

**COUNTY COUNCIL
OF BEAUFORT COUNTY
South Carolina**



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For The Year Ended June 30, 2002

Comprehensive Annual
Financial Report
of
Beaufort County, South Carolina

June 30, 2002

Issued by

Beaufort County Finance Department

Post Office Box 1228

Beaufort, South Carolina 29901-1228

COUNTY COUNCIL OF BEAUFORT COUNTY
BEAUFORT, SOUTH CAROLINA
FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2002

COUNTY COUNCIL

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CONTROLLER

Thomas A. Henrikson, CPA

COUNTY AUDITOR

Sharon P. Burris

COUNTY TREASURER

Joy Logan

DEPUTY CONTROLLER

Ron Wilson, CPA

BEAUFORT COUNTY, SOUTH CAROLINA
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 FISCAL YEAR ENDED JUNE 30, 2002
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BEAUFORT COUNTY, SOUTH CAROLINA
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INTRODUCTORY SECTION



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To the Chairman, Members of Beaufort County Council,
And Citizens of Beaufort County
Beaufort, South Carolina

Presented herein is the Comprehensive Annual Financial Report (CAFR) of Beaufort County, South Carolina for the fiscal year ended June 30, 2002. This report has been prepared by the County's Finance Department, and the responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds and account groups; and that all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial affairs are included.

The CAFR is organized into four sections:

1. The Introductory Section consists of this letter of transmittal, the County's organizational chart and a list of principal officials.
2. The Financial Section includes the Independent Auditor's Report, the general purpose financial statements and notes that provide a combined overview of the entire governmental unit. This section also contains detailed individual and combining fund and account group statements and schedules. Certain selected supplemental information, that management feels is useful and informative to various report users, has also been included within this section.
3. The Single Audit Section contains information required by the Single Audit Act of 1984, and the U.S. Office of Management and Budget Circular A-133, including the Schedule of Expenditures of Federal Awards, auditor's reports related to the single audit requirements, and single audit findings, recommendations, and questioned costs.
4. The Statistical Section presents selected financial, economic and demographic trend data, generally over the past ten years.

GENERAL INFORMATION

Beaufort County, which was formed in 1785, operates under the Council/Administrator form of government with Council members elected for four-year terms from each of eleven single-member districts. This report includes all funds and account groups of Beaufort County that are controlled by this governing body, and are considered to be the "reporting entity" known as Beaufort County. The services provided by this reporting entity, and therefore reflected in this financial report, include, but are not limited to: General Governmental (general administrative services, tax assessment and collection, courts and criminal justice administration, economic development); Public Safety (law enforcement, detention center, emergency medical services, emergency management, building codes enforcement); Public Works (roads and drainage, engineering, solid waste); Public Health (animal control, mosquito control, alcohol and drug programs, disabilities and special needs programs, various subsidies); Public Welfare (veterans services, social services, various subsidies); and Culture and Recreation (library, parks and leisure services).

In light of NCGA Statement 3, Defining the Governmental Reporting Entity, the County has excluded the school district, the various public service districts, the fire districts, and the municipalities located within its boundaries as County Council does not exercise oversight responsibility, and accordingly each entity has sufficient discretion in the management of its own affairs. The County Treasurer does collect property taxes and other forms of revenue on behalf of these other political entities. The results of the fiduciary responsibility are reported on the combined financial statements as Agency Funds. A Combining Statement of Changes in Assets and Liabilities for these funds is located within the Financial Section of this document.

ECONOMIC CONDITION AND OUTLOOK

Beaufort County is located in the southeastern corner of the State of South Carolina, known as the "Lowcountry." With a land area of approximately 637 square miles, it is bordered to the South and east by the Atlantic Ocean, to the west by Jasper County, and to the north by Hampton and Colleton Counties. Beaufort County stretches nearly 30 miles along the Atlantic Ocean and includes 64 major islands and hundreds of small islands.

The County is one of the fastest growing areas in South Carolina, with a population of 120,937 in 2000, up from 86,425 in 1990. The County is a center for tourism, retirement and the associated services, and the military in South Carolina. The County has a balanced and very stable economy, created by a diversity of public and private employers, with the unemployment rate well below the national average, the statewide average and that of the neighboring counties. The local tax base has grown an average of approximately 4% per year over the last five years (discounting the reassessment year), and this trend is expected to continue.

In addition to the established resort community of Hilton Head Island, there are several major developments underway in southern Beaufort County. These developments include Sun City Hilton Head, with more than 3,500 residents and 15,000 expected at build-out; Spring Island, Callawassie Island, Colleton River Plantation, Belfair, and Westbury park. As expected, these developments have sparked an increase in commercial construction along the Highway 278 corridor, including a Home Depot, a Wal-Mart Superstore, an expanded Factory Outlet Mall, a Target department store, and several major supermarkets.

Likewise, in northern Beaufort County, communities continue to develop at Dataw Island, Lady's Island, Cat Island, Bray's Island, Habersham and throughout the city of Beaufort, as well as the Town of Port Royal.

Beaufort County is also the location for three major military installations, the U.S. Marine Corps Recruit Depot located at Parris Island, the Marine Corps Air Station-Beaufort, and the Beaufort Naval Hospital. These locations have benefited by the Department of Defense closing certain other military bases in the nation. The Marine Corps Air Station has received two transferred Navy F-18 squadrons in 2000.

MAJOR INITIATIVES

Our number one goal is to make sure that Beaufort County remains financially sound and that we maintain a respectable contingency account to take care of the true emergencies that do arise from time to time; and to provide for a sufficient fund balance to enable our cash flow to carry us through those months prior to the billing and collection of property tax revenues. We were going to take a systematic, businesslike approach to the running of Beaufort County. Additionally, we wanted to preserve our current "AA" bond rating.

In December 1993, the County established a road improvement program to study the transportation needs within the County and to propose solutions to these needs. This program is to be funded with the revenues from a \$10 per vehicle fee on all motor vehicles registered in the County. Additionally, this program is to be administered in conjunction with the County Transportation Committee, which was established to oversee the expenditure of state funds for road improvements within the County. This program has approximately \$2,000,000 of expenditures annually for road improvement projects.

In December 1997, the County adopted a Comprehensive Plan for Beaufort County. A portion of this plan is a comprehensive land use study which proposes various "preservation areas and greenways." As a result, the County taxpayers approved a \$40,000,000 bond referendum for the purchase of rural and critical lands. During April 2001, the County issued the first bonds under this referendum for \$10,000,000.

In June 2001, the County established a Stormwater Utility fund to address the various stormwater runoff and drainage problems that exist within the County. This program is an enterprise fund and is financed through user fee charges.

In November 1999, the County established a tax increment financing district in Bluffton to fund various road improvements. This district was amended during June 2000 to include property within the Town of Bluffton and to include additional funding for road improvements, a new community park and a new library. The County had expenditures of \$9,667,272 for these projects during fiscal year 2002.

In December 2001, the County established a tax increment financing district to fund construction for the University of South Carolina Beaufort four year campus in the New River area of Beaufort County. This New River TIF will also fund construction for the Technical College of the Lowcountry. The County borrowed \$40,000,000 during December 2002 to fund these projects.

FINANCIAL INFORMATION

The management of Beaufort County is responsible for developing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The County's accounting system has given consideration to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. This concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the evaluation of costs and benefits requires estimates and judgments by managements. Accordingly, management believes that the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

SINGLE AUDIT

As a recipient of federal and state financial assistance, Beaufort County also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the County's Finance Staff.

As a part of Beaufort County's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to the expenditure of federal awards, as well as to determine that the County has complied with applicable laws and regulations. The results of the County's single audit for the fiscal year ended June 30, 2002, provided no instance of material weaknesses in the

internal control structure or significant violations of applicable laws and regulations. The auditor's reports are found in the Single Audit Section of the Comprehensive Annual Financial Report.

BUDGETARY CONTROLS

In addition to the aforementioned internal controls, the County maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County's governing body. Activities of the general fund, certain special revenue funds, the debt service fund and certain capital project funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function and activity within an individual fund. The County also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts outstanding at year end are reported in governmental fund types as reservations of fund balances since they do not constitute expenditures or liabilities.

As demonstrated by the statements and schedules included in the financial section of the Comprehensive Annual Financial Report, the County continues to meet its responsibility for sound financial management.

GENERAL GOVERNMENT FUNCTIONS

Revenues of all governmental fund types (general fund, special revenues funds, debt service fund, and capital projects funds) totaled \$73,392,716 in fiscal year 2002, a decrease of 2.7% over fiscal year 2001. General property taxes accounted for 58.9% of the total revenues in fiscal year 2002, as compared to 56.2% in fiscal year 2001. The amount of revenues from various sources and the increase (decrease) over last year are shown in the following schedule:

BEAUFORT COUNTY GOVERNMENTAL FUNDS REVENUES BY SOURCE Fiscal Year Ended June 30, 2002

	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)</u>
Property Taxes	\$ 43,208,104	58.9%	\$ 812,280
Licenses and Permits	2,645,796	3.6%	763,341
Intergovernmental	14,379,402	19.6%	(2,823,987)
Charges of Services	10,099,626	13.8%	(288,553)
Fines and Forfeitures	1,159,667	1.6%	118,205
Interest	1,556,884	2.1%	(578,862)
Miscellaneous	<u>343,237</u>	<u>.4%</u>	<u>(38,503)</u>
Totals	<u>\$ 73,392,716</u>	<u>100.0%</u>	<u>\$ (2,036,079)</u>

Expenditures by all governmental fund types totaled \$122,107,487 in fiscal year 2002. The debt service expenditure amount of \$30,543,739 includes a \$10,950,000 refunding of the 1993 General Obligation bonds and includes the pay off of a \$12,000,000 Bond Anticipation note. The capital projects expenditure of \$22,261,046 includes \$9,667,272 for expenditures within the Bluffton Tax Increment Financing District for roads and the new Bluffton Library. The amount of expenditures from various sources and the increase (decrease) over last year are shown in the following schedule:

**BEAUFORT COUNTY GOVERNMENTAL FUNDS
EXPENDITURES BY FUNCTION
Fiscal Year Ended June 30, 2002**

	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)</u>
General Government	\$ 17,529,813	14.4%	\$ (744,742)
Public Safety	26,935,280	22.1%	4,438,120
Public Works	12,113,947	9.9%	880,502
Public Health	6,184,154	5.1%	102,602
Public Welfare	1,035,818	.8%	79,234
Cultural and Recreation	5,503,690	4.5%	271,414
Debt Service	30,543,739	25.0%	14,868,250
Capital Projects	<u>22,261,046</u>	<u>18.2%</u>	<u>9,833,206</u>
Totals	<u>\$122,107,487</u>	<u>100.0%</u>	<u>\$ 29,728,586</u>

GENERAL FUND BALANCE

The fund balance of the general fund was \$6,735,874 as of June 30, 2002. However, this included \$1,077,382 of funds reserved for specific items and \$3,500,000 was applied to fund the FY2003 budget. This leaves an undesignated, unreserved fund balance of \$2,158,492. Therefore, assuming 260 working days per year, divided into the total general fund expenditures and transfers of \$52,104,741, this undesignated, unreserved fund balance represents the equivalent of 11 working days of expenditures.

CASH MANAGEMENT

The management of cash and investments is the sole responsibility of the County Treasurer. Cash was held in demand deposits, certificates of deposit, obligations of the U.S. Treasury, repurchase agreements, or other interest bearing accounts. The County's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. All investments are collateralized by instruments issued by or guaranteed by the U. S. Government. All collateral was held either by the County, its agent, or the trust department of a financial institution.

As outlined in the following table, interest earnings for all governmental fund types in fiscal year 2002 amounted to \$1,556,884, as compared to \$2,135,746 in fiscal year 2001. This decrease was a result of decreased amounts to invest and reduced interest rates in the market place. More detailed information with regard to cash and investments can be found in Note 2 of the Notes to General Purpose Financial Statements found in the Financial Section of the Comprehensive Annual Financial Report.

BEAUFORT COUNTY GOVERNMENTAL FUNDS
INVESTMENTS INTEREST
Fiscal Year Ended June 30, 2002

	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)</u>
General	\$ 279,434	31.2%	\$ (387,510)
Special Revenue	244,188	16.9%	(116,076)
Debt Service	109,652	3.1%	43,890
Capital Projects	<u>923,610</u>	<u>48.8%</u>	<u>(119,166)</u>
Totals	<u>\$ 1,556,884</u>	<u>100.0%</u>	<u>\$ (578,862)</u>

ENTERPRISE OPERATIONS

Beaufort County operates four separate activities as enterprise funds: Beaufort County Garage, Beaufort County Stormwater Utility, Lady's Island Airport, and Hilton Head Island Airport.

The Beaufort County Garage just completed its eighth year of operations as an enterprise fund. This facility repairs and maintains all County-owned vehicles, as well as, vehicles owned by various other state and local governmental units. As of January 1, 1995, the repairs and maintenance operations of the County garage were privatized through a contract with First Vehicle Services (this is the successor company to Managed Logistics Systems, which was party to the first contract). This contract provides for the complete operation of the garage under a fee for service basis. The Garage also provides bulk purchase of fuel for use in these vehicles and County-owned heavy equipment. Revenues are generated from the sale of fuel, and by fees charged for the repairs and maintenance of these vehicles. In addition to the cost of the contract with First Vehicle Services, expenses include salaries and wages, purchases of fuel, utilities and other operating expenses of a garage facility.

The Beaufort County Stormwater Utility was established in June 2001. The utility was formed to address various stormwater runoff and drainage problems that exist within the County. Revenues are generated from user fees assessed to the owners of all real property within the County.

The Lady's Island Airport has been in operation for several years. In the spring of 1993, a lease was negotiated with a Fixed Base Operator, who has assumed the operation of the airport. Current year revenues were generated from the lease payments from this FBO. However, in June 1996, this lease arrangement was terminated; and the County has again resumed all operational aspects of the airport.

The Hilton Head Island Airport has revenues are derived from lease payments, landing fees, etc. and the largest expense coming from providing Crash/Fire/Rescue services for commercial carriers that operate in and out of the facility. However, with the completion of the new terminal, the County has experienced increased revenues from ticket counter and automobile rental agency fees and increased operating expenses associated with this new terminal.

DEBT ADMINISTRATION

As of June 30, 2002, Beaufort County had six outstanding general obligation bond issues, totaling \$65,790,000. In accordance with the South Carolina constitution, Beaufort County's borrowing power is restricted to 8 percent of its assessed property value. Excluded from this limitation are: bond indebtedness approved by the voters in a referendum and special bonded indebtedness levies assessed on properties located in an area receiving special benefits from the taxes collected. Also outstanding as of June 30, 2002 is a \$15,000,000 bond anticipation note that matures on April 18, 2003.

Note 6 of the accompanying Notes to Financial Statements and Schedules 6, 7, 8, and 10 found in the Statistical Section of this CAFR provides very detailed information with regard to the bonded debt of the County.

Other than bonded indebtedness, the County's general long term debt account group includes capital leases for various pieces of equipment totaling \$108,518. Additionally, \$2,008,052 in compensated absences (accrued leave benefits) has been included. These items total \$82,906,570 of which the County currently has \$1,251,544 on hand to pay this debt.

GENERAL FIXED ASSETS

The County's general fixed asset account group includes those fixed assets used in the performance of general government functions and excludes the fixed assets of the enterprise funds. As of June 30, 2002 the general fixed assets of the reporting entity, amounted to \$106,696,258. This amount represents the original or estimated cost for the assets and it is considerably less than their present value. Depreciation of general fixed assets is not recognized in this account group. Specific details with regard to these assets can be found in Note 5 of the accompanying Notes to General Purpose Financial Statements.

RISK MANAGEMENT

The County maintains a self funded medical insurance plan whereby the County contributes an amount sufficient to meet the reimbursable medical insurance claims of its employees. This plan does carry stop-loss insurance; thereby, minimizing the County's maximum exposure to loss. Worker's compensation coverage is handled through the State of South Carolina Worker's Compensation Fund; additionally various types of insurance coverage are maintained through the State's Insurance Reserve Fund. Schedule 14 within the Statistical Section of the CAFR outlines the various types of coverages maintained by the County.

INDEPENDENT AUDIT

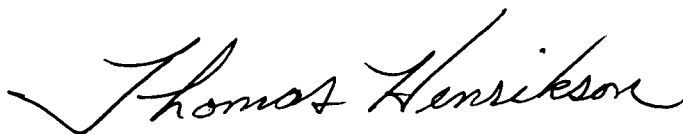
State statutes require an annual audit by independent certified public accountants or independent public accountants. The accounting firm of Robinson Grant and Company was selected by County Council. In addition to meeting the requirements set forth in the statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984, and related OMB Circular A-133. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports, pertinent to the requirements of the single audit act, are included in the Single Audit Section.

ACKNOWLEDGEMENTS

The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the professional and dedicated services of the entire staff of the Finance Department throughout the fiscal year. We sincerely appreciate the efforts of other department heads and their employees who contributed to this report.

Additionally, we would like to express our appreciation to the County Administrator and to County Council for their continued support and understanding of the benefits of professional financial operations and reporting.

Respectfully submitted,



Thomas A. Henrikson, CPA
Controller

FINANCIAL SECTION



Robinson Grant & Co., P.A.

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December 20, 2002

Independent Auditors' Report

County Council of Beaufort County
Beaufort, South Carolina

We have audited the accompanying general purpose financial statements of Beaufort County, South Carolina, as of and for the year ended June 30, 2002, as listed in the table of contents. These general purpose financial statements are the responsibility of Beaufort County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Beaufort County, South Carolina, as of June 30, 2002, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2002 on our consideration of the Beaufort County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Robinson Grant & Co., P.A.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of Beaufort County, South Carolina, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Beaufort County, South Carolina. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the general purpose financial statements of Beaufort County, South Carolina. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

Robinson Grant & Co., P.A.

Robinson Grant & Co., P.A.

