnel services	28,562	28,562	28,625	(63)
Operating expenses	53,942	53,942	36,729	17,213
Capital outlay	<u>2,500</u>	<u>2,500</u>	<u>869</u>	<u>1,631</u>
Total emergency preparedness	<u>85,004</u>	<u>85,004</u>	<u>66,223</u>	<u>18,781</u>
Total current expenditures	3,481,584	3,479,382	3,400,409	78,973
Total capital outlay	<u>59,170</u>	<u>61,372</u>	<u>56,120</u>	<u>5,252</u>
Total public safety	<u>3,540,754</u>	<u>3,540,754</u>	<u>3,456,529</u>	<u>84,225</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP) AND ACTUAL
For the year ended June 30, 2010

	Budget - original	Budget - final	Actual	Variance positive (negative)
PUBLIC WORKS				
Maintenance garage				
Personnel services	83,382	83,382	83,015	367
Operating expenses	<u>6,950</u>	<u>6,950</u>	<u>7,248</u>	<u>(298)</u>
Total maintenance garage	<u>90,332</u>	<u>90,332</u>	<u>90,263</u>	<u>69</u>
Fuel site				
Operating expenses	<u>3,500</u>	<u>3,500</u>	<u>1,377</u>	<u>2,123</u>
Total current expenditures	<u>93,832</u>	<u>93,832</u>	<u>91,640</u>	<u>2,192</u>
Total public works	<u>93,832</u>	<u>93,832</u>	<u>91,640</u>	<u>2,192</u>
HEALTH AND SOCIAL SERVICES				
Department of social services				
Operating expenses	<u>1,321</u>	<u>1,321</u>	<u>746</u>	<u>575</u>
Edgefield county senior citizens council				
Operating expenses	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Medical indigent				
Operating expenses	<u>36,700</u>	<u>36,700</u>	<u>36,461</u>	<u>239</u>
Alcohol and drug abuse				
Operating expenses	<u>45,000</u>	<u>45,000</u>	<u>43,018</u>	<u>1,982</u>
County health department				
Operating expenses	<u>6,300</u>	<u>6,300</u>	<u>6,300</u>	<u>-</u>
Beckman mental health				
Operating expenses	<u>-</u>	<u>-</u>	<u>3,082</u>	<u>(3,082)</u>
Total current expenditures	<u>92,321</u>	<u>92,321</u>	<u>92,607</u>	<u>(286)</u>
Total health and social services	<u>92,321</u>	<u>92,321</u>	<u>92,607</u>	<u>(286)</u>
BUILDING MAINTENANCE				
Courthouse building				
Operating expenses	<u>56,405</u>	<u>56,405</u>	<u>56,281</u>	<u>124</u>
Total courthouse building	<u>56,405</u>	<u>56,405</u>	<u>56,281</u>	<u>124</u>
County council chambers				
Operating expenses	<u>20,700</u>	<u>20,700</u>	<u>20,672</u>	<u>28</u>
County auditor's building				
Operating expenses	<u>4,000</u>	<u>4,000</u>	<u>1,987</u>	<u>2,013</u>
Department of social services building				
Operating expenses	<u>20,180</u>	<u>20,180</u>	<u>20,529</u>	<u>(349)</u>
Total department of social Services building	<u>20,180</u>	<u>20,180</u>	<u>20,529</u>	<u>(349)</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP) AND ACTUAL
For the year ended June 30, 2010

	Budget - original	Budget - final	Actual	Variance positive (negative)
BUILDING MAINTENANCE, Continued				
County administrative building				
Operating expenses	10,300	10,300	9,268	1,032
Total administrative building	<u>10,300</u>	<u>10,300</u>	<u>9,268</u>	<u>1,032</u>
Agriculture building				
Operating expenses	13,750	13,750	12,403	1,347
Health building				
Operating expenses	3,200	3,200	1,534	1,666
Magistrate building				
Operating expenses	6,650	6,650	5,959	691
Total county government building	<u>6,650</u>	<u>6,650</u>	<u>5,959</u>	<u>691</u>
Neighborhood center - Building and upkeep				
Operating expenses	-	-	50	(50)
Total neighborhood center - Building and upkeep	<u>-</u>	<u>-</u>	<u>50</u>	<u>(50)</u>
Neighborhood center - Salary and utilities				
Operating expenses	21,030	21,030	25,142	(4,112)
Total neighborhood center - Salary and utilities	<u>21,030</u>	<u>21,030</u>	<u>25,142</u>	<u>(4,112)</u>
Sheriff's building				
Operating expenses	31,150	31,150	30,780	370
Capital outlay	800	800	136	664
Total sheriff's building	<u>31,950</u>	<u>31,950</u>	<u>30,916</u>	<u>1,034</u>
County jail building				
Operating expenses	65,850	65,850	60,548	5,302
Capital outlay	12,350	12,350	-	12,350
Total county jail building	<u>78,200</u>	<u>78,200</u>	<u>60,548</u>	<u>17,652</u>
Maintenance garage				
Operating expense	3,900	3,900	4,643	(743)
Total current expenditures	257,115	257,115	249,796	7,319
Total capital outlay	<u>13,150</u>	<u>13,150</u>	<u>136</u>	<u>13,014</u>
Total building maintenance	<u>270,265</u>	<u>270,265</u>	<u>249,932</u>	<u>20,333</u>
NONDEPARTMENTAL				
Miscellaneous	3,956	3,956	3,699	257
County agent	37,425	37,425	37,425	-
Employment and social security office	850	850	850	-
Soil and water conservation office	2,000	2,000	2,000	-
Probation office	2,000	2,000	1,837	163

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP) AND ACTUAL
For the year ended June 30, 2010

	Budget - original	Budget - final	Actual	Variance positive (negative)
NONDEPARTMENTAL, Continued				
Upper Savannah Council of Governments	17,805	17,805	17,805	-
Piedmont Technical Education Center	42,908	42,908	42,908	-
Professional services	1,125,900	1,125,900	949,977	175,923
ABBE Regional Library	176,200	176,200	179,580	(3,380)
Non-profit organizations	10,000	10,000	10,000	-
	<u>1,419,044</u>	<u>1,419,044</u>	<u>1,246,081</u>	<u>172,963</u>
Total current expenditures	<u>1,419,044</u>	<u>1,419,044</u>	<u>1,246,081</u>	<u>172,963</u>
Total nondepartmental	<u>1,419,044</u>	<u>1,419,044</u>	<u>1,246,081</u>	<u>172,963</u>
Total current expenditures	7,970,763	7,960,141	7,505,341	454,800
Total capital outlay	<u>88,252</u>	<u>98,874</u>	<u>79,918</u>	<u>18,956</u>
Total budgeted expenditures	<u>\$ 8,059,015</u>	<u>\$ 8,059,015</u>	<u>\$ 7,585,259</u>	<u>\$ 473,756</u>
NONBUDGETED EXPENDITURES				
Board of registration				
Poll workers			<u>22,385</u>	
			<u>\$ 7,607,644</u>	

COUNTY OF EDGEFIELD, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 663,808	\$ 332,683	\$ 996,491
Investments	22,445	-	22,445
Due from other funds	58,232	-	58,232
Property taxes receivable	11,722	-	11,722
Accounts receivable	157,221	-	157,221
Due from other governments	<u>17,639</u>	<u>-</u>	<u>17,639</u>
Total assets	<u><u>\$ 931,067</u></u>	<u><u>\$ 332,683</u></u>	<u><u>\$ 1,263,750</u></u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 35,977	\$ 197	\$ 36,174
Due to other funds	93,836	-	93,836
Deferred revenue - Property taxes	<u>8,608</u>	<u>-</u>	<u>8,608</u>
Total liabilities	<u>138,421</u>	<u>197</u>	<u>138,618</u>
Fund balances			
Reserved for:			
Specific purposes	792,646	-	792,646
Capital projects	-	332,486	332,486
Unreserved:			
Designated	-	-	-
Undesignated	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>792,646</u>	<u>332,486</u>	<u>1,125,132</u>
Total liabilities and fund balances	<u><u>\$ 931,067</u></u>	<u><u>\$ 332,683</u></u>	<u><u>\$ 1,263,750</u></u>

COUNTY OF EDGEFIELD, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the year ended June 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES			
Taxes	\$ 637,047	\$ -	\$ 637,047
Intergovernmental	221,817	-	221,817
Charges for services	1,110,798	-	1,110,798
Local funds	570,176	-	570,176
Interest	3,611	1,686	5,297
Total revenues	2,543,449	1,686	2,545,135
EXPENDITURES			
Public works	867,211	-	867,211
Public safety	971,670	-	971,670
Health and social services	191,642	-	191,642
Capital outlay	-	401,620	401,620
Nondepartmental expenditures	88,518	-	88,518
Total expenditures	2,119,041	401,620	2,520,661
Excess (deficiency) of revenues over (under) expenditures	424,408	(399,934)	24,474
Other financing sources (uses):			
Transfers in	240,095	-	240,095
Transfers out	(693,729)	-	(693,729)
Total other financing sources (uses)	(453,634)	-	(453,634)
Net change in fund balances	(29,226)	(399,934)	(429,160)
Fund balances, beginning of the year	821,872	732,420	1,554,292
Fund balances, end of the year	\$ 792,646	\$ 332,486	\$ 1,125,132