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUPS
 June 30, 2002

GOVERNMENTAL FUND TYPES

<u>ASSETS</u>	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Cash and equity in pooled cash and investments	\$ 18,099,785	\$ 12,781,202	\$ 1,228,917	\$ 37,181,016
Receivables, net	1,512,158	370,792	22,815	-
Due from other governments	1,550,218	562,055	-	-
Notes receivable	248,294	23,977	-	-
Due from other funds	232,947	-	-	-
Inventories	-	-	-	-
Prepaid expenditures	72,746	-	-	-
Property and equipment	-	-	-	-
Accumulated depreciation	-	-	-	-
Amount available in debt service funds	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
Total assets	<u>\$ 21,716,148</u>	<u>\$ 13,738,026</u>	<u>\$ 1,251,732</u>	<u>\$ 37,181,016</u>
 <u>LIABILITIES AND FUND EQUITY</u>				
Liabilities:				
Accounts payable	\$ 2,043,001	\$ 1,801,812	\$ 188	\$ 2,529,934
Accrued payroll	844,130	191,974	-	9,076
Current portion of long-term debt	-	-	-	-
Due to others	12,093,143	41,344	-	-
Due to agency	-	-	-	-
Due to other funds	-	-	-	112,818
Deferred revenue	-	50,937	-	-
Accrued compensated absences	-	-	-	-
Long-term obligations	-	-	-	-
Total liabilities	<u>14,980,274</u>	<u>2,086,067</u>	<u>188</u>	<u>2,651,828</u>
 Fund Equity:				
Contributed capital	-	-	-	-
Investment in general fixed assets	-	-	-	-
Retained earnings	-	-	-	-
Reserved for encumbrances and carry forwards	1,077,382	898,688	1,251,544	26,273,046
Unreserved fund balances	<u>5,658,492</u>	<u>10,753,271</u>	<u>-</u>	<u>8,256,142</u>
Total fund equity	<u>6,735,874</u>	<u>11,651,959</u>	<u>1,251,544</u>	<u>34,529,188</u>
 Total liabilities and fund equity	 <u>\$ 21,716,148</u>	 <u>\$ 13,738,026</u>	 <u>\$ 1,251,732</u>	 <u>\$ 37,181,016</u>

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

PROPRIETARY FUND TYPE	FUND TYPES	ACCOUNTS GROUPS		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Debt	
<u>Enterprise</u>	<u>Trust And Agency</u>			
\$ 1,581,683	\$ 39,624,282	\$ -	\$ -	\$ 110,496,885
137,879	31,260	-	-	2,074,904
-	-	-	-	2,112,273
-	-	-	-	272,271
240,000	-	-	-	472,947
37,652	-	-	-	37,652
71,726	-	-	-	144,472
14,800,698	-	106,696,258	-	121,496,956
(2,833,970)	-	-	-	(2,833,970)
-	-	-	1,251,544	1,251,544
-	-	-	81,655,026	81,655,026
<u>\$ 14,035,668</u>	<u>\$ 39,655,542</u>	<u>\$ 106,696,258</u>	<u>\$ 82,906,570</u>	<u>\$ 317,180,960</u>
\$ 494,519	\$ 439,740	\$ -	\$ -	\$ 7,309,194
81,099	-	-	-	1,126,279
145,312	-	-	15,000,000	15,145,312
-	-	-	-	12,134,487
-	37,994,142	-	-	37,994,142
360,129	-	-	-	472,947
-	-	-	-	50,937
-	-	-	2,008,052	2,008,052
<u>1,041,427</u>	<u>-</u>	<u>-</u>	<u>65,898,518</u>	<u>66,939,945</u>
<u>2,122,486</u>	<u>38,433,882</u>	<u>-</u>	<u>82,906,570</u>	<u>143,181,295</u>
6,841,206	-	-	-	6,841,206
-	-	106,696,258	-	106,696,258
5,071,976	-	-	-	5,071,976
-	1,221,660	-	-	30,722,320
-	-	-	-	24,667,905
<u>11,913,182</u>	<u>1,221,660</u>	<u>106,696,258</u>	<u>-</u>	<u>173,999,665</u>
<u>\$ 14,035,668</u>	<u>\$ 39,655,542</u>	<u>\$ 106,696,258</u>	<u>\$ 82,906,570</u>	<u>\$ 317,180,960</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
 Year ended June 30, 2002

	GOVERNMENTAL	
	General	Special Revenues
Revenues		
Property taxes	\$ 29,913,377	\$ 7,066,092
Licenses and permits	2,521,362	124,434
Intergovernmental	6,173,477	7,509,045
Charges for services	7,832,020	2,267,606
Fines and forfeitures	962,131	197,536
Interest	279,434	244,188
Miscellaneous	169,794	133,866
Total revenues	47,851,595	17,542,767
Expenditures		
Current		
General Government	16,556,948	972,865
Public Safety	23,292,581	3,642,699
Public Works	3,852,510	8,261,437
Public Health	2,063,688	4,120,466
Public Welfare	737,956	297,862
Cultural and Recreation	2,384,426	3,119,264
Other Activities	-	-
Debt Service		
Principal	-	-
Interest and fees	-	-
Capital Projects	-	-
Total expenditures	48,888,109	20,414,593
 Excess of Revenues Over (Under) Expenditures	 (1,036,514)	 (2,871,826)
 Other financing sources (uses)		
Bond proceeds	-	-
Operating transfers in	42,911	3,216,631
Operating transfers out	(3,216,632)	(714,528)
Total other financing sources (uses)	(3,173,721)	2,502,103
 Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	 (4,210,235)	 (369,723)
 Fund Balance at the Beginning of the Year	 10,946,109	 12,021,682
 Fund Balance at the End of the Year	 \$ 6,735,874	 \$ 11,651,959

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

<u>FUND TYPES</u>		<u>FIDUCIARY TYPE</u>	<u>TOTALS</u>
<u>Debt Service</u>	<u>Capital Projects</u>	<u>Trust</u>	<u>Memorandum Only</u>
\$ 6,220,373	\$ 8,262	\$ -	\$ 43,208,104
-	-	33,650	2,679,446
68,217	628,663	75,642	14,455,044
-	-	-	10,099,626
-	-	44,308	1,203,975
109,652	923,610	20,784	1,577,668
-	<u>39,577</u>	<u>5,245,797</u>	<u>5,589,034</u>
<u>6,398,242</u>	<u>1,600,112</u>	<u>5,420,181</u>	<u>78,812,897</u>
-	-	4,390,247	21,920,060
-	-	209,444	27,144,724
-	-	-	12,113,947
-	-	-	6,184,154
-	-	-	1,035,818
-	-	31,009	5,534,699
-	-	847,414	847,414
27,995,000	-	-	27,995,000
2,548,739	-	-	2,548,739
-	<u>22,261,046</u>	<u>-</u>	<u>22,261,046</u>
<u>30,543,739</u>	<u>22,261,046</u>	<u>5,478,114</u>	<u>127,585,601</u>
(24,145,497)	(20,660,934)	(57,933)	(48,772,704)
23,100,000	29,000,000	-	52,100,000
671,618	-	-	3,931,160
-	-	-	<u>(3,931,160)</u>
<u>23,771,618</u>	<u>29,000,000</u>	<u>-</u>	<u>52,100,000</u>
(373,879)	8,339,066	(57,933)	3,327,296
<u>1,625,423</u>	<u>26,190,122</u>	<u>1,279,593</u>	<u>52,062,929</u>
<u>\$ 1,251,544</u>	<u>\$ 34,529,188</u>	<u>\$ 1,221,660</u>	<u>\$ 55,390,225</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
 ALL GOVERNMENTAL FUND TYPES
 Year ended June 30, 2002

	<u>GENERAL</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 30,789,154	\$ 29,913,377	\$ (875,777)
Licenses and permits	2,140,025	2,521,362	381,337
Intergovernmental	6,386,483	6,173,477	(213,006)
Charges for services	8,590,509	7,832,020	(758,489)
Fines and forfeitures	793,500	962,131	168,631
Interest	785,600	279,434	(506,166)
Miscellaneous	161,000	169,794	8,794
Total revenues	<u>49,646,271</u>	<u>47,851,595</u>	<u>(1,794,676)</u>
Expenditures			
Current			
General Government	17,747,728	16,556,948	1,190,780
Public Safety	24,074,592	23,292,581	782,011
Public Works	3,815,366	3,852,510	(37,144)
Public Health	2,071,943	2,063,688	8,255
Public Welfare	672,896	737,956	(65,060)
Cultural and Recreation	2,591,821	2,384,426	207,395
Debt Service - Principal	-	-	-
Debt Service -Interest and fees	-	-	-
Capital Projects	-	-	-
Total expenditures	<u>50,974,346</u>	<u>48,888,109</u>	<u>2,086,237</u>
Excess of Revenues Over (Under) Expenditures	(1,328,075)	(1,036,514)	291,561
Other financing sources (uses)			
Bond proceeds	-	-	-
Operating transfer in	36,250	42,911	6,661
Operating transfer out	(4,007,386)	(3,216,632)	790,754
Total other financing sources (uses)	<u>(3,971,136)</u>	<u>(3,173,721)</u>	<u>797,415</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(5,299,211)	(4,210,235)	1,088,976
Fund Balance at the Beginning of the year	<u>10,946,109</u>	<u>10,946,109</u>	<u>-</u>
Fund Balance at the End of the Year	<u>\$ 5,646,898</u>	<u>\$ 6,735,874</u>	<u>\$ 1,088,976</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
 ALL GOVERNMENTAL FUND TYPES
 Year ended June 30, 2002

	<u>SPECIAL REVENUE FUND</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 7,422,579	\$ 7,066,092	\$ (356,487)
Licenses and permits	250,000	124,434	(125,566)
Intergovernmental	6,672,403	7,509,045	836,642
Charges for services	2,251,091	2,267,606	16,515
Fines and forfeitures	200,000	197,536	(2,464)
Interest	275,443	244,188	(31,255)
Miscellaneous	71,637	133,866	62,229
Total revenues	<u>17,143,153</u>	<u>17,542,767</u>	<u>399,614</u>
Expenditures			
Current			
General Government	1,804,540	972,865	831,675
Public Safety	3,877,657	3,642,699	234,958
Public Works	9,778,344	8,261,437	1,516,907
Public Health	4,577,458	4,120,466	456,992
Public Welfare	368,776	297,862	70,914
Cultural and Recreation	3,426,043	3,119,264	306,779
Debt Service			
Principal	-	-	-
Interest and fees	-	-	-
Capital Projects	-	-	-
Total expenditures	<u>23,832,818</u>	<u>20,414,593</u>	<u>3,418,225</u>
Excess of Revenues Over (Under) Expenditures	(6,689,665)	(2,871,826)	3,817,839
Other financing sources (uses)			
Bond proceeds	-	-	-
Operating transfer in	4,051,426	3,216,631	(834,795)
Operating transfer out	(707,868)	(714,528)	(6,660)
Total other financing sources (uses)	<u>3,343,558</u>	<u>2,502,103</u>	<u>(841,455)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(3,346,107)	(369,723)	2,976,384
Fund Balance at the Beginning of the year	<u>12,021,682</u>	<u>12,021,682</u>	-
Fund Balance at the End of the Year	<u>\$ 8,675,575</u>	<u>\$ 11,651,959</u>	<u>\$ 2,976,384</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
Year ended June 30, 2002

	<u>DEBT SERVICE FUND</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 6,142,824	\$ 6,220,373	\$ 77,549
Licenses and permits	-	-	-
Intergovernmental	48,000	68,217	20,217
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	92,000	109,652	17,652
Miscellaneous	-	-	-
Total revenues	<u>6,282,824</u>	<u>6,398,242</u>	<u>115,418</u>
Expenditures			
General Government	-	-	-
Public Safety	-	-	-
Public Works	-	-	-
Public Health	-	-	-
Public Welfare	-	-	-
Cultural and Recreation	-	-	-
Debt Service - Principal	27,995,000	27,995,000	-
Debt Service Interest and fees	2,949,895	2,548,739	401,156
Capital Projects	-	-	-
Total expenditures	<u>30,944,895</u>	<u>30,543,739</u>	<u>401,156</u>
Excess of Revenues Over (Under) Expenditures	(24,662,071)	(24,145,497)	516,574
Other financing sources (uses)			
Bond proceeds	23,100,000	23,100,000	-
Operating transfer in	671,618	671,618	-
Operating transfer out	-	-	-
Total other financing sources (uses)	<u>23,771,618</u>	<u>23,771,618</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(890,453)	(373,879)	516,574
Fund Balance at the Beginning of the year	<u>1,625,423</u>	<u>1,625,423</u>	<u>-</u>
Fund Balance at the End of the Year	<u>\$ 734,970</u>	<u>\$ 1,251,544</u>	<u>\$ 516,574</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
Year ended June 30, 2002

	<u>CAPITAL PROJECTS FUND</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ -	\$ 8,262	\$ 8,262
Licenses and permits	-	-	-
Intergovernmental	600,000	628,663	28,663
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest	312,119	923,610	611,491
Miscellaneous	-	39,577	39,577
Total revenues	<u>912,119</u>	<u>1,600,112</u>	<u>687,993</u>
Expenditures			
General Government	-	-	-
Public Safety	-	-	-
Public Works	-	-	-
Public Health	-	-	-
Public Welfare	-	-	-
Cultural and Recreation	-	-	-
Debt Service - Principal	-	-	-
Debt Service - Interest and fees	-	-	-
Capital Projects	54,736,895	22,261,046	32,475,849
Total expenditures	<u>54,736,895</u>	<u>22,261,046</u>	<u>32,475,849</u>
Excess of Revenues Over (Under) Expenditures	(53,824,776)	(20,660,934)	33,163,842
Other financing sources (uses)			
Bond proceeds	29,000,000	29,000,000	-
Operating transfer in	-	-	-
Operating transfer out	-	-	-
Total other financing sources (uses)	<u>29,000,000</u>	<u>29,000,000</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(24,824,776)	8,339,066	33,163,842
Fund Balance at the Beginning of the year	<u>26,190,122</u>	<u>26,190,122</u>	<u>-</u>
Fund Balance at the End of the Year	<u>\$ 1,365,346</u>	<u>\$ 34,529,188</u>	<u>\$ 33,163,842</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

BUDGET AND ACTUAL

ALL GOVERNMENTAL FUND TYPES

Year ended June 30, 2002

	<u>TOTALS</u>		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues			
Property taxes	\$ 44,354,557	\$ 43,208,104	\$ (1,146,453)
Licenses and permits	2,390,025	2,645,796	255,771
Intergovernmental	13,706,886	14,379,402	672,516
Charges for services	10,841,600	10,099,626	(741,974)
Fines and forfeitures	993,500	1,159,667	166,167
Interest	1,465,162	1,556,884	91,722
Miscellaneous	232,637	343,237	110,600
Total revenues	<u>73,984,367</u>	<u>73,392,716</u>	<u>(591,651)</u>
Expenditures			
General Government	19,552,268	17,529,813	2,022,455
Public Safety	27,952,249	26,935,280	1,016,969
Public Works	13,593,710	12,113,947	1,479,763
Public Health	6,649,401	6,184,154	465,247
Public Welfare	1,041,672	1,035,818	5,854
Cultural and Recreation	6,017,864	5,503,690	514,174
Debt Service - Principal	27,995,000	27,995,000	-
Debit Service - Interest and fees	2,949,895	2,548,739	401,156
Capital Projects	54,736,895	22,261,046	32,475,849
Total expenditures	<u>160,488,954</u>	<u>122,107,487</u>	<u>38,381,467</u>
Excess of Revenues Over (Under) Expenditures	(86,504,587)	(48,714,771)	37,789,816
Other financing sources (uses)			
Bond proceeds	52,100,000	52,100,000	-
Operating transfer in	4,759,294	3,931,160	(828,134)
Operating transfer out	(4,715,254)	(3,931,160)	784,094
Total other financing sources (uses)	<u>52,144,040</u>	<u>52,100,000</u>	<u>(44,040)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(34,360,547)	3,385,229	37,745,776
Fund Balance at the Beginning of the year	<u>50,783,336</u>	<u>50,783,336</u>	<u>-</u>
Fund Balance at the End of the Year	<u>\$ 16,422,789</u>	<u>\$ 54,168,565</u>	<u>\$ 37,745,776</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICITS)
 ALL PROPRIETARY FUNDS
 Year ended June 30, 2002

Operating Revenues	
Garage billings	\$ 1,105,847
Fuel and oil sales	1,020,831
Stormwater utility fees	3,487,375
Concession sales	13,371
FBO lease payments	38,876
Firefighting fees	167,819
Landing fees	132,202
Parking/tax fees	18,434
Rentals	583,009
Passenger facilities charges	331,806
FAA grant	389,322
TSA grants	38,497
SCAC grants	45,391
Other charges	<u>4,576</u>
Total operating revenues	<u>7,377,356</u>
Operating Expenses:	
Costs of sales and services	2,124,338
Personnel	1,100,192
Purchases services	1,496,044
Supplies	151,184
Other	1,484,982
Depreciation	<u>501,272</u>
	<u>6,858,012</u>
Operating Income (Loss)	519,344
Non-Operating Revenues (Expenses)	
Interest earned	63,737
Interest expense	<u>(112,967)</u>
Total non-operating revenues (expenses)	<u>(49,230)</u>
Net Income (Loss)	470,114
Depreciation on contributed assets	392,232
Retained Earnings at the Beginning of the year	<u>4,209,630</u>
Retained Earnings at the End of the year	<u>\$ 5,071,976</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUNDS
 Year ended June 30, 2002

Cash flows from operating activities:	
Cash received from customers and users	\$ 7,426,893
Cash paid to employees	(1,068,880)
Cash paid to suppliers	<u>(5,120,032)</u>
	<u>1,237,981</u>
Cash flows from noncapital financing activities:	
Advances from the County (Repayment of advances)	<u>22,704</u>
Cash flows from capital and related financing activities:	
Issuance of debt	-
Purchase of fixed assets	(250,074)
Principal payment on debt	(1,583,261)
Interest paid on debt	<u>(67,575)</u>
	<u>(1,900,910)</u>
Cash flows from investing activities:	
Interest earned	<u>63,737</u>
Net increase (decrease) in cash and equivalents	(576,488)
Cash and cash equivalents, July 1, 2001	<u>2,158,171</u>
Cash and cash equivalents, June 30, 2002	<u>\$ 1,581,683</u>
Reconciliation of operating income to net cash used by operating activities:	
Operating Income (Loss)	<u>\$ 519,344</u>
Adjustments to reconcile	
Depreciation	<u>501,272</u>
Change in assets and liabilities	
(Increase) Decrease in accounts receivable	(52,739)
(Increase) Decrease in inventories	(2,335)
Increase (Decrease) in accounts payable	241,127
Increase (Decrease) in accrued payroll	<u>31,312</u>
	<u>217,365</u>
Net cash provided by operating activities	<u>\$ 1,237,981</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

1. Summary of Significant Accounting Policies

Beaufort County, South Carolina (the "County") is a political subdivision of the State of South Carolina, operating under the Council-Administrator form of government to provide services authorized by its charter. The County is governed by an elected Board (the "Council") which is governed by state statutes and regulations. In addition to the members of the Council, there are two elected Constitutional Officers: Treasurer and Auditor.