**COUNTY OF EDGEFIELD, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2010**

	School Resource Officer I	School Resource Officer II	"C" funds	Industrial Development	Victim's Bill of Rights	SCCFG Grant
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ 2,056,731	\$ 46,029	\$ 13,538	\$ 647
Investments	-	-	166,801	-	-	-
Property taxes receivable	-	-	-	4,006	-	-
Accounts receivable	-	-	-	-	-	-
Due from other funds	-	-	-	-	58,232	-
Due from other governments	<u>2,215</u>	<u>941</u>	<u>76,432</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 2,215</u>	<u>\$ 941</u>	<u>\$ 2,299,964</u>	<u>\$ 50,035</u>	<u>\$ 71,770</u>	<u>\$ 647</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ -	\$ -	\$ -	\$ 201	\$ 173	\$ -
Deferred revenue - property taxes	-	-	-	2,926	-	-
Due to other funds	<u>2,215</u>	<u>941</u>	<u>-</u>	<u>11,284</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>2,215</u>	<u>941</u>	<u>-</u>	<u>14,411</u>	<u>173</u>	<u>-</u>
Fund balances						
Reserved	-	-	2,299,964	35,624	71,597	647
Unreserved						
Designated	-	-	-	-	-	-
Undesignated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>-</u>	<u>-</u>	<u>2,299,964</u>	<u>35,624</u>	<u>71,597</u>	<u>647</u>
Total liabilities and fund balances	<u>\$ 2,215</u>	<u>\$ 941</u>	<u>\$ 2,299,964</u>	<u>\$ 50,035</u>	<u>\$ 71,770</u>	<u>\$ 647</u>

(Continued)

**COUNTY OF EDGEFIELD, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2010**

	<u>County Tire Fund</u>	<u>911 Surcharge</u>	<u>User Fee Fund</u>	<u>Road Fee Fund</u>	<u>Assistant Solicitor</u>	<u>Solicitor</u>	<u>Burglar</u>
ASSETS							
Cash and cash equivalents	\$ 43,069	\$ 269,003	\$ 276,757	\$ 54,136	\$ -	\$ 30,295	\$ 5,795
Investments	-	21,816	22,445	-	-	-	-
Property taxes receivable	-	-	-	-	-	-	-
Accounts receivable	-	35,057	95,980	-	-	5,767	-
Due from other funds	-	-	-	-	-	-	-
Due from other governments	<u>2,823</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,254</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 45,892</u>	<u>\$ 325,876</u>	<u>\$ 395,182</u>	<u>\$ 54,136</u>	<u>\$ 9,254</u>	<u>\$ 36,062</u>	<u>\$ 5,795</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ 5,122	\$ 2,179	\$ 10,245	\$ 12,999	\$ 29	\$ 627	\$ -
Deferred revenue - property taxes	-	-	-	-	-	-	-
Due to other funds	<u>-</u>	<u>429</u>	<u>348</u>	<u>3,100</u>	<u>9,225</u>	<u>9,802</u>	<u>-</u>
Total liabilities	<u>5,122</u>	<u>2,608</u>	<u>10,593</u>	<u>16,099</u>	<u>9,254</u>	<u>10,429</u>	<u>-</u>
Fund balances							
Reserved	40,770	323,268	384,589	38,037	-	25,633	5,795
Unreserved							
Designated	-	-	-	-	-	-	-
Undesignated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>40,770</u>	<u>323,268</u>	<u>384,589</u>	<u>38,037</u>	<u>-</u>	<u>25,633</u>	<u>5,795</u>
Total liabilities and fund balances	<u>\$ 45,892</u>	<u>\$ 325,876</u>	<u>\$ 395,182</u>	<u>\$ 54,136</u>	<u>\$ 9,254</u>	<u>\$ 36,062</u>	<u>\$ 5,795</u>

(Continued)

**COUNTY OF EDGEFIELD, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2010**

	<u>Forestry</u>	<u>EMS</u>	<u>Recreation</u>	<u>Tri-County Juvenile Justice Grant</u>	<u>Event Security</u>	<u>Pre Trial Intervention</u>
ASSETS						
Cash and cash equivalents	\$ 32,783	\$ 488,673	\$ 154,759	\$ 336	\$ -	\$ -
Investments	-	39,631	-	-	-	-
Property taxes receivable	-	56,096	7,716	-	-	-
Accounts receivable	-	212,512	-	-	-	-
Due from other funds	-	-	-	-	-	-
Due from other governments	-	-	-	-	1,631	775
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,631</u>	<u>775</u>
Total assets	<u>\$ 32,783</u>	<u>\$ 796,912</u>	<u>\$ 162,475</u>	<u>\$ 336</u>	<u>\$ 1,631</u>	<u>\$ 775</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ -	\$ 22,402	\$ 4,828	\$ -	\$ -	\$ -
Deferred revenue - property taxes	-	41,320	5,682	-	-	-
Due to other funds	-	22,439	462	-	1,631	775
	<u>-</u>	<u>86,161</u>	<u>10,972</u>	<u>-</u>	<u>1,631</u>	<u>775</u>
Total liabilities	<u>-</u>	<u>86,161</u>	<u>10,972</u>	<u>-</u>	<u>1,631</u>	<u>775</u>
Fund balances						
Reserved	32,783	710,751	151,503	336	-	-
Unreserved						
Designated	-	-	-	-	-	-
Undesignated	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>32,783</u>	<u>710,751</u>	<u>151,503</u>	<u>336</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 32,783</u>	<u>\$ 796,912</u>	<u>\$ 162,475</u>	<u>\$ 336</u>	<u>\$ 1,631</u>	<u>\$ 775</u>

(Continued)