The accompanying financial statements present the combined financial position and combined results of operations of the various fund types and the cash flows of the proprietary fund type for the funds controlled by the Council and its Constitutional Officers.

The Council funds all of the operating budgets of the County's Constitutional Officers. The Constitutional Officers' revenues and expenditures are included in the General Fund. The accounting policies of the County conform to generally accepted accounting principles, as applicable to governments. The following is a summary of the more significant policies.

- A. Reporting Entity - Generally accepted accounting principles, as established by the Governmental Accounting Standards Board, require that the reporting entity's financial statements include the financial operations of governmental departments, agencies, commissions or authorities over which the governmental unit's elected officials have oversight responsibility.

Criteria used to determine if an entity should be included in the County's report are the oversight responsibility and the scope of public service. Oversight responsibility implies that an agency is dependent on another. Oversight responsibility is defined to include financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. The manifestations of scope of public service are whether the activity is for the benefit of the reporting entity and/or its residents and whether the activity is conducted within the geographic boundaries of the reporting entity and is generally available to the citizens of that entity.

The following entities, which meet the scope of public service criteria, have been excluded from the reporting entity after due consideration of the oversight responsibility:

Beaufort County School District - The School District has a separately elected board. The District is authorized to issue debt, maintain financial records, and issue separate financial statements. The District reports operational and financial results to the South Carolina Department of Education.

Public Service Districts - The County has numerous public service districts established by South Carolina Public Law to provide various services such as fire protection, water services and medical care. Certain activities related to the public service districts are accounted for in the County's Agency Funds. Each of the public service districts generally has limited fiscal autonomy and a separate board. Each District maintains its own financial records, establishes its own operating budget and rate structure, issues its own financial statements and has limited borrowing powers under state statutes.

Beaufort Memorial Hospital - The hospital has a separate board, which is appointed by Council upon recommendations from the existing hospital board. The hospital does not have the ability to levy taxes and therefore cannot issue its own general obligation debt without approval of Council. The hospital maintains its own financial records, issues its own financial statements and establishes its own operating budget and rate structure and hires its own management.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
Year ended June 30, 2002

1. Summary of Significant Accounting Policies – Continued:

Beaufort/Jasper Water and Sewer Authority - The Authority has its own board, maintains its own financial records, establishes its own operating budget and rate structure, issues its own financial statements, and issues its own debt.

- B. Fund Accounting - The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The purpose of the County's various funds and account groups is as follows:

Governmental Funds - These are funds through which most governmental functions are typically financed. The funds included in this category are as follows:

General Fund - The General Fund is the general operating fund of the County. The fund is used to account for all financial resources, except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest and related costs other than those payable from Enterprise Funds.

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 (other than those financed by the proprietary funds) and certain fixed assets.

Proprietary Funds - These funds account for operations that are organized to be self-supporting through user charges.

Enterprise Funds - Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The County uses these funds to account for airport operations at Lady's Island, for airport operations at Hilton Head and for the operations of the County-owned maintenance garage facility.

The transfer of general fixed assets to these funds have been recorded as contributed capital at the assets' estimated net book values after an allowance for depreciation has been calculated based upon the original cost, date of acquisition and estimated asset life.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

1. Summary of Significant Accounting Policies - Continued:

Fiduciary Funds - These funds account for assets held by the County as a trustee or agent for individuals, private organizations and other governmental agencies.

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The County maintains several Agency Funds and Expendable Trust Funds.

The Agency Funds account for tax levies for municipalities, public service districts, fire districts and school districts. The County levies and collects property taxes and special assessments for the political subdivisions within the County. The Expendable Trust Funds are used to account for funds held in escrow such as library, sheriff, public defender and health insurance.

Account Groups - In addition to the three broad types of governmental funds, the County also maintains two account groups. The account groups are not a fund, since they do not reflect available financial resources and related liabilities. These account groups are as follows:

General Fixed Assets - This is not a fund but rather an account group that is used to account for general fixed assets of the County, except fixed assets of proprietary funds.

General Long-Term Debt - This is not a fund but rather an account group that is used to account for all outstanding principal balances of general and special obligation bonds, notes, capital leases and compensated absences of the County, except long-term obligations of proprietary funds.

C. Measurement Focus

Governmental Funds - General, Special Revenue, Debt Service and Capital Projects Funds are accounted for on a current financial resources measurement focus. Only current assets and current liabilities are generally included on the balance sheets. Accordingly, the unreserved fund balance (net current assets) is considered a measure of available, spendable or appropriable resources. Reserved fund balance may also be considered available and spendable. Operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Proprietary Funds - The Enterprise Funds are accounted for on an "income determination" or flow of economic resources measurement focus. Accordingly, all assets and liabilities are included on the balance sheet, and the reported fund equity (total assets less total liabilities) provides an indication of the economic net worth of the fund. Operating statements report increases (revenues) and decreases (expenses) in economic net worth or net total assets.

Fiduciary Funds - The Expendable Trust Funds are accounted for in the same manner as governmental funds. The Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations.

Account Groups - The General Fixed Assets Account Group and the General Long-Term Debt Account Group are concerned only with the measurement of financial position. They are not involved with the measurement of results of operations. Fixed assets, other than those used in proprietary fund operations, are accounted for in the General Fixed Assets Account Group. Depreciation is not charged on the general fixed assets. Long-term debts, other than those intended to be financed through the

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
Year ended June 30, 2002

1. Summary of Significant Accounting Policies - Continued:

proprietary funds, are accounted for in the General Long-Term Debt Account Group.

- D. Basis of Accounting - Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Governmental Funds - All Governmental Funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized when they become measurable and available as net current assets. Primary revenues, including taxes, intergovernmental revenues, charges for services, rents and interest, are treated as susceptible to accrual under the modified accrual basis. Other revenue sources are not considered measurable and available and are not treated as susceptible to accrual. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt, which is recognized when due, and prepaid insurance and similar items, which are recorded as expenditures when purchased.

Proprietary Funds - The Enterprise Funds are accounted for using the accrual basis of accounting. Under this method, revenues are recognized when they are earned and expenses are recognized when they are incurred.

Fiduciary Funds - The Expendable Trust Funds and the Agency Funds are accounted for on the modified accrual basis.

- E. 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, Special Revenue Funds, and Capital Projects Funds. Encumbrances outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities. Likewise, reservations of fund balances are established for some projects and/or major capital purchases that for unforeseen reasons are not concluded prior to the close of the fiscal year. These "carry-forwards" are determined during the budget cycle and must be approved by the County Administrator. Encumbrances and carry-forwards included in budgetary line items for the year ended June 30, 2002 in the General, Special Revenue and Capital Projects Funds, totaled \$1,096,656, \$1,373,573 and \$19,763,239, respectively.

- F. Equity in Pooled Cash and Investments - The County maintains a pooled cash and investment account for all funds for accounting and investment purposes. This gives the County the ability to invest idle cash for short periods of time and to earn the most favorable available rate of return. The "equity in pooled cash and investments" represents the amount of pooled cash and investments owned by each fund of the County.

- G. Investments - Investments consist of certificates of deposit and repurchase agreements. All investments are recorded at cost, which approximates market value.

- H. Receivables - All receivables are reported at their gross value and when appropriate, are reduced by the estimated portion that is uncollectible.

- I. Due to and due from other funds - Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
Year ended June 30, 2002

1. Summary of Significant Accounting Policies - Continued:

- J. Inventories - Inventories consist of fuels and supplies (Enterprise Funds) and are stated at the lower of "first-in, first-out" cost or market.
- K. Deferred Revenue - The General Fund recognizes revenue from the prepayment of certain fees and permits received prior to the beginning of the ensuing fiscal year.

The Recreation Special Revenue Fund and the Disabilities and Special Needs Special Revenue Fund recognize revenue from the payment of fees for participation in their respective summer programs. Fees are paid at the time the programs begin in June; a portion of these fees has been deferred in order to cover those weeks of July and August, during which the programs operate.

Additionally, the County receives revenues from grants for the improvement of certain low income housing. Expenditures for renovation costs are recorded in the year in which the expenditures are incurred. The owners of the homes are responsible for a portion of the expenditures incurred and provide notes for the repayment. The County records a note receivable and a deferred revenue in the applicable Special Revenue Fund for the amount of the note.

L. Property and Equipment

- (1) Property and equipment purchased by the Governmental Funds are recorded as capital outlay expenditures at the time of purchase. Such assets are capitalized at cost in the General Fixed Assets Account Group, except for certain public domain improvements ("infrastructure") such as roads and bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Fixed assets acquired prior to June 30, 1987 were recorded based upon their 1983 assessed values adjusted by a deflator index to estimated date of acquisition or construction. Donated and confiscated assets are recorded as general fixed assets at their fair market value at the time received. Interest costs associated with the construction of buildings and improvements are recorded as expenditures in the Debt Service Fund and are not capitalized in the General Fixed Assets Account Group. No depreciation has been provided on general fixed assets.
- (2) Fixed Assets of the Enterprise Funds consist primarily of land, buildings and equipment which are recorded at cost, including construction period interest. Donated property and equipment are capitalized at fair market value at the time received. Depreciation is recorded on the straight line basis over the estimated useful lives, which range from five to twenty-five years, of the assets. Upon retirement or disposition of fixed assets, the related asset is removed from the records at book value and the related gain or loss is recorded. Fixed assets transferred to the Enterprise Funds from general fixed assets are recorded at the net book value after an allowance for depreciation has been calculated based upon the original cost, date of acquisition and estimated asset life.

M. Budgets and Budgetary Accounting - The County uses the following procedures in establishing the budgetary data reflected in the financial statements:

- (1) The County Administrator submits to County Council, prior to June 1, proposed operating, special revenue, debt service, and capital improvement (CIP) budgets for the fiscal year commencing July 1. The operating, special revenue, debt service, and CIP budgets include proposed expenditures, revenues and financing sources.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

1. Summary of Significant Accounting Policies - Continued:

- (2) The Council requires such changes to be made as it deems necessary, provided the budget remains in balance and is subject to the notice of hearing requirements of Section 4-9-140 of the South Carolina Statutes.
- (3) Public hearings are held pursuant to Section 4-9-140 of the South Carolina Statutes in order for the Council to adopt the tentative and final budget.
- (4) Prior to July 1, the operating, special revenue, debt service and CIP budgets are legally enacted through passage of an ordinance setting forth anticipated revenues and appropriations by fund.
- (5) It is unlawful to expend or contract for an expenditure in any fiscal year more than the amount budgeted in each fund's budget pursuant to Section 4-9-140 of the South Carolina Statutes. Appropriations lapse at year-end unless the amounts are encumbered or approved for carry-forward to the following year. Budget amounts as shown in the financial statements are as originally adopted with the related prior year encumbrances and carry-forwards added to the related budget line items, including adjustments (transfers) to the budgets.

<u>Fund</u>	<u>Approved Budget</u>	<u>Encumbrances And Carry- Forwards</u>	<u>Adjustments (Transfers)</u>	<u>Total Annual Budget</u>
General	\$ 49,877,690	\$ 1,096,656	\$ -	\$ 50,974,346
Special Revenue	21,117,737	1,373,573	1,341,508	23,832,818
Debt Service	7,844,895	-	23,100,000	30,944,895
Capital Projects	34,973,656	19,763,239	-	54,736,895

- (6) The County Administrator or his designee is authorized to transfer funds among operating accounts or among capital accounts within a department. All transfers between departments and programs or between operating and capital accounts must be authorized by the Council in accordance with Section 4-9-140 of the South Carolina Statutes. In accordance with County Ordinance #2001/18, Section 12, amounts of \$10,000 or less can be approved by the Council Chairman and/or Council Finance Committee Chairman; transfers of \$5,000 or less can be approved by the County Administrator and/or his designee.
- (7) Formal budgetary integration is employed as a measurement control device for all governmental funds of the County. The level on which expenditures may not legally exceed appropriations is the fund level.
- (8) Budgets for the governmental fund types are adopted on a basis consistent with generally accepted accounting principles.
- (9) Revenues in excess of the current budget ordinance may be expended as directed by the revenue source or for the express purpose for which the funds were generated without further approval by County Council, as per Section 14 of County Ordinance #2001/18.

N. Cash Flow Statement - For purposes of the Statement of Cash Flows, the Enterprise Fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents and includes those investments with cash.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
 Year ended June 30, 2002

1. Summary of Significant Accounting Policies - Continued:

- O. Compensated Absences - The County has a policy to accrue compensated absences for employees when the obligation relating to the employee's rights to receive compensation is attributed to the employee's services already rendered, when the rights vest and accumulate and when the payment is payable.
- P. Total Columns on Combined Statements - Total columns on the combined statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.
- Q. Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

2. Cash and Equity in Pooled Cash and Investments

The County maintains a cash and investment pool that is available for use by all funds. South Carolina Statutes authorize investments in certificates of deposit, savings accounts, repurchase agreements, the State Treasurer's Local Government Investment Pool (invested in government guaranteed securities), obligations of the U. S. Government, and government agencies unconditionally guaranteed by the Federal Government.

At June 30, 2002, the carrying amount of the County's cash on deposit was \$110,496,885 and the bank balance of cash on deposit was \$114,204,137. These deposits were entirely covered by federal deposit insurance or by collateral held by the financial institution in the County's name.

The County's investments are categorized as follows to give an indication of the level of risk assumed by Beaufort County at June 30, 2002. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent but not in the County's name.

The County's investments that are held in the State Treasurer's Governmental Investment Pools are invested through the pool. As such, collateral is not identified for each deposit, but rather for the fund as a whole. These deposits are collateralized by cash or governmental agency securities which are fully guaranteed as to principal and interest by the Federal Government. The State Treasurer's Government Investment Pool is subject to oversight by the State Treasurer and the State Budget and Control Board, as well as, audit by the state's internal and external auditors.

	Category			Carrying Value	Fair Value
	1	2	3		
Pooled investments	\$ -0-	\$ -0-	\$ 110,496,885	\$ 110,496,885	\$ 110,496,885

The Carrying value of investments approximates market value at June 30, 2002.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

3. Receivables/Due from Other Governments

Property taxes receivable (the gross less allowance) are recognized when they become available. Available means due or past due and receivable within the current period and collected no longer than 60 days after the close of the current period.

The following details receivables-net by fund:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service</u>	<u>Trust And Agency</u>	<u>Enterprise</u>
Gross property					
tax receivable	\$ 522,013	\$ 120,197	\$ 106,034	\$ -	\$ -
Less allowance					
for delinquent					
property tax	<u>416,014</u>	<u>97,848</u>	<u>85,150</u>	<u>-</u>	<u>-</u>
Subtotal	105,999	22,349	20,884	-	-
Licenses and					
fees receivable	512,534	348,443	-	-	137,879
Fines receivable	829,833	-	-	-	-
Accounts receivable					
- other	<u>63,792</u>	<u>-</u>	<u>1,931</u>	<u>31,260</u>	<u>-</u>
	<u>\$ 1,512,158</u>	<u>\$ 370,792</u>	<u>\$ 22,815</u>	<u>\$ 31,260</u>	<u>\$ 137,879</u>

Key dates in the property tax cycle for 2001-2002 are as follows:

Assessment date	1998
Property taxes levied	September 1, 2001
Tax bills rendered	October 1, 2001
Property taxes payable	March 16, 2002
Delinquency date	March 17, 2002
Tax sale date	October 3, 2002

The following details the due from other governments by fund:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
State aid to subdivisions	\$ 1,410,627	\$ -
Alcohol & Drug programs	-	55,331
Disabilities and Special Needs programs	-	28,901
Parks and Leisure Services programs	-	94,467
Others	<u>139,591</u>	<u>383,356</u>
	<u>\$ 1,550,218</u>	<u>\$ 562,055</u>

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

4. Notes Receivable

Notes receivable of \$248,294 presented in the General Fund relates to a loan made to the Lowcountry Regional Transportation Authority for operational support and is to be repaid as funds become available over the next two years.

Notes receivable of \$23,977 presented in the Special Revenue Fund relate to loans made to individuals for refurbishment or replacement of low income housing. A corresponding amount has been recorded as a deferred revenue item as explained in Note 1, item K.

5. Property and Equipment

General Fixed Assets

	<u>Balance June 30, 2001</u>	<u>Additions</u>	<u>Disposals or Transfers</u>	<u>Balance June 30, 2002</u>
Land & Improvements	\$ 13,549,361	\$ 1,689,235	\$ 8,500	\$ 15,230,096
Buildings & improvements	48,946,596	4,046,874	977,364	52,016,106
Equipment	24,905,490	11,887,817	2,337,713	34,455,594
Construction in progress	<u>2,502,341</u>	<u>6,176,508</u>	<u>3,684,387</u>	<u>4,994,462</u>
Total	<u>\$ 89,903,788</u>	<u>\$ 23,800,434</u>	<u>\$ 7,007,964</u>	<u>\$ 106,696,258</u>

Enterprise Fund - Fixed Assets

	<u>Balance June 30, 2001</u>	<u>Additions</u>	<u>Disposals or Transfers</u>	<u>Balance June 30, 2002</u>
Land & improvements	\$ 6,083,572	\$ -	\$ -	\$ 6,083,572
Buildings & improvements	6,671,793	-	-	6,671,793
Equipment	<u>1,159,089</u>	<u>886,244</u>	-	<u>2,045,333</u>
Total	<u>\$ 13,914,454</u>	<u>\$ 886,244</u>	<u>\$ -</u>	<u>\$ 14,800,698</u>

For the fixed assets of the Enterprise Fund depreciation is computed on the straight-line method of depreciation over the estimated useful lives, which range from five to twenty-five years, of the assets. Depreciation expense for the year ended June 30, 2002 was \$501,272 and the accumulated depreciation as of June 30, 2002 was \$2,833,970.

6. Long-Term Obligations - General Long Term Debt Account Group

A summary of long-term obligations at June 30, 2002 is as follows:

General obligation bonds	\$ 65,790,000
Bond anticipation note	15,000,000
Capital leases	<u>108,518</u>
	<u>\$ 80,898,518</u>

General Obligation Bonds

On September 1, 1988, the County issued \$900,000 in General Obligation Bonds for the acquisition and renovation of the former May River Academy property. This facility, known as the Bluffton Center, is used primarily as a recreational complex. Several County offices are located at the facility.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
Year ended June 30, 2002

6. Long-Term Obligations - General Long Term Debt Account Group - Continued:

In April 1993, the County issued \$17,660,000 in General Obligation bonds, bearing interest rates of 5.2% to 5.65%, and with varying maturity dates through 2010. The proceeds of these bonds were used to provide sufficient funds to pay for the purchase of the Beaufort County Planning and Development Corporation's interest in certain County facilities through the current refunding of certain Certificates of Participation, dated November 1, 1989, of which the principal amount of \$19,585,000 was outstanding, and defraying the cost and expenses of issuance of the Bonds. These bonds were paid off with some of the proceeds from the bonds issued during May 2002.

In December 1994, the County issued \$4,750,000 in General Obligation bonds, bearing interest rates of 5.9% to 6.0% and with varying maturity dates through 2003. The proceeds of these bonds were used for the acquisition of land and construction of a library on Hilton Head Island; completion of the library in Beaufort; funding for projects at the Technical College of the Lowcountry and at the University of South Carolina - Beaufort and other governmental projects within the County.

In July 1996, the County issued \$4,635,000 General Obligation Bonds Series A and \$4,750,000 General Obligation Bonds Series B, bearing interest rates of 4.625% to 6.625% and with varying maturity dates through 2003. The proceeds of the Series A bonds were used to defray the costs of various capital projects for recreation facilities. The proceeds of the Series B bonds, plus a sum of approximately \$600,000 from the County's Debt Service Fund balance, was used to refund the General Obligation Bonds of 1989.

In June 1999, the County issued \$9,100,000 in General Obligation bonds, bearing interest rates of 4.60% to 5.25% and with varying maturity dates through 2008. The proceeds of these bonds were used for various County projects including the purchase of development rights on Lemon Island, the construction of the Buckwalter Parkway, the minor renovations of various County buildings and park facilities, and other governmental projects within the County.

In April 2001, the County issued \$30,000,000 in General Obligation bonds, bearing interest rates of 4.375% to 5.25% and with varying maturity dates through 2020. The proceeds of these bonds were used as follows: \$10,000,000 for the purchase of real property programs as approved by referendum in November 2000; \$10,000,000 to pay the bond anticipation notes issued May 2000; and \$10,000,000 for various County projects including the purchase of telecommunications equipment, the construction of additional facilities for the Detention Center, the construction of additional hangars at the Lady's Island Airport and for other governmental projects within the County.

In May 2002, the County issued \$25,100,000 in General Obligation bonds, bearing interest rates of 3.0% to 4.875% and with varying maturity dates through 2022. The proceeds of these bonds were used as follows: \$10,950,000 to pay off the outstanding bonds and related costs of the 1993 General Obligation issue; and \$14,000,000 for various County projects to include the purchase of telecommunications equipment, improvements to various county parks, construction of solid waste drop off centers and for other government construction projects within the County.

The 1988, 1993, 1994, 1996, 1999, 2001 and 2002 general obligation bonds are collateralized by the full faith and credit of the County and are payable from ad valorem taxes.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
 Year ended June 30, 2002

6. Long Term Obligations - General Long Term Debt Account Group - Continued:

General obligation bonds accounted for in the County's general long-term debt account group consist of the following at June 30, 2002:

<u>Description</u>	<u>Rates and Dates</u>	<u>Maturity</u>	<u>Original Issue</u>	<u>Outstanding at June 30, 2002</u>
1988 Bluffton Center Bonds	6.5% - 8.5% 3/1 and 9/1	2003	900,000	\$ 95,000
1994 Library Bonds	5.9%-6.0% 2/1 and 8/1	2003	4,750,000	2,515,000
1996 Series A & B	4.6% - 6.6% 2/1 and 8/1	2003	9,385,000	120,000
1999 Improvement Bonds	4.6% - 5.25% 2/1 and 8/1	2008	9,100,000	8,800,000
2001 County Bonds	4.375% - 5.25% 2/1 and 8/1	2020	30,000,000	29,160,000
2002 County Bonds	3.0% - 4.875% 2/1 and 8/1	2022	25,100,000	25,100,000
			<u>\$ 79,235,000</u>	<u>\$ 65,790,000</u>

A schedule of the debt service requirements associated with the general obligation bonds follows:

<u>Fiscal Year Ending</u>	<u>1988 Bluffton Center Bonds</u>	<u>1994 Library Bonds</u>	<u>1996 A & B Bonds</u>	<u>1999 Improvement Bonds</u>	<u>2001 County Bonds</u>	<u>2002 County Bonds</u>
2003	\$ 101,746	\$ 2,665,900	\$ 125,760	\$ 706,750	\$ 2,581,035	\$ 2,098,553
2004	-	-	-	1,991,000	2,569,035	2,638,913
2005	-	-	-	2,017,400	2,539,785	2,643,725
2006	-	-	-	2,039,200	2,531,629	2,631,100
2007	-	-	-	2,056,400	2,521,504	2,616,600
2008-2012	-	-	-	1,569,000	12,473,225	11,476,100
2013-2017	-	-	-	-	12,306,844	5,583,488
2018-2022	-	-	-	-	<u>7,284,955</u>	<u>5,659,743</u>
	101,746	2,665,900	125,760	10,379,750	44,808,012	35,348,222
Less amount representing interest	<u>6,746</u>	<u>150,900</u>	<u>5,760</u>	<u>1,579,750</u>	<u>15,648,012</u>	<u>10,248,222</u>
Total	<u>\$ 95,000</u>	<u>\$ 2,515,000</u>	<u>\$ 120,000</u>	<u>\$ 8,800,000</u>	<u>\$ 29,160,000</u>	<u>\$ 25,100,000</u>

Total interest paid on bonds outstanding for the year ended June 30, 2002 was \$2,539,496.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
 Year ended June 30, 2002

6. Long Term Obligations - General Long Term Debt Account Group – Continued:

The following is a schedule of principal payments for all general obligation bonds accounted for in the County's long-term debt account group:

<u>Fiscal Year</u> <u>Ending</u>	<u>LTDAG</u>
2003	\$ 5,290,000
2004	4,390,000
2005	4,585,000
2006	4,780,000
2007	4,975,000
2008-2012	17,300,000
2013-2017	12,980,000
2018-2022	<u>11,490,000</u>
Total	\$ <u>65,790,000</u>

Bond Anticipation Notes

In July 2001, the County issued \$12,000,000 in Bond Anticipation notes bearing an interest rate of 3.0% and with a maturity of April 25, 2002. The proceeds of these notes were used to construct various infrastructure projects associated with the Bluffton Tax Increment Financing District.

In April 2002, the County issued \$15,000,000 in Bond Anticipation notes bearing an interest rate of 3.0% and with a maturity of April 18, 2003. The proceeds of these notes were used to pay off the \$12,000,000 Bond Anticipation notes issued during July 2001, and \$3,000,000 to construct various infrastructure projects associated with the Bluffton Tax Increment Financing District.

Capital Leases

As of June 30, 2002, the County has one lease-purchase agreement to purchase communication equipment with a lease term of 10 years and an interest rate of 7%. The communication equipment under this capital lease is included in the equipment in the General Fixed Asset Account Group at \$444,315.

The following is a schedule of future minimum lease payments under this capital lease, together with the present value of net minimum lease payments at June 30, 2002.

<u>Fiscal Year</u> <u>Ending</u>	<u>LTDAG</u>
2003	\$ 61,413
2004	<u>61,412</u>
	122,825
Less amount representing interest	<u>16,307</u>
Net	<u>\$ 108,518</u>

The County records capital lease payments as current year expenditures in the fund to which the lease applies. The liability for capital leases and the associated assets are recorded in the general long-term debt and general fixed assets account groups.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

6. Long Term Obligations - General Long Term Debt Account Group - Continued:

Total interest paid on capital leases for the year ended June 30, 2002 was approximately \$14,700 which was recorded as an expenditure in the Special Revenue Fund for E-911 equipment.

Changes in General Long-Term Liabilities

	<u>Balance June 30, 2001</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance June 30, 2002</u>
General Obligation Bonds	\$ 56,685,000	\$ 25,100,000	\$ 15,955,000	\$ 65,790,000
Bond Anticipation Notes	-	27,000,000	12,000,000	15,000,000
Capital Leases	<u>160,931</u>	<u>-</u>	<u>52,413</u>	<u>108,518</u>
Totals	<u>\$ 56,845,931</u>	<u>\$ 52,100,000</u>	<u>\$ 28,047,413</u>	<u>\$ 80,898,518</u>

7. Segment Information for Enterprise Funds

The County maintains four Enterprise Funds which provide garage (vehicle repair), stormwater utility and airport services. Segment information is as follows:

	<u>Garage</u>	<u>Stormwater Utility</u>	<u>Lady's Island Airport</u>	<u>Hilton Head Airport</u>	<u>Totals</u>
Operating Revenues	\$ 1,957,022	\$ 3,487,375	\$ 423,051	\$ 1,509,908	\$ 7,377,356
Cost of Sales and Services	1,994,583	-	129,755	-	2,124,338
Operating Expenses before depreciation	63,239	2,776,180	248,368	1,144,615	4,232,402
Depreciation	<u>34,870</u>	<u>113,231</u>	<u>33,891</u>	<u>319,280</u>	<u>501,272</u>
Operating Income (loss)	<u>\$ (135,670)</u>	<u>\$ 597,964</u>	<u>\$ 11,037</u>	<u>\$ 46,013</u>	<u>\$ 519,344</u>
Advances from County	-	-	22,704	-	22,704
Capital Contributions	-	628,074	-	-	628,074
Property/equipment additions	-	686,048	62,204	129,896	878,148
Working Capital	77,091	662,757	(344,739)	592,772	987,881
Total Assets	448,354	1,474,489	1,139,391	10,973,434	14,035,668
Long-term debt	-	-	-	1,041,427	1,041,427
Contributed capital	208,218	522,377	946,971	5,163,640	6,841,206
Retained earnings (deficit)	77,539	713,197	(178,141)	4,459,381	5,071,976

8. Operating Leases

The County leases certain office space and machinery and equipment under cancelable operating leases. Under the terms of the lease agreements, the County's obligation to continue rental obligations is contingent upon the continued appropriation of funds by the County for that purpose. Total rental expenses for the year ended June 30, 2002 were approximately \$223,705. The minimum commitment for operating lease payments for the next five years will be approximately \$223,000 per year.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

9. Deferred Compensation Plans

All state and local government employees can participate in a deferred compensation plan created in accordance with Internal Revenue Code 457. The plan, administered by the state public employee retirement system through a state approved nongovernmental third party, permits governmental employees to defer a portion of their salary until future years. The deferred compensation is not available to an employee until termination, retirement, death, or unforeseeable emergency.

The Small Business Job Protection Act of 1996 (the Act) eliminated the requirement that Section 457 plan assets legally remain the assets of the sponsoring government. The Act now requires that amounts deferred under a Section 457 plan be held in trust for the exclusive benefit of participating employees and not be accessible by the government or its creditors. Only Section 457 plans meeting criteria prior to the Act should be reported in the sponsoring governments financial statements. During July 1998, the South Carolina Deferred Compensation Program complied with the provisions of the Act. Accordingly, the amount held by the South Carolina Deferred Compensation Program on behalf of the County and its participants will not be reported in the County's financial statements after June 30, 1998.

In addition, County employees may participate in a 401(k) deferred compensation plan available to state and local governmental employees through the state public employee retirement system. The 401(k) program is administered by a state approved nongovernmental third party. Contributions by employees under the 401(k) program totaled approximately \$300,000 for the year ended June 30, 2002. There are no employer contributions made by the County to this plan. Participant account balances are not included in these financial statements.

10. Retirement Plans

The Governmental Accounting Standards Board (GASB) issued Statement No. 27 entitled "Accounting for Pensions by State and Local Government Employees" in November 1994. This Statement supersedes the requirements of GASB Statement No. 5. The following information is provided in order to meet the disclosure requirements prescribed in paragraph 20 of GASB 27.

Substantially all full time, permanent County employees are required by law (Title 9 of the S. C. Code of Laws) to participate in statewide, cost sharing multiple-employer defined benefit pension plans administered by the State Retirement System. Generally all employees, with the exception of law enforcement personnel and certain others, participate in the South Carolina Retirement System (SCRS). Law enforcement personnel and certain other employees participate in the South Carolina Police Officers Retirement System (PORS).

Both the South Carolina Retirement System and Police Officers Retirement System offer retirement and disability benefits, cost of living adjustments on an ad-hoc basis, life insurance benefits and survivor benefits. The Plan's provisions are established under Title 9 of the SC Code of Laws.

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

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
 Year ended June 30, 2002

10. Retirement Plans – Continued

Actuarially established employer contribution rates are as follows:

	<u>Retirement Program</u>				<u>Total</u>
	<u>Normal</u>	<u>Unfunded Accrued Liability</u>	<u>Accidental Death Program</u>	<u>Group Life Insurance Program</u>	
SCRS					
State & School	5.00%	2.55%	N/A	.15%	7.70%
Other	5.00%	1.70%	N/A	.15%	6.85%
PORS					
	8.43%	1.87%	.20%	.20%	10.70%

Contribution rates are developed by the SCRS and PORS using the entry age normal cost method. The normal contribution rate to cover current cost has been determined as a level percentage of payroll. A market related value of plan assets is used for actuarial valuation purposes. Gains and losses are reflected in the unfunded accrued liabilities that are being amortized by regular annual contributions as a level percent of payroll within a 30-year period, assuming 4 1/4% annual payroll growth for SCRS and PORS.

All employers contribute at the actuarially required contribution rates.

Contribution information:

	<u>SCRS</u>	<u>PORS</u>
Covered payroll	\$ 20,212,557	\$ 10,256,698
Employee contributions	1,212,755	666,685
Employee contribution rate (based upon salary)	6.0%	6.5%
Employer contribution rate; includes group life coverage in both SCRS and PORS and accidental death coverage in PORS (based upon salary)	6.85%	10.7%

The County's employer contribution to the SCRS for the years ended June 30, 2002, 2001 and 2000 were \$1,402,249, \$1,280,877 and \$1,188,277 respectively, which are equal to the required contributions.

The County's employer contribution to the PORS for the years ended June 30, 2002, 2001 and 2000 were \$1,110,482, \$1,008,617 and \$906,985 respectively, which are equal to the required contributions.

Vesting Requirements:

With 5 years of service, an employee is entitled to a deferred annuity commencing at age 60 under the SCRS and at age 55 under the PORS.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

10. Retirement Plans – Continued

Retirement Benefits:

Retirement benefits of participants in the SCRS and the PORS are currently determined as follows:

SCRS - The maximum monthly retirement allowance at age 65 or 30 years' service, is generally determined by the following formula:

- Total 12 highest consecutive quarters of salary (divide by 3).
- Multiply the amount by 1.82%.
- Multiply the results by the total months of creditable service.
- Divide results by 12.

PORS - The retirement benefit at age 55 or 25 years' service is generally determined consistent with the aforementioned SCRS formula, except that the average salary is multiplied by 2.14% for Class II members.

Early Retirement - SCRS

<u>Age</u>	<u>Service required</u>	<u>Early Retirement Penalty</u>
at least 60	None	5% for each year of age under 65
55	25	4% for each year of service under 30

Full formula retirement is available with 30 years of service, regardless of age, or age 65.

There are no early retirement provisions under PORS. A member must have 25 years service for full retirement or must be age 55 with 5 years service; both criteria provide for full formula benefit with no reduction.

Disability Retirement

In order to receive Disability Retirement benefits, an employee must have 5 years of credited service unless the injury is job related.

Recipients receive a service retirement benefit based upon continued service to age 65 for SCRS and to age 55 for PORS with no change in compensation.

Accidental Death Program

Under this provision of the PORS, an annuity is provided to the widow (or the specified beneficiary) of a member whose death was while in performance of duty. The annuity would equal 50% of member's compensation at the time of death.

Group Life Insurance Benefits

A lump-sum payment equal to one year's salary is payable to the beneficiary upon the death of an active member with at least one year of service. There is no service requirement for death resulting from actual performance of duties. Lump-sum payments of up to \$3,000 (SCRS) or \$4,000 (PORS) are payable to a retiree's beneficiary based upon years of service at retirement.

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
 Year ended June 30, 2002

10. Retirement Plans – Continued

Withdrawal of Employee Contribution

Accumulated contributions and credited interest payable are paid within 6 months but not less than 90 days after termination of all covered employment.

Post Retirement Increase

Annual increases in retirement benefits are calculated at 4% per year, provided the Consumer Price Index (CPI) for the prior calendar year was 3% or higher. If the CPI is less than 3%, CPI is granted. Increases are approved annually subject to compliance with funding policy.

Statewide Plan Actuarial Information

The South Carolina Retirement Systems do not determine separate measurements of assets and pension benefit obligations for individual employers. An actuarial valuation is performed for the systems annually. No changes in actuarial assumptions or benefit provisions have occurred subsequent to July 1, 1995. The interest rate assumption for actuarial purposes is 7.25%. An assumption of future COLA adjustments was removed (SCRS and PORS) and the method of valuing assets was changed from book value to a smoothed market value.

The Systems use a projected benefit method for actuarial valuation with level percentage entry age, normal cost and open-end unfunded accrued liability. At July 1, 2001, based upon the actuarial method used for funding purposes:

	<u>SCRS</u>	<u>PORS</u>
Unfunded Accrued Liability	\$ 2,128,864,000	\$ 87,437,000
Unfunded Accrued Liability Liquidation Period	16 years	7 years

11. Accrued Compensated Absences and Other Benefits

Effective February 15, 1993, Beaufort County adopted a new leave policy for all employees. The TOWP/SCA policy was replaced with a policy granting Personal Leave Days and Personal Disability Leave. Under the new policy, employees were entitled to a maximum Personal Leave balance of 280 hours. Upon termination, employees will be paid for all unused, unpaid Personal Leave up to this maximum. The liability recorded at June 30, 2002, into the County's Long-Term Debt Account Group to cover unused, unpaid Personal Leave including fringe benefits totaled \$2,008,052.

All leave hours accrued in excess of this Personal Leave maximum were accrued to the employee's Personal Disability leave account. A maximum of 360 hours may be maintained in an employee's Personal Disability leave account. The only accrual to this balance occurs when an employee's Personal Leave account exceeds 280 hours, at which time excess hours are "rolled over" to the Personal Disability leave account. Personal Disability leave is to be used in the case of an extended or life threatening illness. This account can only be used once all accrued hours in the Personal Leave account have been used to a balance of 80 hours or less. The employee must present a doctor's statement verifying the disability or illness in order to utilize his/her Personal Disability leave. Employees with remaining SCA leave balances may retain those balances. The same rules governing the use of Personal Disability leave apply to the use of SCA leave. Upon termination of employment with Beaufort

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
Year ended June 30, 2002

11. Accrued Compensated Absences and Other Benefits – Continued:

County, no payment for any unused SCA or Personal Disability leave will be made.