**COUNTY OF EDGEFIELD, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2010**

	Community Action Program	JAG CDV Grant	SC Prosecution Commission CDV Grant	Total all funds	Less Major Funds	Total Nonmajor Funds
ASSETS						
Cash and cash equivalents	\$ 4,657	\$ 789	\$ 218	\$ 3,478,215	\$ 2,814,407	\$ 663,808
Investments	-	-	-	250,693	228,248	22,445
Property taxes receivable	-	-	-	67,818	56,096	11,722
Accounts receivable	-	22,786	32,688	404,790	247,569	157,221
Due from other funds	-	-	-	58,232	-	58,232
Due from other governments	-	-	-	94,071	76,432	17,639
	<u>-</u>	<u>-</u>	<u>-</u>	<u>94,071</u>	<u>76,432</u>	<u>17,639</u>
Total assets	<u>\$ 4,657</u>	<u>\$ 23,575</u>	<u>\$ 32,906</u>	<u>\$ 4,353,819</u>	<u>\$ 3,422,752</u>	<u>\$ 931,067</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ -	\$ 1,535	\$ 218	\$ 60,558	24,581	\$ 35,977
Deferred revenue - property taxes	-	-	-	49,928	41,320	8,608
Due to other funds	-	21,365	32,688	116,704	22,868	93,836
	<u>-</u>	<u>21,365</u>	<u>32,688</u>	<u>116,704</u>	<u>22,868</u>	<u>93,836</u>
Total liabilities	<u>-</u>	<u>22,900</u>	<u>32,906</u>	<u>227,190</u>	<u>88,769</u>	<u>138,421</u>
Fund balances						
Reserved	4,657	675	-	4,126,629	3,333,983	792,646
Unreserved						
Designated	-	-	-	-	-	-
Undesignated	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>4,657</u>	<u>675</u>	<u>-</u>	<u>4,126,629</u>	<u>3,333,983</u>	<u>792,646</u>
Total liabilities and fund balances	<u>\$ 4,657</u>	<u>\$ 23,575</u>	<u>\$ 32,906</u>	<u>\$ 4,353,819</u>	<u>\$ 3,422,752</u>	<u>\$ 931,067</u>

COUNTY OF EDGEFIELD, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the year ended June 30, 2010

	School Resource Officer I	School Resource Officer II	"C" funds	Industrial Development	Victim's Bill of Rights	SCCFG Grant	County Tire Fund	911 Surcharge	User Fee Fund
REVENUES									
Taxes	\$ -	\$ -	\$ -	\$ 59,905	\$ -	\$ -	\$ -	\$ -	\$ -
Federal funds	-	-	-	-	-	-	-	-	-
State funds	-	-	863,943	-	-	-	22,720	189,606	-
Local funds	54,175	25,972	-	-	34,849	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	914,248
Interest	-	-	11,807	261	94	-	240	1,532	1,946
Total revenues	<u>54,175</u>	<u>25,972</u>	<u>875,750</u>	<u>60,166</u>	<u>34,943</u>	<u>-</u>	<u>22,960</u>	<u>191,138</u>	<u>916,194</u>
EXPENDITURES									
Public works	-	-	453,596	-	50,012	-	-	-	353,352
Public safety	54,175	25,972	-	-	-	-	-	126,202	-
Health and social services	-	-	-	-	-	-	-	-	-
Miscellaneous expenditures	-	-	-	61,967	-	-	26,551	-	-
Total expenditures	<u>54,175</u>	<u>25,972</u>	<u>453,596</u>	<u>61,967</u>	<u>50,012</u>	<u>-</u>	<u>26,551</u>	<u>126,202</u>	<u>353,352</u>
Excess (deficiency) of revenues over expenditures	-	-	422,154	(1,801)	(15,069)	-	(3,591)	64,936	562,842
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	-	23,705	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	(634,804)
Total other financing sources (uses)	-	-	-	-	23,705	-	-	-	(634,804)
Net change in fund balances	-	-	422,154	(1,801)	8,636	-	(3,591)	64,936	(71,962)
FUND BALANCES, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>1,877,810</u>	<u>37,425</u>	<u>62,961</u>	<u>647</u>	<u>44,361</u>	<u>258,332</u>	<u>456,551</u>
FUND BALANCES, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,299,964</u>	<u>\$ 35,624</u>	<u>\$ 71,597</u>	<u>\$ 647</u>	<u>\$ 40,770</u>	<u>\$ 323,268</u>	<u>\$ 384,589</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the year ended June 30, 2010