The County has adopted a self funded medical insurance plan whereby the County contributes an amount sufficient to meet the reimbursable medical insurance claims of its employees. The plan is administered by an independent administrator on a contract basis. The County has obtained insurance for catastrophic illnesses. Claims due at June 30, 2002 totaled \$412,514 and were based on the incurrence of actual liability for claims made or incurred prior to June 30, 2002. The total amount paid or payable, including administrative costs, for the year ended June 30, 2002 was \$4,318,068.

The County does not provide post employment health care benefits except those mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). The requirements established by COBRA are fully funded by employees who elect coverage under the Act, and no direct costs are incurred by the County.

12. Commitments and Contingencies

On November 22, 1991, the County entered into a 20 year lease agreement with the General Services Administration of the U. S. Government (GSA) for the use of the former Beaufort County Courthouse building by GSA as a Federal Courthouse. Under this agreement, the County renovated the building in accordance with GSA specifications at an approximate cost of \$1,933,744. Financing has been arranged for the funding of these costs and the County has assigned all rights and interest in the lease payments from GSA to the lender. The terms and required payments on the lease are the same as the terms and required payments on the loan. After the payment of the loan and the end of the lease term, the asset will remain as property of the County.

Arbitrage rules - State and local bonds issued after 1984 are subject to arbitrage restrictions as enacted by the Federal Government. To retain the bonds' tax exempt status, local governments must comply with the regulations as adopted by the U. S. Treasury Department. The proceeds from the bond issue must not be invested, for more than a temporary period, in obligations producing a materially higher yield than the bond issue. To maintain tax exempt status, the yield earned at the higher rate over the bond cost must be remitted to the U. S. Treasury every five years. Exceptions to the regulations include the requirement that the local government expend all of the bond proceeds within designated periods which could be up to three years. The County is in compliance with all arbitrage rules.

As of June 30, 2002, the County has outstanding construction contracts of \$4,156,993.

13. Risk Management and Litigation

The County is exposed to various risks of losses related to torts; thefts of; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disaster. The County manages risk through employee educational and prevention programs and through the purchase of casualty and liability insurance. All risk management activities are accounted for in the General Fund. Expenditures and claims are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported are considered.

The County is a party to several lawsuits which seek to recover property taxes paid under protest and to overturn property sold at "tax sales."

BEAUFORT COUNTY, SOUTH CAROLINA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Year ended June 30, 2002

13. Risk Management and Litigation – Continued:

The County's attorney estimates that the amount of actual or potential claims against the County at June 30, 2002 will not materially affect the financial conditions of the County. Therefore, the General Fund contains no provision for, and the General Long Term Debt group does not present, estimated claims.

14. Fund Equity Deficits and Subsequent Events

At June 30, 2002, the County has three individual funds with deficit fund equity. The Accommodations Tax Program within the special revenue funds has a fund deficit of \$44,308 and the Local Accommodations Tax Program within the special revenue has a fund deficit of \$125,566. These two deficits will be rectified with grant revenues to be received during the next fiscal year. The New River TIF within the capital projects funds of the County have fund equity deficits of \$112,818. The New River TIF fund equity deficit has been rectified with the issuance of a \$40,000,000 Tax Increment Revenue bonds during December 2002.

The County had expenditures in excess of the approved budgets for two of its Capital Project funds. These funds were tax increment financing district projects and the budgets for these projects is adopted at the time of the TIF borrowings. The expenditures within the Ladys Island TIF project exceeded the budget by \$857 and the expenditures within the New River TIF project exceeded the budget by \$112,818. The borrowing for the New River TIF occurred in December 2002 and borrowing for the Lady's Island TIF has not occurred.

**SUPPLEMENTAL INFORMATION
SECTION**

GENERAL FUND

The General Fund of the County is used to account for all financial resources, except those required to be accounted for in another fund. All property taxes, intergovernmental revenue, charges for services, fines, fees, and miscellaneous revenue are recorded in this fund; except amounts which are specially collected for other governmental funds, or the Enterprise Fund, or for which the County Treasurer collects taxes and other funds in a fiduciary capacity. Operational expenditures for general government, public safety, public works, public health, public welfare, cultural and recreation, and various other functions of the County are paid through the General Fund.

BEAUFORT COUNTY, SOUTH CAROLINA
 SCHEDULE OF REVENUES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues			
<u>Taxes</u>			
Current taxes	\$ 24,957,954	\$ 24,518,635	\$ (439,319)
Homestead exemption	580,000	617,168	37,168
Delinquent taxes	1,850,000	1,583,149	(266,851)
Automobile taxes	2,966,200	2,828,691	(137,509)
Penalties	435,000	365,734	(69,266)
	<u>30,789,154</u>	<u>29,913,377</u>	<u>(875,777)</u>
<u>Licenses and Permits</u>			
Building permits	1,520,000	1,772,688	252,688
Electrician licenses	16,000	17,520	1,520
Mobile home permits	3,700	3,855	155
Marriage licenses	69,525	80,575	11,050
Animal licenses	3,000	6,049	3,049
Other licenses	300	316	16
Cable franchise fees	160,000	228,746	68,746
Business licenses	367,500	411,613	44,113
	<u>2,140,025</u>	<u>2,521,362</u>	<u>381,337</u>
<u>Intergovernmental</u>			
State aid to subdivisions	5,520,000	5,399,664	(120,336)
Merchants' inventory tax	143,724	143,724	-
Manufacturers tax	32,000	24,390	(7,610)
Motor carrier tax	33,000	34,738	1,738
Auto property tax relief	95,000	99,673	4,673
Payments in lieu of taxes	83,000	74,973	(8,027)
Veterans Office stipend	11,764	11,218	(546)
Emergency Preparedness	32,206	22,875	(9,331)
Public Defender stipend	88,581	88,069	(512)
Registration and Election	13,500	14,231	731
Tax form stipend	3,457	3,457	-
Salary supplements	6,300	6,300	-
State aid to libraries	152,108	141,524	(10,584)
State aid to mapping	10,500	10,000	(500)
Family Court incentives	114,294	57,691	(56,603)
Family Court Title IV-D	22,049	20,100	(1,949)
Pollution control penalties	25,000	20,850	(4,150)
	<u>6,386,483</u>	<u>6,173,477</u>	<u>(213,006)</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Charges for Services</u>			
Register of Deeds fees	\$ 3,730,000	\$ 3,725,493	\$ (4,507)
Sheriff's fees	60,000	62,196	2,196
Probate Court fees	558,355	366,004	(192,351)
Magistrates' Civil fees	190,000	251,584	61,584
Clerk of Court fees	72,000	72,279	279
Family Court fees	244,442	164,076	(80,366)
Master in Equity fees	80,000	89,840	9,840
Treasurer's fees	340,000	239,415	(100,585)
EMS fees	851,600	880,266	28,666
DSO fees	-	(52,627)	(52,627)
Vital statistics	30,000	32,237	2,237
Animal Shelter fees	28,200	30,932	2,732
Library fees	8,000	7,760	(240)
Sale of maps, etc	18,500	21,039	2,539
Rezoning/CRB fees	1,500	3,425	1,925
Sheriff's service contracts	1,862,511	1,655,968	(206,543)
Telephone reimbursements	34,000	30,785	(3,215)
Boarding of prisoners	469,901	237,047	(232,854)
Sales of supplies	7,500	8,515	1,015
Finance fees	4,000	5,786	1,786
	<u>8,590,509</u>	<u>7,832,020</u>	<u>(758,489)</u>
<u>Fines and Forfeitures</u>			
Clerk of Court fines	50,000	63,195	13,195
Magistrates' Court fines	646,000	835,784	189,784
Library fines	59,000	59,898	898
Other fines	-	2,354	2,354
Forfeitures	<u>38,500</u>	<u>900</u>	<u>(37,600)</u>
	<u>793,500</u>	<u>962,131</u>	<u>168,631</u>
<u>Interest</u>			
	<u>785,600</u>	<u>279,434</u>	<u>(506,166)</u>
<u>Miscellaneous</u>			
Rental of county property	116,000	127,526	11,526
Sale of county property	40,000	49,615	9,615
Miscellaneous	<u>5,000</u>	<u>(7,347)</u>	<u>(12,347)</u>
	<u>161,000</u>	<u>169,794</u>	<u>8,794</u>
Total Revenues	<u>\$ 49,646,271</u>	<u>\$ 47,851,595</u>	<u>\$ (1,794,676)</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Variance Favorable (Unfavorable)
Expenditures				
General Government				
County Council				
Personnel	\$ 345,200	\$ 313,102	\$ -	\$ 32,098
Purchased Services	603,515	520,060	-	83,455
Supplies	29,510	29,375	-	135
Capital	46,750	29,314	17,398	38
Other	<u>28,418</u>	<u>11,000</u>	<u>-</u>	<u>17,418</u>
	<u>1,053,393</u>	<u>902,851</u>	<u>17,398</u>	<u>133,144</u>
Auditor				
Personnel	354,187	322,649	-	31,538
Purchased Services	65,531	59,276	-	6,255
Supplies	10,932	10,873	-	59
Capital	<u>11,442</u>	<u>11,442</u>	<u>-</u>	<u>-</u>
	<u>442,092</u>	<u>404,240</u>	<u>-</u>	<u>37,852</u>
Treasurer				
Personnel	485,230	475,133	-	10,097
Purchased Services	78,480	111,814	-	(33,334)
Supplies	21,590	21,006	-	584
Capital	<u>5,000</u>	<u>11,855</u>	<u>-</u>	<u>(6,855)</u>
	<u>590,300</u>	<u>619,808</u>	<u>-</u>	<u>(29,508)</u>
Clerk of Court				
Personnel	292,615	293,580	-	(965)
Purchased Services	257,035	283,224	-	(26,189)
Supplies	14,540	19,035	-	(4,495)
Capital	<u>-</u>	<u>34,615</u>	<u>-</u>	<u>(34,615)</u>
	<u>564,190</u>	<u>630,454</u>	<u>-</u>	<u>(66,264)</u>
Family Court				
Personnel	211,241	230,224	-	(18,983)
Purchased Services	44,400	46,461	-	(2,061)
Supplies	10,621	10,308	-	313
Capital	<u>13,620</u>	<u>30,495</u>	<u>-</u>	<u>(16,875)</u>
	<u>279,882</u>	<u>317,488</u>	<u>-</u>	<u>(37,606)</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Variance Favorable (Unfavorable)
Probate Court				
Personnel	\$ 557,323	\$ 526,501	\$ -	\$ 30,822
Purchased Services	83,025	63,207	-	19,818
Supplies	17,773	16,172	-	1,601
Capital	59,917	57,855	-	2,062
	<u>718,038</u>	<u>663,735</u>	<u>-</u>	<u>54,303</u>
Coroner				
Personnel	107,716	107,411	-	305
Purchased Services	87,035	104,883	-	(17,848)
Supplies	10,680	8,400	-	2,280
Capital	34,350	34,231	-	119
	<u>239,781</u>	<u>254,925</u>	<u>-</u>	<u>(15,144)</u>
Magistrates Court				
Personnel	745,630	696,187	-	49,443
Purchased Services	168,242	120,304	-	47,938
Supplies	31,496	28,425	-	3,071
Capital	14,750	5,517	1,446	7,787
	<u>960,118</u>	<u>850,433</u>	<u>1,446</u>	<u>108,239</u>
Master in Equity				
Personnel	195,496	194,427	-	1,069
Purchased Services	9,200	4,991	-	4,209
Supplies	7,300	3,870	-	3,430
Capital	2,250	-	-	2,250
	<u>214,246</u>	<u>203,288</u>	<u>-</u>	<u>10,958</u>
General Subsidies	<u>365,412</u>	<u>365,091</u>	<u>-</u>	<u>321</u>
County Administrator				
Personnel	184,484	184,461	-	23
Purchased Services	69,554	65,233	-	4,321
Supplies	10,454	9,774	-	680
Capital	1,875	1,870	-	5
Other	-	-	-	-
	<u>266,367</u>	<u>261,338</u>	<u>-</u>	<u>5,029</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Variance Favorable (Unfavorable)
Housing Coordinator				
Personnel	\$ -	\$ -	\$ -	\$ -
Purchased Services	5,750	2,559	-	3,191
Supplies	1,200	336	-	864
Capital	2,500	2,287	-	213
Other	500,000	-	500,000	-
	<u>509,450</u>	<u>5,182</u>	<u>500,000</u>	<u>4,268</u>
Public Information Officer				
Personnel	64,453	64,396	-	57
Purchased Services	12,636	11,405	-	1,231
Supplies	16,334	8,860	7,350	124
Capital	-	-	-	-
	<u>93,423</u>	<u>84,661</u>	<u>7,350</u>	<u>1,412</u>
County Attorney				
Personnel	121,483	121,470	-	13
Purchased Services	214,182	376,404	-	(162,222)
Supplies	7,000	6,984	-	16
Capital	9,740	9,718	-	22
	<u>352,405</u>	<u>514,576</u>	<u>-</u>	<u>(162,171)</u>
Public Defender				
Personnel	444,580	469,592	-	(25,012)
Purchased Services	35,025	31,470	-	3,555
Supplies	3,210	3,202	-	8
Capital	2,290	2,281	-	9
	<u>485,105</u>	<u>506,545</u>	<u>-</u>	<u>(21,440)</u>
Voter Registration and Elections				
Personnel	263,301	184,260	-	79,041
Purchased Services	129,679	151,645	-	(21,966)
Supplies	28,758	28,752	-	6
Capital	-	-	-	-
	<u>421,738</u>	<u>364,657</u>	<u>-</u>	<u>57,081</u>
Assessor				
Personnel	1,202,436	1,098,872	-	103,564
Purchased Services	253,966	105,448	92,710	55,808
Supplies	31,400	19,779	-	11,621
Capital	43,464	43,415	-	49
	<u>1,531,266</u>	<u>1,267,514</u>	<u>92,710</u>	<u>171,042</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Variance Favorable (Unfavorable)
Register of Deeds				
Personnel	\$ 369,881	\$ 355,854	\$ -	\$ 14,027
Purchased Services	99,935	96,634	-	3,301
Supplies	37,550	27,584	-	9,966
Capital	25,511	24,434	-	1,077
	<u>532,877</u>	<u>504,506</u>	<u>-</u>	<u>28,371</u>
Risk Management				
Personnel	60,133	59,582	-	551
Purchased Services	8,356	5,298	-	3,058
Supplies	3,760	3,222	-	538
Capital	-	-	-	-
	<u>72,249</u>	<u>68,102</u>	<u>-</u>	<u>4,147</u>
Development Board				
Personnel	121,647	121,647	-	-
Purchased Services	13,863	13,863	-	-
Supplies	224	224	-	-
Capital	-	-	-	-
Other	134,266	134,266	-	-
	<u>270,000</u>	<u>270,000</u>	<u>-</u>	<u>-</u>
Legislative Delegation				
Personnel	35,322	35,163	-	159
Purchased Services	8,299	1,614	-	6,685
Supplies	1,600	806	-	794
Capital	-	-	-	-
	<u>45,221</u>	<u>37,583</u>	<u>-</u>	<u>7,638</u>
Grants Management				
Personnel	70,421	70,276	-	145
Purchased Services	4,800	2,847	-	1,953
Supplies	750	293	-	457
Capital	-	-	-	-
	<u>75,971</u>	<u>73,416</u>	<u>-</u>	<u>2,555</u>
Facilities Management				
Personnel	62,507	55,227	-	7,280
Purchased Services	941,072	928,138	21,060	(8,126)
Supplies	1,860	1,489	-	371
Capital	14,638	14,635	-	3
	<u>1,020,077</u>	<u>999,489</u>	<u>21,060</u>	<u>(472)</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

Year ended June 30, 2002

	Budget	Actual	Encumbrances	Variance Favorable (Unfavorable)
Building Maintenance				
Personnel	\$ 433,956	\$ 479,538	\$ -	\$ (45,582)
Purchased Services	248,345	249,181	-	(836)
Supplies	49,775	46,639	-	3,136
Capital	-	-	-	-
	<u>732,076</u>	<u>775,358</u>	<u>-</u>	<u>(43,282)</u>
Grounds Maintenance				
Personnel	837,022	811,799	-	25,223
Purchased Services	151,826	150,323	-	1,503
Supplies	202,989	202,469	-	520
Capital	27,200	31,923	1,861	(6,584)
	<u>1,219,037</u>	<u>1,196,514</u>	<u>1,861</u>	<u>20,662</u>
Zoning and Development				
Personnel	221,649	192,727	-	28,922
Purchased Services	35,050	17,161	10,435	7,454
Supplies	7,300	6,934	-	366
Capital	3,100	2,546	-	554
	<u>267,099</u>	<u>219,368</u>	<u>10,435</u>	<u>37,296</u>
Codes Enforcement				
Personnel	138,516	127,432	-	11,084
Purchased Services	10,172	5,577	-	4,595
Supplies	11,059	4,846	-	6,213
Capital	18,434	18,426	-	8
	<u>178,181</u>	<u>156,281</u>	<u>-</u>	<u>21,900</u>
Planning and Comprehensive Plan				
Personnel	486,682	498,494	-	(11,812)
Purchased Services	259,617	167,610	31,853	60,154
Supplies	12,550	11,583	-	967
Capital	9,701	8,895	-	806
	<u>768,550</u>	<u>686,582</u>	<u>31,853</u>	<u>50,115</u>
GIS				
Personnel	190,944	189,340	-	1,604
Purchased Services	44,280	38,387	5,829	64
Supplies	10,030	10,009	-	21
Capital	7,455	7,455	-	-
	<u>252,709</u>	<u>245,191</u>	<u>5,829</u>	<u>1,689</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Variance Favorable (Unfavorable)
DA-Community Services				
Personnel	\$ 81,606	\$ 96,775	\$ -	\$ (15,169)
Purchased Services	8,516	4,757	-	3,759
Supplies	1,775	1,510	-	265
Capital	<u>1,926</u>	<u>1,926</u>	-	-
	<u>93,823</u>	<u>104,968</u>	-	<u>(11,145)</u>
Staff Services				
Personnel	216,542	204,823	-	11,719
Purchased Services	59,468	81,300	-	(21,832)
Supplies	25,225	41,390	-	(16,165)
Capital	<u>2,100</u>	<u>2,087</u>	-	13
	<u>303,335</u>	<u>329,600</u>	-	<u>(26,265)</u>
Human Resources				
Personnel	280,851	266,507	-	14,344
Purchased Services	146,696	124,521	8,145	14,030
Supplies	18,046	14,349	-	3,697
Capital	11,900	8,274	-	3,626
Other	<u>25,000</u>	<u>25,000</u>	-	-
	<u>482,493</u>	<u>438,651</u>	<u>8,145</u>	<u>35,697</u>
Records Management				
Personnel	108,358	108,177	-	181
Purchased Services	26,560	19,643	-	6,917
Supplies	12,991	12,215	-	776
Capital	<u>6,170</u>	<u>6,169</u>	-	1
	<u>154,079</u>	<u>146,204</u>	-	<u>7,875</u>
Controller				
Personnel	98,865	98,621	-	244
Purchased Services	9,350	8,924	-	426
Supplies	1,060	978	-	82
Capital	<u>-</u>	<u>-</u>	-	-
	<u>109,275</u>	<u>108,523</u>	-	<u>752</u>
Finance				
Personnel	287,421	284,721	-	2,700
Purchased Services	62,581	55,245	-	7,336
Supplies	22,265	19,771	-	2,494
Capital	<u>5,950</u>	<u>5,870</u>	-	80
	<u>378,217</u>	<u>365,607</u>	-	<u>12,610</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Variance Favorable (Unfavorable)
Budget Analyst				
Personnel	\$ 70,137	\$ 14,330	\$ -	\$ 55,807
Purchased Services	2,450	479	-	1,971
Supplies	2,990	2,103	-	887
Capital	<u>7,100</u>	<u>6,060</u>	-	<u>1,040</u>
	<u>82,677</u>	<u>22,972</u>	-	<u>59,705</u>
Purchasing				
Personnel	119,989	119,170	-	819
Purchased Services	25,346	19,031	5,700	615
Supplies	6,460	5,726	-	734
Capital	<u>19,090</u>	<u>5,948</u>	-	<u>13,142</u>
	<u>170,885</u>	<u>149,875</u>	5,700	<u>15,310</u>
Business License				
Personnel	81,986	83,512	-	(1,526)
Purchased Services	9,283	8,298	-	985
Supplies	3,320	3,089	-	231
Capital	<u>26,465</u>	<u>26,464</u>	-	<u>1</u>
	<u>121,054</u>	<u>121,363</u>	-	<u>(309)</u>
Management Information Systems				
Personnel	843,656	840,085	-	3,571
Purchased Services	216,057	214,232	-	1,825
Supplies	48,646	46,919	909	818
Capital	<u>222,278</u>	<u>218,773</u>	<u>3,473</u>	<u>32</u>
	<u>1,330,637</u>	<u>1,320,009</u>	4,382	<u>6,246</u>
Total General Government	<u>17,747,728</u>	<u>16,556,948</u>	708,169	<u>482,611</u>
Public Safety				
Sheriff's Office				
Personnel	9,009,831	8,883,748	-	126,083
Purchased Services	896,017	850,143	5,710	40,164
Supplies	634,747	588,416	25,520	20,811
Capital	<u>958,892</u>	<u>752,386</u>	<u>199,571</u>	<u>6,935</u>
	<u>11,499,487</u>	<u>11,074,693</u>	230,801	<u>193,993</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	Budget	Actual	Encumbrances	Variance Favorable (Unfavorable)
Emergency Management				
Personnel	\$ 321,916	\$ 331,253	\$ -	\$ (9,337)
Purchased Services	120,720	99,051	2,500	19,169
Supplies	33,956	31,651	1,002	1,303
Capital	55,200	47,970	5,472	1,758
	<u>531,792</u>	<u>509,925</u>	<u>8,974</u>	<u>12,893</u>
Communications				
Personnel	1,454,425	1,289,276	-	165,149
Purchased Services	855,902	841,043	-	14,859
Supplies	61,866	49,169	12,297	400
Capital	19,079	10,088	8,915	76
Other	75,000	75,000	-	-
	<u>2,466,272</u>	<u>2,264,576</u>	<u>21,212</u>	<u>180,484</u>
Emergency Medical Services				
Personnel	3,369,800	3,187,732	-	182,068
Purchased Services	293,183	251,049	-	42,134
Supplies	247,790	188,157	11,825	47,808
Capital	273,961	261,873	-	12,088
Other	110,000	110,000	-	-
	<u>4,294,734</u>	<u>3,998,811</u>	<u>11,825</u>	<u>284,098</u>
Detention Center				
Personnel	3,165,827	3,264,065	-	(98,238)
Purchased Services	992,225	1,040,670	-	(48,445)
Supplies	121,984	120,603	-	1,381
Capital	57,312	101,416	-	(44,104)
	<u>4,337,348</u>	<u>4,526,754</u>	<u>-</u>	<u>(189,406)</u>
Building Codes and Inspections				
Personnel	821,658	821,432	-	226
Purchased Services	78,561	56,006	-	22,555
Supplies	32,185	28,008	-	4,177
Capital	7,555	7,376	-	179
	<u>939,959</u>	<u>912,822</u>	<u>-</u>	<u>27,137</u>
Public Safety Subsidies	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>-</u>
Total Public Safety	<u>24,074,592</u>	<u>23,292,581</u>	<u>272,812</u>	<u>509,199</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Variance Favorable (Unfavorable)
Public Works				
Personnel	\$ 1,491,186	\$ 1,485,481	\$ -	\$ 5,705
Purchased Services	385,271	348,682	14,927	21,662
Supplies	231,377	209,504	-	21,873
Capital	561,932	531,378	30,292	262
Other	514,325	701,001	-	(186,676)
	<u>3,184,091</u>	<u>3,276,046</u>	<u>45,219</u>	<u>(137,174)</u>
Engineering				
Personnel	508,964	464,235	-	44,729
Purchased Services	36,570	28,256	-	8,314
Supplies	23,361	21,608	-	1,753
Capital	4,480	4,473	-	7
	<u>573,375</u>	<u>518,572</u>	<u>-</u>	<u>54,803</u>
Public Works Subsidies	<u>57,900</u>	<u>57,892</u>	<u>-</u>	<u>8</u>
Total Public Works	<u>3,815,366</u>	<u>3,852,510</u>	<u>45,219</u>	<u>(82,363)</u>
Public Health				
Animal Shelter and Control				
Personnel	376,310	368,643	-	7,667
Purchased Services	50,358	49,984	-	374
Supplies	103,543	97,116	2,480	3,947
Capital	22,150	22,137	-	13
	<u>552,361</u>	<u>537,880</u>	<u>2,480</u>	<u>12,001</u>
Mosquito Control				
Personnel	604,499	603,536	-	963
Purchased Services	207,186	203,861	6,200	(2,875)
Supplies	461,294	474,584	22,575	(35,865)
Capital	68,395	65,619	2,596	180
	<u>1,341,374</u>	<u>1,347,600</u>	<u>31,371</u>	<u>(37,597)</u>
Public Health Subsidies	<u>178,208</u>	<u>178,208</u>	<u>-</u>	<u>-</u>
Total Public Health	<u>2,071,943</u>	<u>2,063,688</u>	<u>33,851</u>	<u>(25,596)</u>

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Variance Favorable (Unfavorable)
Public Welfare				
Veterans Affairs Office				
Personnel	\$ 109,234	\$ 109,028	\$ -	\$ 206
Purchased Services	20,686	17,190	-	3,496
Supplies	3,675	3,367	-	308
Capital	2,915	2,915	-	-
	<u>136,510</u>	<u>132,500</u>	<u>-</u>	<u>4,010</u>
Department Welfare Subsidies				
Personnel	65,480	65,314	-	166
Purchased Services	126,065	128,641	-	(2,576)
Supplies	1,470	1,463	-	7
Capital	-	-	-	-
Other	53,500	53,500	-	-
	<u>246,515</u>	<u>248,918</u>	<u>-</u>	<u>(2,403)</u>
Public Welfare Subsidies	<u>289,871</u>	<u>356,538</u>	<u>-</u>	<u>(66,667)</u>
Total Public Welfare	<u>672,896</u>	<u>737,956</u>	<u>-</u>	<u>(65,060)</u>
Cultural and Recreation				
Libraries				
Personnel	1,586,144	1,446,877	-	139,267
Purchased Services	397,432	362,287	1,456	33,689
Supplies	476,398	469,231	620	6,547
Capital	131,847	106,031	15,255	10,561
	<u>2,591,821</u>	<u>2,384,426</u>	<u>17,331</u>	<u>190,064</u>
Total Expenditures	<u>\$ 50,974,346</u>	<u>\$ 48,888,109</u>	<u>\$ 1,077,382</u>	<u>\$ 1,008,855</u>

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues received which are restricted as to expenditure for particular purposes (other than capital projects).

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 June 30, 2002

	General Government Programs	Public Safety Programs	Public Works Programs	Alcohol and Drug Programs
<u>ASSETS</u>				
Equity in pooled cash and investments	\$ 944,857	\$ 3,640,759	\$ 7,396,497	\$ (25,532)
Accounts receivable	249,421	40,976	70,921	-
Due from other governments	46,176	18,478	265,829	55,331
Notes receivable	-	-	-	-
Total assets	\$ 1,240,454	\$ 3,700,213	\$ 7,733,247	\$ 29,799
<u>LIABILITIES AND FUND EQUITY</u>				
Liabilities:				
Accounts payable	\$ 11,528	\$ 278,970	\$ 1,110,828	\$ 10,233
Accrued payroll	-	19,011	15,153	19,566
Due to others	-	-	-	-
Deferred revenues	-	-	-	-
Total liabilities	11,528	297,981	1,125,981	29,799
Fund Equity:				
Fund balances:				
Reserved and reserved for encumbrances	2,742	68,431	775,678	-
Reserved for Special Revenue Funds	1,226,184	3,333,801	5,831,588	-
	1,228,926	3,402,232	6,607,266	-
Total liabilities and fund equity	\$ 1,240,454	\$ 3,700,213	\$ 7,733,247	\$ 29,799

<u>Disabilities and Special Needs Programs</u>	<u>Public Welfare Programs</u>	<u>Cultural and Recreational Programs</u>	<u>Total</u>
\$ 660,079	\$ (36,169)	\$ 200,711	\$ 12,781,202
6,979	1,800	695	370,792
28,901	52,873	94,467	562,055
-	23,977	-	23,977
<u>\$ 695,959</u>	<u>\$ 42,481</u>	<u>\$ 295,873</u>	<u>\$ 13,738,026</u>
\$ 218,535	\$ 1,668	\$ 170,050	\$ 1,801,812
58,693	1,680	77,871	191,974
41,344	-	-	41,344
-	23,977	26,960	50,937
<u>318,572</u>	<u>27,325</u>	<u>274,881</u>	<u>2,086,067</u>
51,837	-	-	898,688
<u>325,550</u>	<u>15,156</u>	<u>20,992</u>	<u>10,753,271</u>
<u>377,387</u>	<u>15,156</u>	<u>20,992</u>	<u>11,651,959</u>
<u>\$ 695,959</u>	<u>\$ 42,481</u>	<u>\$ 295,873</u>	<u>\$ 13,738,026</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 ALL SPECIAL REVENUE FUNDS
 Year ended June 30, 2002

	<u>General Government Programs</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ 1,706,340	\$ 1,713,949	\$ 7,609
Licenses and permits	250,000	124,434	(125,566)
Intergovernmental	459,593	542,688	83,095
Charge for services	-	-	-
Fines and forfeitures	-	-	-
Interest	5,660	9,748	4,088
Miscellaneous	-	21,175	21,175
Total revenues	<u>2,421,593</u>	<u>2,411,994</u>	<u>(9,599)</u>
Expenditures:			
General Government	1,804,540	972,865	831,675
Public Safety	-	-	-
Public Works	-	-	-
Public Health	-	-	-
Public Welfare	-	-	-
Cultural and Recreation	-	-	-
	<u>1,804,540</u>	<u>972,865</u>	<u>831,675</u>
Excess of Revenues Over (Under) Expenditures	617,053	1,439,129	822,076
Other financing sources (uses):			
Operating transfers in	43,515	43,515	-
Operating transfers out	(707,868)	(714,528)	(6,660)
Total other financing sources (uses)	<u>(664,353)</u>	<u>(671,013)</u>	<u>(6,660)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(47,300)	768,116	815,416
Fund balances at Beginning of Year	<u>460,810</u>	<u>460,810</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 413,510</u>	<u>\$ 1,228,926</u>	<u>\$ 815,416</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - CONTINUED
 ALL SPECIAL REVENUE FUNDS
 Year ended June 30, 2002

	Public Safety Programs		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	704,686	675,159	(29,527)
Charge for services	843,374	699,797	(143,577)
Fines and forfeitures	200,000	197,536	(2,464)
Interest	100,000	146,002	46,002
Miscellaneous	-	-	-
Total revenues	<u>1,848,060</u>	<u>1,718,494</u>	<u>(129,566)</u>
Expenditures:			
General Government	-	-	-
Public Safety	3,877,657	3,642,699	234,958
Public Works	-	-	-
Public Health	-	-	-
Public Welfare	-	-	-
Cultural and Recreation	-	-	-
	<u>3,877,657</u>	<u>3,642,699</u>	<u>234,958</u>
Excess of Revenues Over (Under) Expenditures	(2,029,597)	(1,924,205)	105,392
Other financing sources (uses):			
Operating transfers in	423,336	432,707	9,371
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>423,336</u>	<u>432,707</u>	<u>9,371</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(1,606,261)	(1,491,498)	114,763
Fund balances at Beginning of Year	<u>4,893,730</u>	<u>4,893,730</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 3,287,469</u>	<u>\$ 3,402,232</u>	<u>\$ 114,763</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - CONTINUED
 ALL SPECIAL REVENUE FUNDS
 Year ended June 30, 2002

	<u>Public Works Programs</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ 5,716,239	\$ 5,352,143	\$ (364,096)
Licenses and permits	-	-	-
Intergovernmental	1,498,300	2,244,769	746,469
Charge for services	915,000	1,002,380	87,380
Fines and forfeitures	-	-	-
Interest	144,783	72,062	(72,721)
Miscellaneous	-	23,000	23,000
Total revenues	<u>8,274,322</u>	<u>8,694,354</u>	<u>420,032</u>
Expenditures:			
General Government	-	-	-
Public Safety	-	-	-
Public Works	9,778,344	8,261,437	1,515,907
Public Health	-	-	-
Public Welfare	-	-	-
Cultural and Recreation	-	-	-
	<u>9,778,344</u>	<u>8,261,437</u>	<u>1,515,907</u>
Excess of Revenues Over (Under) Expenditures	(1,504,022)	432,917	1,936,939
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(1,504,022)	432,917	1,936,939
Fund balances at Beginning of Year	<u>6,174,349</u>	<u>6,174,349</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 4,670,327</u>	<u>\$ 6,607,266</u>	<u>\$ 1,936,939</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - CONTINUED
 ALL SPECIAL REVENUE FUNDS
 Year ended June 30, 2002

	<u>Public Health - Alcohol and Drug Programs</u>		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	662,412	684,408	21,996
Charge for services	96,089	110,673	14,584
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	1,000	-	(1,000)
Total revenues	<u>759,501</u>	<u>795,081</u>	<u>35,580</u>
Expenditures:			
General Government	-	-	-
Public Safety	-	-	-
Public Works	-	-	-
Public Health	1,016,207	1,011,414	4,793
Public Welfare	-	-	-
Cultural and Recreation	-	-	-
	<u>1,016,207</u>	<u>1,011,414</u>	<u>4,793</u>
Excess of Revenues Over (Under) Expenditures	(256,706)	(216,333)	40,373
Other financing sources (uses):			
Operating transfers in	256,706	216,333	(40,373)
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>256,706</u>	<u>216,333</u>	<u>(40,373)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-	-	-
Fund balances at Beginning of Year	-	-	-
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - CONTINUED
ALL SPECIAL REVENUE FUNDS
Year ended June 30, 2002

	<u>Public Health-Disabilities and Special Needs Programs</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	2,826,948	2,830,642	3,694
Charge for services	178,775	164,492	(14,283)
Fines and forfeitures	-	-	-
Interest	15,000	11,096	(3,904)
Miscellaneous	32,200	32,750	550
Total revenues	<u>3,052,923</u>	<u>3,038,980</u>	<u>(13,943)</u>
Expenditures:			
General Government	-	-	-
Public Safety	-	-	-
Public Works	-	-	-
Public Health	3,561,251	3,109,052	452,199
Public Welfare	-	-	-
Cultural and Recreation	-	-	-
	<u>3,561,251</u>	<u>3,109,052</u>	<u>452,199</u>
Excess of Revenues Over (Under) Expenditures	(508,328)	(70,072)	438,256
Other financing sources (uses):			
Operating transfers in	513,625	151,546	(362,079)
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>513,625</u>	<u>151,546</u>	<u>(362,079)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	5,297	81,474	76,177
Fund balances at Beginning of Year	<u>295,913</u>	<u>295,913</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 301,210</u>	<u>\$ 377,387</u>	<u>\$ 76,177</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - CONTINUED
 ALL SPECIAL REVENUE FUNDS
 Year ended June 30, 2002

	Public Welfare Programs		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	284,069	256,122	(27,947)
Charge for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	18	18
Miscellaneous	15,000	7,994	(7,006)
Total revenues	<u>299,069</u>	<u>264,134</u>	<u>(34,935)</u>
Expenditures:			
General Government	-	-	-
Public Safety	-	-	-
Public Works	-	-	-
Public Health	-	-	-
Public Welfare	368,776	297,862	70,914
Cultural and Recreation	-	-	-
	<u>368,776</u>	<u>297,862</u>	<u>70,914</u>
Excess of Revenues Over (Under) Expenditures	(69,707)	(33,728)	35,979
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(69,707)	(33,728)	35,979
Fund balances at Beginning of Year	<u>48,884</u>	<u>48,884</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ (20,823)</u>	<u>\$ 15,156</u>	<u>\$ 35,979</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - CONTINUED
 ALL SPECIAL REVENUE FUNDS
 Year ended June 30, 2002

	<u>Cultural and Recreation Programs</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	236,395	275,257	38,862
Charge for services	217,853	290,264	72,411
Fines and forfeitures	-	-	-
Interest	10,000	5,262	(4,738)
Miscellaneous	<u>23,437</u>	<u>48,947</u>	<u>25,510</u>
Total revenues	<u>487,685</u>	<u>619,730</u>	<u>132,045</u>
Expenditures:			
General Government	-	-	-
Public Safety	-	-	-
Public Works	-	-	-
Public Health	-	-	-
Public Welfare	-	-	-
Cultural and Recreation	<u>3,426,043</u>	<u>3,119,264</u>	<u>306,779</u>
	<u>3,426,043</u>	<u>3,119,264</u>	<u>306,779</u>
Excess of Revenues Over (Under) Expenditures	(2,938,358)	(2,499,534)	438,824
Other financing sources (uses):			
Operating transfers in	2,814,244	2,372,530	(441,714)
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>2,814,244</u>	<u>2,372,530</u>	<u>(441,714)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(124,114)	(127,004)	(2,890)
Fund balances at Beginning of Year	<u>147,996</u>	<u>147,996</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 23,882</u>	<u>\$ 20,992</u>	<u>\$ (2,890)</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - CONTINUED
 ALL SPECIAL REVENUE FUNDS
 Year ended June 30, 2002