	Road Fee Fund	Assistant Solicitor	Solicitor	Burglar	Forestry	EMS	Recreation	Tri-County Juvenile Justice Grant
REVENUES								
Taxes	\$ 443,600	\$ -	\$ -	\$ -	\$ -	\$ 908,370	\$ 133,542	\$ -
Federal funds	-	-	-	-	32,783	-	-	-
State funds	-	-	-	-	-	-	-	-
Local funds	5,200	247,782	200,314	-	-	-	1,884	-
Charges for services	-	-	-	-	-	625,568	62,942	-
Interest	190	-	-	-	-	2,144	880	-
Total revenues	<u>448,990</u>	<u>247,782</u>	<u>200,314</u>	<u>-</u>	<u>32,783</u>	<u>1,536,082</u>	<u>199,248</u>	<u>-</u>
EXPENDITURES								
Public works	463,847	-	-	-	-	-	-	-
Public safety	-	250,276	335,673	-	-	-	-	-
Health and social services	-	-	-	-	-	1,296,051	191,642	-
Miscellaneous expenditures	-	-	-	-	-	-	-	-
Total expenditures	<u>463,847</u>	<u>250,276</u>	<u>335,673</u>	<u>-</u>	<u>-</u>	<u>1,296,051</u>	<u>191,642</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(14,857)</u>	<u>(2,494)</u>	<u>(135,359)</u>	<u>-</u>	<u>32,783</u>	<u>240,031</u>	<u>7,606</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)								
Transfers in	48,000	2,379	163,894	-	-	-	-	-
Transfers out	-	-	(15,000)	-	(36,425)	(15,000)	(7,500)	-
Total other financing sources (uses)	<u>48,000</u>	<u>2,379</u>	<u>148,894</u>	<u>-</u>	<u>(36,425)</u>	<u>(15,000)</u>	<u>(7,500)</u>	<u>-</u>
Net change in fund balances	33,143	(115)	13,535	-	(3,642)	225,031	106	-
FUND BALANCES, BEGINNING OF YEAR	<u>4,894</u>	<u>115</u>	<u>12,098</u>	<u>5,795</u>	<u>36,425</u>	<u>485,720</u>	<u>151,397</u>	<u>336</u>
FUND BALANCES, END OF YEAR	<u>\$ 38,037</u>	<u>\$ -</u>	<u>\$ 25,633</u>	<u>\$ 5,795</u>	<u>\$ 32,783</u>	<u>\$ 710,751</u>	<u>\$ 151,503</u>	<u>\$ 336</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the year ended June 30, 2010

	Event Security	Pre Trial Intervention	Community Action Program	JAG CDV Grant	SC Prosecution Commission CDV Grant	Total all funds	Less Major Funds	Total Nonmajor Funds
REVENUES								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,545,417	\$ 908,370	\$ 637,047
Federal funds	-	-	-	66,704	99,610	199,097	-	199,097
State funds	-	-	-	-	-	1,076,269	1,053,549	22,720
Local funds	-	-	-	-	-	570,176	-	570,176
Charges for services	32,672	100,936	-	-	-	1,736,366	625,568	1,110,798
Interest	-	-	-	-	-	19,094	15,483	3,611
Total revenues	<u>32,672</u>	<u>100,936</u>	<u>-</u>	<u>66,704</u>	<u>99,610</u>	<u>5,146,419</u>	<u>2,602,970</u>	<u>2,543,449</u>
EXPENDITURES								
Public works	-	-	-	-	-	1,320,807	453,596	867,211
Public safety	32,672	102,121	4,210	66,029	100,542	1,097,872	126,202	971,670
Health and social services	-	-	-	-	-	1,487,693	1,296,051	191,642
Miscellaneous expenditures	-	-	-	-	-	88,518	-	88,518
Total expenditures	<u>32,672</u>	<u>102,121</u>	<u>4,210</u>	<u>66,029</u>	<u>100,542</u>	<u>3,994,890</u>	<u>1,875,849</u>	<u>2,119,041</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(1,185)</u>	<u>(4,210)</u>	<u>675</u>	<u>(932)</u>	<u>1,151,529</u>	<u>727,121</u>	<u>424,408</u>
OTHER FINANCING SOURCES (USES)								
Transfers in	-	1,185	-	-	932	240,095	-	240,095
Transfers out	-	-	-	-	-	(708,729)	(15,000)	(693,729)
Total other financing sources (uses)	<u>-</u>	<u>1,185</u>	<u>-</u>	<u>-</u>	<u>932</u>	<u>(468,634)</u>	<u>(15,000)</u>	<u>(453,634)</u>
Net change in fund balances	-	-	(4,210)	675	-	682,895	712,121	(29,226)
FUND BALANCES, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>8,867</u>	<u>-</u>	<u>-</u>	<u>3,443,734</u>	<u>2,621,862</u>	<u>821,872</u>
FUND BALANCES, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,657</u>	<u>\$ 675</u>	<u>\$ -</u>	<u>\$ 4,126,629</u>	<u>\$ 3,333,983</u>	<u>\$ 792,646</u>

**COUNTY OF EDGEFIELD, SOUTH CAROLINA
CAPITAL PROJECTS FUND
COMBINING BALANCE SHEET
JUNE 30, 2010**

	\$750,000 Equipment Lease Purchase	\$765,000 General Obligation Bond	Administration Building Renovation Project	Neighborhood Center Project	Total Nonmajor Funds
ASSETS					
Cash and cash equivalents	\$ 24,263	\$ 171,828	\$ 267	\$ 136,325	\$ 332,683
Total assets	<u>\$ 24,263</u>	<u>\$ 171,828</u>	<u>\$ 267</u>	<u>\$ 136,325</u>	<u>\$ 332,683</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ 197	\$ 197
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>197</u>	<u>197</u>
Fund balances					
Reserved for capital projects	<u>24,263</u>	<u>171,828</u>	<u>267</u>	<u>136,128</u>	<u>332,486</u>
Total liabilities and fund balances	<u>\$ 24,263</u>	<u>\$ 171,828</u>	<u>\$ 267</u>	<u>\$ 136,325</u>	<u>\$ 332,683</u>

COUNTY OF EDGEFIELD, SOUTH CAROLINA
CAPITAL PROJECTS FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
For the year ended June 30, 2010

	<u>\$750,000 Equipment Lease Purchase</u>	<u>\$765,000 General Obligation Bond</u>	<u>Administration Building Renovation Project</u>	<u>Neighborhood Center Project</u>	<u>Total Nonmajor Funds</u>
REVENUES					
Interest	\$ -	\$ -	\$ -	\$ 1,686	\$ 1,686
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,686</u>	<u>1,686</u>
EXPENDITURES					
Capital outlay	<u>-</u>	<u>73,919</u>	<u>-</u>	<u>327,701</u>	<u>401,620</u>
Total expenditures	<u>-</u>	<u>73,919</u>	<u>-</u>	<u>327,701</u>	<u>401,620</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(73,919)</u>	<u>-</u>	<u>(326,015)</u>	<u>(399,934)</u>
Net change in fund balance	-	(73,919)	-	(326,015)	(399,934)
FUND BALANCES, BEGINNING OF YEAR	<u>24,263</u>	<u>245,747</u>	<u>267</u>	<u>462,143</u>	<u>732,420</u>
FUND BALANCES, END OF YEAR	<u><u>\$ 24,263</u></u>	<u><u>\$ 171,828</u></u>	<u><u>\$ 267</u></u>	<u><u>\$ 136,128</u></u>	<u><u>\$ 332,486</u></u>

COUNTY OF EDGEFIELD, SOUTH CAROLINA
AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2010

	Rural fire	Tax collector property sold fund	Judge of probate	Hospital operating fund	School operating fund
ASSETS					
Cash and cash equivalents	\$ 78,831	\$ 227,474	\$ 2,044	\$ 188,976	\$ 380,689
Investments	-	-	-	-	30,874
Property taxes receivable	35,871	-	-	32,215	742,488
Due from other governments	36,839	5,503	-	645	280,073
Total assets	\$ 151,541	\$ 232,977	\$ 2,044	\$ 221,836	\$ 1,434,124
LIABILITIES					
Due to other governments	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other taxing districts and agencies	151,541	232,977	2,044	221,836	1,434,124
Total liabilities	\$ 151,541	\$ 232,977	\$ 2,044	\$ 221,836	\$ 1,434,124

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2010

	School bond fund	Municipal tax collection fund	Forfeitures - Justice	Mill Creek subdivision	Clerk of court fund
<i>ASSETS</i>					
Cash and cash equivalents	\$ 486,233	\$ 3,662	\$ 2,404	\$ 10,175	\$ 144,564
Investments	39,433	-	-	-	-
Property taxes receivable	121,171	10,184	-	-	-
Due from other governments	1,645	-	-	-	-
Total assets	\$ 648,482	\$ 13,846	\$ 2,404	\$ 10,175	\$ 144,564
<i>LIABILITIES</i>					
Due to other governments	\$ -	\$ -	-	\$ -	\$ 15,146
Due to other taxing districts and agencies	648,482	13,846	2,404	10,175	129,418
Total liabilities	\$ 648,482	\$ 13,846	\$ 2,404	\$ 10,175	\$ 144,564

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2010

	Local option sales tax - Property tax fund	Sheriff & Detention Center fund	Vehicle registration fee fund	Biddle Hall museum annex	Total all funds
ASSETS					
Cash and cash equivalents	\$ 490,650	\$ 5,111	\$ 8,380	\$ 176	\$ 2,029,369
Investments	39,792	-	-	-	110,099
Property taxes receivable	-	-	-	-	941,929
Due from other governments	447,634	-	-	-	772,339
	<u>447,634</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>772,339</u>
Total assets	<u>\$ 978,076</u>	<u>\$ 5,111</u>	<u>\$ 8,380</u>	<u>\$ 176</u>	<u>\$ 3,853,736</u>
LIABILITIES					
Due to other governments	-	-	-	-	15,146
Due to other taxing districts and agencies	978,076	5,111	8,380	176	3,838,590
	<u>978,076</u>	<u>5,111</u>	<u>8,380</u>	<u>176</u>	<u>3,838,590</u>
Total liabilities	<u>\$ 978,076</u>	<u>\$ 5,111</u>	<u>\$ 8,380</u>	<u>\$ 176</u>	<u>\$ 3,853,736</u>

COUNTY OF EDGEFIELD, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
For the year ended June 30, 2010