	Totals		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$ 7,422,579	\$ 7,066,092	\$ (356,487)
Licenses and permits	250,000	124,434	(125,566)
Intergovernmental	6,672,403	7,509,045	836,642
Charge for services	2,251,091	2,267,606	16,515
Fines and forfeitures	200,000	197,536	(2,464)
Interest	275,443	244,188	(31,255)
Miscellaneous	71,637	133,866	62,229
Total revenues	<u>17,143,153</u>	<u>17,542,767</u>	<u>399,614</u>
Expenditures:			
General Government	1,804,540	972,865	831,675
Public Safety	3,877,657	3,642,699	234,958
Public Works	9,778,344	8,261,437	1,516,907
Public Health	4,577,458	4,120,466	456,992
Public Welfare	368,776	297,862	70,914
Cultural and Recreation	3,426,043	3,119,264	306,779
	<u>23,832,818</u>	<u>20,414,593</u>	<u>3,418,225</u>
Excess of Revenues Over (Under) Expenditures	(6,689,665)	(2,871,826)	3,817,839
Other financing sources (uses):			
Operating transfers in	4,051,426	3,216,631	(834,795)
Operating transfers out	(707,868)	(714,528)	(6,660)
Total other financing sources (uses)	<u>3,343,558</u>	<u>2,502,103</u>	<u>(841,455)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(3,346,107)	(369,723)	2,976,384
Fund balances at Beginning of Year	<u>12,021,682</u>	<u>12,021,682</u>	-
Fund Balances at End of Year	<u>\$ 8,675,575</u>	<u>\$ 11,651,959</u>	<u>\$ 2,976,384</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 SPECIAL REVENUE FUNDS - GENERAL GOVERNMENT GRANTS
 Year ended June 30, 2002

	Economic Development	Accommodations Tax Program	Daufuskie Ferry Grant Program
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	53,593	383,202	96,409
Charge for services	-	-	-
Fines and forfeitures	-	-	-
Interest	-	538	-
Miscellaneous	-	-	-
Total revenues	<u>53,593</u>	<u>383,740</u>	<u>96,409</u>
Expenditures:			
General Government			
Personnel	-	-	-
Purchased services	59,366	-	125,961
Supplies	-	-	-
Capital	-	-	-
Other	-	432,461	-
Total expenditures	<u>59,366</u>	<u>432,461</u>	<u>125,961</u>
Excess of Revenues Over (Under) Expenditures	(5,773)	(48,721)	(29,552)
Other financing sources (Uses):			
Operating transfers in	8,515	-	35,000
Operating transfers out	-	(42,910)	-
Total other financing sources (Uses)	<u>8,515</u>	<u>(42,910)</u>	<u>35,000</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	2,742	(91,631)	5,448
Fund Balances at Beginning of Year	<u>-</u>	<u>47,323</u>	<u>1,116</u>
Fund Balances (Deficit) at End of Year	<u>\$ 2,742</u>	<u>\$ (44,308)</u>	<u>\$ 6,564</u>

<u>Del Webb Development Agreement</u>	<u>Purchase of Real Property Program</u>	<u>Local Accommodations Tax Program</u>	<u>Total</u>
\$ -	\$ 1,713,949	\$ -	\$ 1,713,949
-	-	124,434	124,434
-	9,484	-	542,688
-	-	-	-
-	-	-	-
965	8,245	-	9,748
<u>21,175</u>	<u>-</u>	<u>-</u>	<u>21,175</u>
<u>22,140</u>	<u>1,731,678</u>	<u>124,434</u>	<u>2,411,994</u>
-	-	-	-
-	105,077	-	290,404
-	-	-	-
-	-	-	-
-	-	250,000	682,461
-	<u>105,077</u>	<u>250,000</u>	<u>972,865</u>
22,140	1,626,601	(125,566)	1,439,129
-	-	-	43,515
-	<u>(671,618)</u>	<u>-</u>	<u>(714,528)</u>
-	<u>(671,618)</u>	<u>-</u>	<u>(671,013)</u>
22,140	954,983	(125,566)	768,116
<u>138,544</u>	<u>273,827</u>	<u>-</u>	<u>460,810</u>
<u>\$ 160,684</u>	<u>\$ 1,228,810</u>	<u>\$ (125,566)</u>	<u>\$ 1,228,926</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 SPECIAL REVENUE FUNDS - PUBLIC SAFETY GRANTS
 Year ended June 30, 2002

	E-911 Telephone Program	Public Safety Grant	Emergency Medical Services Grant	Sheriff Public Safety Grant
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	153,872	53,582	-
Charge for services	655,965	-	-	-
Fines and forfeitures	-	-	-	-
Interest	5,474	724	-	1,227
Miscellaneous	-	-	-	-
Total revenues	<u>661,439</u>	<u>154,596</u>	<u>53,582</u>	<u>1,227</u>
Expenditures:				
Public Safety				
Personnel	146,440	-	-	-
Purchased services	413,906	10,094	-	368
Supplies	15,770	19,436	3,277	-
Capital	610,031	141,691	43,746	133,561
Other	<u>97,530</u>	<u>-</u>	<u>14,999</u>	<u>-</u>
Total expenditures	<u>1,283,677</u>	<u>171,221</u>	<u>62,022</u>	<u>133,929</u>
Excess of Revenues Over (Under) Expenditures	(622,238)	(16,625)	(8,440)	(132,702)
Other financing sources (Uses):				
Operating transfers in	-	15,000	8,440	13,374
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (Uses)	<u>-</u>	<u>15,000</u>	<u>8,440</u>	<u>13,374</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(622,238)	(1,625)	-	(119,328)
Fund Balances at Beginning of Year	<u>649,543</u>	<u>41,902</u>	<u>-</u>	<u>121,169</u>
Fund Balances at End of Year	<u>\$ 27,305</u>	<u>\$ 40,277</u>	<u>\$ -</u>	<u>\$ 1,841</u>

<u>Drug Task Force Program</u>	<u>Victims Assistance Program</u>	<u>Sheriff's Special Program</u>	<u>School Resource Officer Program</u>	<u>Sheriff's Investigation Program</u>	<u>Highway 170 Program</u>	<u>Drug Task Program</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,500	36,274	-	279,390	48,228	-	100,313	675,159
-	-	43,832	-	-	-	-	699,797
-	197,536	-	-	-	-	-	197,536
-	111	-	-	-	138,466	-	146,002
-	-	-	-	-	-	-	-
<u>3,500</u>	<u>233,921</u>	<u>43,832</u>	<u>279,390</u>	<u>48,228</u>	<u>138,466</u>	<u>100,313</u>	<u>1,718,494</u>
-	158,362	45,179	298,031	73,254	85,181	-	806,447
2,200	7,361	-	26,710	3,215	265,201	7,440	736,495
-	6,989	-	10,718	1,339	14,930	46,957	119,416
13,504	3,964	-	35,884	-	582,110	283,321	1,847,812
-	20,000	-	-	-	-	-	132,529
<u>15,704</u>	<u>196,676</u>	<u>45,179</u>	<u>371,343</u>	<u>77,808</u>	<u>947,422</u>	<u>337,718</u>	<u>3,642,699</u>
(12,204)	37,245	(1,347)	(91,953)	(29,580)	(808,956)	(237,405)	(1,924,205)
23,200	-	-	104,238	29,580	-	238,875	432,707
-	-	-	-	-	-	-	-
<u>23,200</u>	<u>-</u>	<u>-</u>	<u>104,238</u>	<u>29,580</u>	<u>-</u>	<u>238,875</u>	<u>432,707</u>
10,996	37,245	(1,347)	12,285	-	(808,956)	1,470	(1,491,498)
-	30,577	4,314	42,835	-	4,003,390	-	4,893,730
<u>\$ 10,996</u>	<u>\$ 67,822</u>	<u>\$ 2,967</u>	<u>\$ 55,120</u>	<u>\$ -</u>	<u>\$ 3,194,434</u>	<u>\$ 1,470</u>	<u>\$ 3,402,232</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS - PUBLIC WORKS PROGRAMS
Year ended June 30, 2002

	Miscellaneous Public Works Grants	County Road Improvement Program	County Drainage Program
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	-	1,971,632	100,202
Charge for services	-	919,897	69,600
Fines and forfeitures	-	-	-
Interest	-	50,073	1,215
Miscellaneous	-	-	23,000
Total revenues	<u>-</u>	<u>2,941,602</u>	<u>194,017</u>
Expenditures:			
Public Works			
Personnel	-	127,517	46,661
Purchased services	-	6,549	57,939
Supplies	-	346	31,452
Capital	10,530	2,133,292	167,751
Other	-	-	-
Total expenditures	<u>10,530</u>	<u>2,267,704</u>	<u>303,803</u>
Excess of Revenues Over (Under) Expenditures	(10,530)	673,898	(109,786)
Other financing sources (Uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(10,530)	673,898	(109,786)
Fund Balances at Beginning of Year	<u>10,530</u>	<u>4,678,704</u>	<u>158,491</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 5,352,602</u>	<u>\$ 48,705</u>

Schedule C-5

Highway 278 Landscaping Grant	Keep America Beautiful Program	Tire Recycling Gant	Solid Waste Recycling Program	Total
\$ -	\$ 41,780	\$ -	\$ 5,310,363	\$ 5,352,143
-	-	-	-	-
98,952	-	49,624	24,359	2,244,769
-	-	-	12,883	1,002,380
-	-	-	-	-
-	-	4,337	16,437	72,062
-	-	-	-	23,000
<u>98,952</u>	<u>41,780</u>	<u>53,961</u>	<u>5,364,042</u>	<u>8,694,354</u>
-	31,937	-	468,282	674,397
-	6,847	31,644	4,891,127	4,994,106
-	2,996	-	49,007	83,801
118,958	-	-	78,602	2,509,133
-	-	-	-	-
<u>118,958</u>	<u>41,780</u>	<u>31,644</u>	<u>5,487,018</u>	<u>8,261,437</u>
(20,006)	-	23,317	(122,976)	432,917
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
(20,006)	-	22,317	(122,976)	432,917
<u>20,006</u>	-	<u>364,390</u>	<u>942,228</u>	<u>6,174,349</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 386,707</u>	<u>\$ 819,252</u>	<u>\$ 6,607,266</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS - ALCOHOL AND DRUG PROGRAMS
Year ended June 30, 2002

	<u>Central Administration</u>	<u>Safety Action Program</u>	<u>School Intervention Program</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	-	83,595	30,481
Charge for services	-	64,504	5,196
Fines and forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>-</u>	<u>148,099</u>	<u>35,677</u>
Expenditures:			
Public Health			
Personnel	156,692	105,383	38,018
Purchased services	47,313	3,749	9,350
Supplies	15,865	5,391	396
Capital	9,431	-	-
Other	<u>(229,301)</u>	<u>33,576</u>	<u>14,004</u>
Total expenditures	<u>-</u>	<u>148,099</u>	<u>61,768</u>
Excess of Revenues Over (Under) Expenditures	-	-	(26,091)
Other financing sources (Uses):			
Operating transfers in	-	-	26,091
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (Uses)	<u>-</u>	<u>-</u>	<u>26,091</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-	-	-
Fund Balances at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Community Based Treatment Program	Preventive Education Program	Intensive Outpatient Program	Total
\$ -	\$ -	\$ -	\$ -
362,111	173,428	34,793	684,408
38,987	1,986	-	110,673
-	-	-	-
-	-	-	-
-	-	-	-
<u>401,098</u>	<u>175,414</u>	<u>34,793</u>	<u>795,081</u>
265,268	133,912	94,388	793,661
60,584	39,937	5,821	166,754
3,015	14,154	2,747	41,568
-	-	-	9,431
<u>96,417</u>	<u>55,119</u>	<u>30,185</u>	-
<u>425,284</u>	<u>243,122</u>	<u>133,141</u>	<u>1,011,414</u>
(24,186)	(67,708)	(98,348)	(216,333)
24,186	67,708	98,348	216,333
-	-	-	-
<u>24,186</u>	<u>67,708</u>	<u>98,348</u>	<u>216,333</u>
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS - DISABILITIES AND SPECIAL NEEDS PROGRAMS
Year ended June 30, 2002

	Central Admini stration	Employed Services Program	Supervised Management Program	Service Coordination Program	Family Support Program
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	846,725	55,600	194,946	13,940
Charge for services	-	29,829	-	-	-
Fines and forfeitures	-	-	-	-	-
Interest	11,096	-	-	-	-
Miscellaneous	-	11,257	321	1,758	-
Total revenues	<u>11,096</u>	<u>887,811</u>	<u>55,921</u>	<u>196,704</u>	<u>13,940</u>
Expenditures:					
Public Health					
Personnel	230,658	618,488	35,080	188,555	-
Purchased services	104,540	114,445	1,645	1,896	10,658
Supplies	18,297	34,417	765	1,365	-
Capital	2,859	44,299	2,762	-	-
Other	(345,262)	127,577	8,040	29,752	-
Total expenditures	<u>11,092</u>	<u>939,226</u>	<u>48,292</u>	<u>221,568</u>	<u>10,658</u>
Excess of Revenues Over (Under) Expenditures	4	(51,415)	(7,629)	24,864	(3,282)
Other financing sources (Uses):					
Operating transfers in	16,470	51,415	(7,629)	24,864	(3,282)
Operating transfers out	-	-	-	-	-
Total other financing sources (Uses)	<u>16,470</u>	<u>51,415</u>	<u>(7,629)</u>	<u>24,864</u>	<u>(3,282)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	16,474	-	-	-	-
Fund Balances at Beginning of Year	<u>27,526</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 44,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Port Royal Residence Program	Early Intervention Program	Summer Services Program	Community Training Program	Enhanced Services Program	Respite Program	Rehabilitation Program	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
735,811	136,519	19,200	615,356	160,728	11,097	40,720	2,830,642
72,000	-	263	62,400	-	-	-	164,492
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	11,096
<u>6,411</u>	<u>1,243</u>	<u>4,550</u>	<u>6,286</u>	<u>677</u>	<u>37</u>	<u>210</u>	<u>32,750</u>
<u>814,222</u>	<u>137,762</u>	<u>24,013</u>	<u>684,042</u>	<u>161,405</u>	<u>11,134</u>	<u>40,930</u>	<u>3,038,980</u>
578,594	124,638	8,267	546,977	-	1,614	2,388	2,335,259
60,866	6,399	8,365	39,208	137,089	5,839	40,240	531,190
50,944	2,555	338	37,651	-	-	-	146,332
5,291	-	-	8,860	-	-	-	64,071
<u>85,381</u>	<u>22,140</u>	<u>4,000</u>	<u>78,381</u>	<u>16,254</u>	<u>884</u>	<u>5,053</u>	<u>32,200</u>
<u>781,076</u>	<u>155,732</u>	<u>20,970</u>	<u>711,077</u>	<u>153,343</u>	<u>8,337</u>	<u>47,681</u>	<u>3,109,052</u>
33,146	(17,970)	3,043	(27,035)	8,062	2,797	(6,751)	(70,072)
(25,146)	17,970	(3,043)	59,035	16,938	(2,797)	6,751	151,546
-	-	-	-	-	-	-	-
<u>(25,146)</u>	<u>17,970</u>	<u>(3,043)</u>	<u>59,035</u>	<u>16,938</u>	<u>(2,797)</u>	<u>6,751</u>	<u>151,546</u>
8,000	-	-	32,000	25,000	-	-	81,474
<u>85,716</u>	<u>-</u>	<u>7,098</u>	<u>84,926</u>	<u>90,647</u>	<u>-</u>	<u>-</u>	<u>295,913</u>
<u>\$ 93,716</u>	<u>\$ -</u>	<u>\$ 7,098</u>	<u>\$ 116,926</u>	<u>\$ 115,647</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 377,387</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS - PUBLIC WELFARE PROGRAMS
Year ended June 30, 2002

	Sheldon Rehabilitation Project	Rehabilitation Homes Project	St. Helena ISTEA Project
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	-	57,139	-
Charge for services	-	-	-
Fines and forfeitures	-	-	-
Interest	18	-	-
Miscellaneous	3,369	-	-
Total revenues	<u>3,387</u>	<u>57,139</u>	<u>-</u>
Expenditures:			
Public Welfare			
Personnel	-	-	-
Purchased services	-	-	-
Supplies	-	-	-
Capital	-	57,139	6,051
Other	-	-	-
Total expenditures	<u>-</u>	<u>57,139</u>	<u>6,051</u>
Excess of Revenues Over (Under) Expenditures	3,387	-	(6,051)
Other financing sources (Uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	3,387	-	(6,051)
Fund Balances at Beginning of Year	<u>1,404</u>	<u>-</u>	<u>6,051</u>
Fund Balances at End of Year	<u>\$ 4,791</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Collaborative Organization for Services to Youth</u>	<u>Sheldon Project</u>	<u>Teen Pregnancy prevention Project</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
52,921	139,077	6,985	256,122
-	-	-	-
-	-	-	-
-	-	-	18
<u>4,625</u>	-	-	<u>7,994</u>
<u>57,546</u>	<u>139,077</u>	<u>6,985</u>	<u>264,134</u>
64,766	-	-	64,766
2,573	99,836	65,704	168,113
1,793	-	-	1,793
-	-	-	63,190
-	-	-	-
<u>69,132</u>	<u>99,836</u>	<u>65,704</u>	<u>297,862</u>
(11,586)	39,241	(58,719)	(33,728)
-	-	-	-
-	-	-	-
-	-	-	-
(11,586)	39,241	(58,719)	(33,728)
<u>21,951</u>	<u>(39,241)</u>	<u>58,719</u>	<u>48,884</u>
<u>\$ 10,365</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,156</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS - CULTURAL AND RECREATION PROGRAMS
Year ended June 30, 2002

	<u>Library Grants</u>	<u>PALS Miscellaneous</u>	<u>PALS General Services</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Charge for services	-	-	290,264
Fines and forfeitures	-	-	-
Interest	-	78	5,184
Miscellaneous	<u>8,413</u>	<u>-</u>	<u>40,534</u>
Total revenues	<u>8,413</u>	<u>78</u>	<u>335,982</u>
Expenditures:			
Cultural and Recreation			
Personnel	-	-	1,545,050
Purchased services	33,277	101	875,049
Supplies	256	-	104,162
Capital	-	-	170,502
Other	<u>-</u>	<u>-</u>	<u>92,000</u>
Total expenditures	<u>33,533</u>	<u>101</u>	<u>2,786,763</u>
Excess of Revenues Over (Under) Expenditures	(25,120)	(23)	(2,450,781)
Other financing sources (Uses):			
Operating transfers in	-	-	2,366,530
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (Uses)	<u>-</u>	<u>-</u>	<u>2,366,530</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(25,120)	(23)	(84,251)
Fund Balances at Beginning of Year	<u>25,120</u>	<u>6,015</u>	<u>99,251</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 5,992</u>	<u>\$ 15,000</u>

Summer Nutrition Program Grants	State PARD Grants	Total
\$ -	\$ -	\$ -
210,867	64,390	275,257
-	-	290,264
-	-	-
-	-	5,262
-	-	<u>48,947</u>
<u>210,867</u>	<u>64,390</u>	<u>619,730</u>
29,066	-	1,574,116
180,930	-	1,089,357
871	-	105,289
-	88,000	258,502
-	-	<u>92,000</u>
<u>210,867</u>	<u>88,000</u>	<u>3,119,264</u>
-	(23,610)	(2,499,534)
-	6,000	2,372,530
-	-	-
-	<u>6,000</u>	<u>2,372,530</u>
-	(17,610)	(127,004)
-	<u>17,610</u>	<u>147,996</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,992</u>

DEBT SERVICE FUND

The Debt Service Funds are used to account for funds accumulated for, and payment of, all general long-term debt principal, interest, and fees exclusive of those relating to the Proprietary Fund.