	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
RURAL FIRE				
Assets				
Cash and cash equivalents	\$ 114,353	\$ 674,813	\$ 710,335	\$ 78,831
Property taxes receivable	34,900	636,083	635,112	35,871
Due from other governments	34,648	39,107	36,916	36,839
	<u>\$ 183,901</u>	<u>\$ 1,350,003</u>	<u>\$ 1,382,363</u>	<u>\$ 151,541</u>
Liabilities				
Due to others	<u>\$ 183,901</u>	<u>\$ 677,975</u>	<u>\$ 710,335</u>	<u>\$ 151,541</u>
TAX COLLECTOR PROPERTY SOLD				
Assets				
Cash and cash equivalents	\$ 149,920	\$ 474,825	\$ 397,271	\$ 227,474
Due from other governments	-	5,503	-	5,503
	<u>\$ 149,920</u>	<u>\$ 480,328</u>	<u>\$ 397,271</u>	<u>\$ 232,977</u>
Liabilities				
Due to others	<u>\$ 149,920</u>	<u>\$ 480,328</u>	<u>\$ 397,271</u>	<u>\$ 232,977</u>
JUDGE OF PROBATE FUND				
Assets				
Cash and cash equivalents	<u>\$ 7,475</u>	<u>\$ 2,005</u>	<u>\$ 7,436</u>	<u>\$ 2,044</u>
Liabilities				
Due to others	<u>\$ 7,475</u>	<u>\$ 2,005</u>	<u>\$ 7,436</u>	<u>\$ 2,044</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
For the year ended June 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
HOSPITAL OPERATING FUND				
Assets				
Cash and cash equivalents	\$ 185,377	\$ 489,300	\$ 485,701	\$ 188,976
Property taxes receivable	29,354	492,701	489,840	32,215
Due from other governments	645	-	-	645
	<u>\$ 215,376</u>	<u>\$ 982,001</u>	<u>\$ 975,541</u>	<u>\$ 221,836</u>
Liabilities				
Due to others	<u>\$ 215,376</u>	<u>\$ 492,161</u>	<u>\$ 485,701</u>	<u>\$ 221,836</u>
SCHOOL OPERATING FUND				
Assets				
Cash and cash equivalents	\$ 456,771	\$ 13,593,436	\$ 13,669,518	\$ 380,689
Investments	-	30,874	-	30,874
Property taxes receivable	630,053	9,409,063	9,296,628	742,488
Due from other governments	262,398	17,675	-	280,073
	<u>\$ 1,349,222</u>	<u>\$ 23,051,048</u>	<u>\$ 22,966,146</u>	<u>\$ 1,434,124</u>
Liabilities				
Due to others	<u>\$ 1,349,222</u>	<u>\$ 13,754,420</u>	<u>\$ 13,669,518</u>	<u>\$ 1,434,124</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
For the year ended June 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
SCHOOL BOND FUND				
Assets				
Cash and cash equivalents	\$ 534,055	\$ 1,875,540	\$ 1,923,362	\$ 486,233
Investments	-	39,433	-	39,433
Property taxes receivable	106,460	1,850,061	1,835,350	121,171
Due from other governments	1,645	80,000	80,000	1,645
	<u>\$ 642,160</u>	<u>\$ 3,845,034</u>	<u>\$ 3,838,712</u>	<u>\$ 648,482</u>
Liabilities				
Due to others	<u>\$ 642,160</u>	<u>\$ 1,929,684</u>	<u>\$ 1,923,362</u>	<u>\$ 648,482</u>
 MUNICIPAL TAX COLLECTION FUND				
Assets				
Cash and cash equivalents	\$ 17,508	\$ 270,906	\$ 284,752	\$ 3,662
Property taxes receivable	1,797	287,681	279,294	10,184
	<u>\$ 19,305</u>	<u>\$ 558,587</u>	<u>\$ 564,046</u>	<u>\$ 13,846</u>
Liabilities				
Due to others	<u>\$ 19,305</u>	<u>\$ 279,293</u>	<u>\$ 284,752</u>	<u>\$ 13,846</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
For the year ended June 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
FORFEITURES - JUSTICE FUND				
Assets				
Cash and cash equivalents	\$ 499	\$ 2,405	\$ 500	\$ 2,404
Liabilities				
Due to others	\$ 499	\$ 2,405	\$ 500	\$ 2,404
MILL CREEK SUBDIVISION FUND				
Assets				
Cash and cash equivalents	\$ 2,746	\$ 19,002	\$ 11,573	\$ 10,175
Property taxes receivable	-	1,650	1,650	-
	<u>\$ 2,746</u>	<u>\$ 20,652</u>	<u>\$ 13,223</u>	<u>\$ 10,175</u>
Liabilities				
Due to others	\$ 2,746	\$ 19,002	\$ 11,573	\$ 10,175
CLERK OF COURT FUND				
Assets				
Cash and cash equivalents	\$ 214,723	\$ 144,564	\$ 214,723	\$ 144,564
	<u>\$ 214,723</u>	<u>\$ 144,564</u>	<u>\$ 214,723</u>	<u>\$ 144,564</u>
Liabilities				
Due to other governments	\$ 10,446	\$ 15,146	\$ 10,446	\$ 15,146
Due to others	204,277	129,418	204,277	129,418
	<u>\$ 214,723</u>	<u>\$ 144,564</u>	<u>\$ 214,723</u>	<u>\$ 144,564</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
For the year ended June 30, 2010

	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
LOCAL OPTION SALES TAX FUND				
Assets				
Cash and cash equivalents	\$ 603,851	\$ 544,126	\$ 657,327	\$ 490,650
Investments	-	39,792	-	39,792
Due from other governments	84,968	1,306,257	943,591	447,634
	<u>\$ 688,819</u>	<u>\$ 1,890,175</u>	<u>\$ 1,600,918</u>	<u>\$ 978,076</u>
Liabilities				
Due to others	<u>\$ 688,819</u>	<u>\$ 946,584</u>	<u>\$ 657,327</u>	<u>\$ 978,076</u>
SHERIFF & DETENTION CENTER				
Assets				
Cash and cash equivalents	<u>\$ 9,581</u>	<u>\$ -</u>	<u>\$ 4,470</u>	<u>\$ 5,111</u>
Liabilities				
Due to others	<u>\$ 9,581</u>	<u>\$ -</u>	<u>\$ 4,470</u>	<u>\$ 5,111</u>
VEHICLE REGISTRATION FEE FUND				
Assets				
Cash and cash equivalents	<u>\$ 6,392</u>	<u>\$ 248,892</u>	<u>\$ 246,904</u>	<u>\$ 8,380</u>
Liabilities				
Due to others	<u>\$ 6,392</u>	<u>\$ 248,892</u>	<u>\$ 246,904</u>	<u>\$ 8,380</u>

(Continued)

COUNTY OF EDGEFIELD, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
For the year ended June 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
BIDDLE HALL MUSEUM ANNEX				
Assets				
Cash and cash equivalents	\$ 33,473	\$ -	\$ 33,297	\$ 176
Liabilities				
Due to others	\$ 33,473	\$ -	\$ 33,297	\$ 176
 TOTAL ALL AGENCY FUNDS				
Assets				
Cash and cash equivalents	\$ 2,336,724	\$ 18,339,814	\$ 18,647,169	\$ 2,029,369
Investments	-	110,099	-	110,099
Property taxes receivable	802,564	12,677,239	12,537,874	941,929
Due from other governments	384,304	1,448,542	1,060,507	772,339
	<u>\$ 3,523,592</u>	<u>\$ 32,575,694</u>	<u>\$ 32,245,550</u>	<u>\$ 3,853,736</u>
 TOTAL ALL AGENCY FUNDS				
Liabilities				
Due to other governments	\$ 10,446	\$ 15,146	\$ 10,446	\$ 15,146
Due to others	3,513,146	18,962,167	18,636,723	3,838,590
	<u>\$ 3,523,592</u>	<u>\$ 18,977,313</u>	<u>\$ 18,647,169</u>	<u>\$ 3,853,736</u>

COUNTY OF EDGEFIELD, SOUTH CAROLINA
FINES AND ASSESSMENTS
For the year ended June 30, 2010

Court Fines

Court fines collected	\$ 201,605
Court fines retained by County	<u>(200,895)</u>
 Court fines remitted to State Treasurer	 <u>\$ 710</u>

Court Assessments

Court assessments collected	\$ 172,141
Court assessments retained by County	<u>(18,744)</u>
 Court assessments remitted to State Treasurer	 <u>\$ 153,397</u>

Court Surcharges

Court surcharges collected	\$ 98,595
Court surcharges retained by County	<u>(18,849)</u>
 Court surcharges remitted to State Treasurer	 <u>\$ 79,746</u>

Victims Services

Court assessments allocated to Victim Services	\$ 18,744
Court surcharges allocated to Victim Services	18,849
Interest and other amounts allocated to Victim Services	<u>21,055</u>
 Funds allocated to Victim Services	 58,648
Victim Services expenditures	<u>(50,012)</u>
 Funds available for carryforward	 \$ 8,636
 Fund Balance as of June 30, 2009	 <u>62,961</u>
 Fund Balance as of June 30, 2010	 <u>\$ 71,597</u>

Table 1

**COUNTY OF EDGEFIELD, SOUTH CAROLINA
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2010**

ASSESSED PROPERTY VALUATION		\$ <u>72,090,227</u>
DEBT LIMIT - Eight percent of assessed value		\$ 5,767,218
DEBT APPLICABLE TO DEBT LIMIT		
Total bonded debt (excluding school bonds)	\$ 766,950	
Less debt service fund balance (excluding school bonds)	<u>311,068</u>	
Total debt applicable to debt limit		<u>455,882</u>
LEGAL DEBT MARGIN		\$ <u>5,311,336</u>



**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**

Edgefield County Council
County of Edgefield
Edgefield, 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 County of Edgefield, South Carolina as of and for the year ended June 30, 2010, which collectively comprise the County of Edgefield, South Carolina's basic financial statements and have issued our report thereon dated November 29, 2010. 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 of Edgefield's internal control over financial reporting as a basis for designing our audit 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 of Edgefield, South Carolina's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County of Edgefield, South Carolina'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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in 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 of Edgefield'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 instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of 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.

Elliott Davis, LLC

Greenwood, South Carolina
November 29, 2010