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
 ALL DEBT SERVICE FUNDS
 June 30, 2002

	County Wide General Obligation Bonds	Bluffton TIF Bonds	<u>Totals</u>
<u>ASSETS</u>			
Equity in pooled cash and investments	\$ 1,176,529	\$ 52,388	\$ 1,228,917
Receivables, net	<u>22,815</u>	<u>-</u>	<u>22,815</u>
Total Assets	<u>\$ 1,199,344</u>	<u>\$ 52,388</u>	<u>\$ 1,251,732</u>
<u>LIABILITIES AND FUND EQUITY</u>			
Liabilities:			
Accounts payable	\$ 188	\$ -	\$ 188
Fund equity:			
Reserved for debt service	<u>1,199,156</u>	<u>52,388</u>	<u>1,251,544</u>
Total liabilities and fund equity	<u>\$ 1,199,344</u>	<u>\$ 52,388</u>	<u>\$ 1,251,732</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 ALL DEBT SERVICE FUNDS
 Year ended June 30, 2002

	<u>County Wide General Obligations Bonds</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ 6,142,824	\$ 6,167,985	\$ 25,161
Intergovernmental	48,000	68,217	20,217
Interest	<u>92,000</u>	<u>109,652</u>	<u>17,652</u>
Total revenues	<u>6,282,824</u>	<u>6,345,854</u>	<u>63,030</u>
Expenditures:			
Debt Service			
Prinicpal	15,995,000	15,995,000	-
Interest and fees	<u>2,949,895</u>	<u>2,548,739</u>	<u>401,156</u>
	<u>18,944,895</u>	<u>18,543,739</u>	<u>401,156</u>
Excess of Revenues Over (Under) Expenditures	(12,662,071)	(12,197,885)	464,186
Other financing sources (Uses):			
Bond proceeds	11,100,000	11,100,000	-
Operating transfers in	671,618	671,618	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>11,771,618</u>	<u>11,771,618</u>	<u>-</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	(890,453)	(426,267)	464,186
Fund Balances at Beginning of Year	<u>1,625,423</u>	<u>1,625,423</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 734,970</u>	<u>\$ 1,199,156</u>	<u>\$ 464,186</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 ALL DEBT SERVICE FUNDS
 Year ended June 30, 2002

	Bluffton TIF		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$ -	\$ 52,388	\$ 52,388
Intergovernmental	-	-	-
Interest	-	-	-
Total revenues	-	52,388	52,388
Expenditures:			
Debt Service			
Principal	12,000,000	12,000,000	-
Interest and fees	-	-	-
	12,000,000	12,000,000	-
Excess of Revenues Over (Under) Expenditures	(12,000,000)	(11,947,612)	52,388
Other financing sources (Uses):			
Bond proceeds	12,000,000	12,000,000	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	12,000,000	12,000,000	-
Excess of Revenues and Other Sources Over Expenditures and Other Uses	-	52,388	52,388
Fund Balances at Beginning of Year	-	-	-
Fund Balances at End of Year	\$ -	\$ 52,388	\$ 52,388

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 ALL DEBT SERVICE FUNDS
 Year ended June 30, 2002

	Totals		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$ 6,142,824	\$ 6,220,373	\$ 77,549
Intergovernmental	48,000	68,217	20,217
Interest	92,000	109,652	17,652
Total revenues	<u>6,282,824</u>	<u>6,398,242</u>	<u>115,418</u>
Expenditures:			
Debt Service			
Principal	27,995,000	27,995,000	-
Interest and fees	2,949,895	2,548,739	401,156
	<u>30,944,895</u>	<u>30,543,739</u>	<u>401,156</u>
Excess of Revenues Over (Under) Expenditures	(24,662,071)	(24,145,497)	516,574
Other financing sources (Uses):			
Bond proceeds	23,100,000	23,100,000	-
Operating transfers in	671,618	671,618	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>23,771,618</u>	<u>23,771,618</u>	<u>-</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	(890,453)	(373,879)	516,574
Fund Balances at Beginning of Year	<u>1,625,423</u>	<u>1,625,423</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 734,970</u>	<u>\$ 1,251,544</u>	<u>\$ 516,574</u>

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for financial resources to be used for the acquisition and/or construction of major capital facilities (other than those financed by the Proprietary Fund). The primary sources of money in this fund are proceeds of general obligation bond issues and certificates of participation, federal and state grants, and interest earnings.

BEAUFORT COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET

ALL CAPITAL PROJECT FUNDS

June 30, 2002

	<u>Capital Improvement Program</u>	<u>Bluffton TIF District</u>	<u>Lady's Island TIF District</u>	<u>New River TIF District</u>
<u>ASSETS</u>				
Equity in pooled cash and investments	\$ 292,437	\$ 4,014,100	\$ 6,776	\$ -
Receivables, net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 292,437</u>	<u>\$ 4,014,100</u>	<u>\$ 6,776</u>	<u>\$ -</u>
<u>LIABILITIES AND FUND EQUITY</u>				
Liabilities:				
Accounts payable	\$ 6,142	\$ 1,008,629	\$ -	\$ -
Accrued payroll	9,076	-	-	-
Due to general fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>112,818</u>
Total liabilities	<u>15,218</u>	<u>1,008,629</u>	<u>-</u>	<u>112,818</u>
Fund equity:				
Fund balances:				
Reserved and reserved for encumbrances	5,135	2,917,790	-	-
Reserved for capital projects	<u>272,084</u>	<u>87,681</u>	<u>6,776</u>	<u>(112,818)</u>
Total liabilities	<u>277,219</u>	<u>3,005,471</u>	<u>6,776</u>	<u>(112,818)</u>
Total liabilities and fund equity	<u>\$ 292,437</u>	<u>\$ 4,014,100</u>	<u>\$ 6,776</u>	<u>\$ -</u>

<u>1996</u> <u>Bond</u> <u>Projects</u>	<u>1999</u> <u>Bond</u> <u>Projects</u>	<u>2000</u> <u>Bond</u> <u>Projects</u>	<u>2001</u> <u>Bond</u> <u>Projects</u>	<u>2002</u> <u>Bond</u> <u>Projects</u>	<u>Real</u> <u>Property</u> <u>Purchase</u> <u>Program</u>	<u>Totals</u>
\$ 428,478	\$ 2,040,112	\$ 4,814,149	\$ 6,888,524	\$ 10,729,712	\$ 7,966,728	\$ 37,181,016
-	-	-	-	-	-	-
<u>\$ 428,478</u>	<u>\$ 2,040,112</u>	<u>\$ 4,814,149</u>	<u>\$ 6,888,524</u>	<u>\$ 10,729,712</u>	<u>\$ 7,966,728</u>	<u>\$ 37,181,016</u>
\$ -	\$ 252,762	\$ 458,643	\$ 660,875	\$ 142,883	\$ -	\$ 2,529,934
-	-	-	-	-	-	9,076
-	-	-	-	-	-	112,818
-	<u>252,762</u>	<u>458,643</u>	<u>660,875</u>	<u>142,883</u>	-	<u>2,651,828</u>
393,563	1,787,350	4,355,506	6,227,649	10,586,053	-	26,273,046
<u>34,915</u>	-	-	-	<u>776</u>	<u>7,966,728</u>	<u>8,256,142</u>
<u>428,478</u>	<u>1,787,350</u>	<u>4,355,506</u>	<u>6,227,649</u>	<u>10,586,829</u>	<u>7,966,728</u>	<u>34,529,188</u>
<u>\$ 428,478</u>	<u>\$ 2,040,112</u>	<u>\$ 4,814,149</u>	<u>\$ 6,888,524</u>	<u>\$ 10,729,712</u>	<u>\$ 7,966,728</u>	<u>\$ 37,181,016</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	<u>Capital Improvements Program</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	28,663	28,663
Charge for services	-	-	-
Fines and Forefeitures	-	-	-
Interest	-	(322)	(322)
Miscellaneous	-	-	-
Total revenues	<u>-</u>	<u>28,341</u>	<u>28,341</u>
Expenditures:			
Capital projects	<u>233,213</u>	<u>86,765</u>	<u>146,448</u>
Excess of Revenues Over (Under) Expenditures	(233,213)	(58,424)	174,789
Other financing sources (uses):			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(233,213)	(58,424)	174,789
Fund Balances at Beginning of Year	<u>335,643</u>	<u>335,643</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 102,430</u>	<u>\$ 277,219</u>	<u>\$ 174,789</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	Bluffton TIF Projects		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charges for Services	-	-	-
Interest	-	400,708	400,708
Miscellaneous	-	39,899	39,899
Total revenues	<u>-</u>	<u>440,607</u>	<u>440,607</u>
Expenditures:			
Capital projects	<u>12,563,232</u>	<u>9,667,272</u>	<u>2,895,960</u>
Excess of Revenues Over (Under) Expenditures	(12,563,232)	(9,226,665)	3,336,567
Other financing sources (uses):			
Bond proceeds	15,000,000	15,000,000	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>15,000,000</u>	<u>15,000,000</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	2,436,768	5,773,335	3,336,567
Fund Balances at Beginning of Year	<u>(2,767,864)</u>	<u>(2,767,864)</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ (331,096)</u>	<u>\$ 3,005,471</u>	<u>\$ 3,336,567</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	<u>Lady's Island TIF Projects</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ 8,262	\$ 8,262
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and Forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>-</u>	<u>8,262</u>	<u>8,262</u>
Expenditures:			
Capital projects	<u>-</u>	<u>857</u>	<u>(857)</u>
Excess of Revenues Over (Under) Expenditures	-	7,405	7,405
Other financing sources (uses):			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-	7,405	7,405
Fund Balances at Beginning of Year	<u>(629)</u>	<u>(629)</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ (629)</u>	<u>\$ 6,776</u>	<u>\$ 7,405</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	<u>New River TIF Projects</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and Forfeitures	-	-	-
Interest	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Capital projects	-	<u>112,818</u>	<u>(112,818)</u>
Excess of Revenues Over (Under) Expenditures	-	(112,818)	(112,818)
Other financing sources (uses):			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-	(112,818)	(112,818)
Fund Balances at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ (112,818)</u>	<u>\$ (112,818)</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	<u>1996 General Obligation Bond Projects</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Charge for services	600,000	600,000	-
Fines and Forfeitures	-	-	-
Intergovernmental	-	-	-
Interest	-	6,516	6,516
Miscellaneous	-	-	-
	<u>600,000</u>	<u>606,516</u>	<u>6,516</u>
Expenditures:			
Capital projects	<u>1,187,088</u>	<u>837,427</u>	<u>349,661</u>
Excess of Revenues Over (Under) Expenditures	(587,088)	(230,911)	356,177
Other financing sources (uses):			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(587,088)	(230,911)	356,177
Fund Balances at Beginning of Year	<u>659,389</u>	<u>659,389</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 72,301</u>	<u>\$ 428,478</u>	<u>\$ 356,177</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	1999 General Obligation Bond Projects		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charge for services	-	-	-
Fines and Forfeitures	-	-	-
Interest	50,000	31,399	(18,601)
Miscellaneous	-	-	-
	<u>50,000</u>	<u>31,399</u>	<u>(18,601)</u>
Expenditures:			
Capital projects	<u>3,598,389</u>	<u>1,802,524</u>	<u>1,795,865</u>
Excess of Revenues Over (Under) Expenditures	(3,548,389)	(1,771,125)	1,777,264
Other financing sources (uses):			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(3,548,389)	(1,771,125)	1,777,264
Fund Balances at Beginning of Year	<u>3,558,475</u>	<u>3,558,475</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 10,086</u>	<u>\$ 1,787,350</u>	<u>\$ 1,777,264</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	<u>2000 General Obligation Bond Projects</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charge for services	-	-	-
Fines and Forfeitures	-	-	-
Interest	-	106,514	106,514
Miscellaneous	-	-	-
	<u>-</u>	<u>106,514</u>	<u>106,514</u>
Expenditures:			
Capital projects	<u>5,894,890</u>	<u>1,788,337</u>	<u>4,106,553</u>
Excess of Revenues Over (Under) Expenditures	(5,894,890)	(1,681,823)	4,213,067
Other financing sources (uses):			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(5,894,890)	(1,681,823)	4,213,067
Fund Balances at Beginning of Year	<u>6,037,329</u>	<u>6,037,329</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 142,439</u>	<u>\$ 4,355,506</u>	<u>\$ 4,213,067</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	<u>2001 General Obligation Bond Projects</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charge for services	-	-	-
Fines and Forfeitures	-	-	-
Interest	67,119	135,403	68,284
Miscellaneous	-	-	-
	<u>67,119</u>	<u>135,403</u>	<u>68,284</u>
Expenditures:			
Capital projects	<u>9,565,083</u>	<u>3,410,976</u>	<u>6,154,107</u>
Excess of Revenues Over (Under) Expenditures	(9,497,964)	(3,275,573)	6,222,391
Other financing sources (uses):			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(9,497,964)	(3,275,573)	6,222,391
Fund Balances at Beginning of Year	<u>9,503,222</u>	<u>9,503,222</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 5,258</u>	<u>\$ 6,227,649</u>	<u>\$ 6,222,391</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	<u>2002 General Obligation Bond Projects</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charge for services	-	-	-
Fines and Forfeitures	-	-	-
Interest	195,000	140,899	(54,101)
Miscellaneous	-	-	-
	<u>195,000</u>	<u>140,899</u>	<u>(54,101)</u>
Expenditures:			
Capital projects	<u>14,195,000</u>	<u>3,554,070</u>	<u>10,640,930</u>
Excess of Revenues Over (Under) Expenditures	(14,000,000)	(3,413,171)	10,586,829
Other financing sources (uses):			
Bond proceeds	14,000,000	14,000,000	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>14,000,000</u>	<u>14,000,000</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-	10,586,829	10,586,829
Fund Balances at Beginning of Year	-	-	-
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 10,586,829</u>	<u>\$ 10,586,829</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	Real Property Purchase Program		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charge for services	-	-	-
Fines and Forfeitures	-	-	-
Interest	-	102,171	102,171
Miscellaneous	-	-	-
	<u>-</u>	<u>102,171</u>	<u>102,171</u>
Expenditures:			
Capital projects	<u>7,500,000</u>	<u>1,000,000</u>	<u>6,500,000</u>
Excess of Revenues Over (Under) Expenditures	(7,500,000)	(897,829)	6,602,171
Other financing sources (uses):			
Bond proceeds	-	-	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(7,500,000)	(897,829)	6,602,171
Fund Balances at Beginning of Year	<u>8,864,557</u>	<u>8,864,557</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 1,364,557</u>	<u>\$ 7,966,728</u>	<u>\$ 6,602,171</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
 Year ended June 30, 2002

	Totals		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$ -	\$ 8,262	\$ 8,262
Licenses and Permits	-	-	-
Intergovernmental	600,000	628,663	28,663
Charge for services	-	-	-
Fines and Forfeitures	-	-	-
Interest	312,119	923,610	611,491
Miscellaneous	-	39,577	39,577
	<u>912,119</u>	<u>1,600,112</u>	<u>687,993</u>
Expenditures:			
Capital projects	<u>54,736,895</u>	<u>22,261,046</u>	<u>32,475,849</u>
Excess of Revenues Over (Under) Expenditures	(53,824,776)	(20,660,934)	33,163,842
Other financing sources (uses):			
Bond proceeds	29,000,000	29,000,000	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>29,000,000</u>	<u>29,000,000</u>	<u>-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(24,824,776)	8,339,066	33,163,842
Fund Balances at Beginning of Year	<u>26,190,122</u>	<u>26,190,122</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 1,365,346</u>	<u>\$ 34,529,188</u>	<u>\$ 33,163,842</u>

PROPRIETARY (ENTERPRISE) FUND

The Proprietary (Enterprise) Fund accounts for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the County is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed primarily through user charges.

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
 ENTERPRISE FUNDS
 June 30, 2002

	<u>Garage</u>	<u>Stormwater Utility</u>	<u>Lady's Island Airport</u>	<u>Hilton Head Airport</u>	<u>Totals</u>
ASSETS					
Current Assets:					
Cash and investments with Trustee	\$ 87,678	\$ 850,534	\$ 372	\$ 643,099	\$ 1,581,683
Receivables, net	58,282	51,138	9,800	18,659	137,879
Inventories	22,002	-	15,650	-	37,652
Due from Lady's Island Airport	-	-	-	240,000	240,000
Prepayments	71,726	-	-	-	71,726
Total current assets	<u>239,688</u>	<u>901,672</u>	<u>25,822</u>	<u>901,758</u>	<u>2,068,940</u>
Property and equipment	435,131	686,048	1,370,288	12,309,231	14,800,698
Accumulated depreciation	(226,465)	(113,231)	(256,719)	(2,237,555)	(2,833,970)
	<u>208,666</u>	<u>572,817</u>	<u>1,113,569</u>	<u>10,071,676</u>	<u>11,966,728</u>
Total Assets	<u>\$ 448,354</u>	<u>\$ 1,474,489</u>	<u>\$ 1,139,391</u>	<u>\$ 10,973,434</u>	<u>\$ 14,035,668</u>
LIABILITIES AND FUND EQUITY					
Liabilities:					
Account payable	\$ 160,025	\$ 212,531	\$ 6,845	\$ 115,118	\$ 494,519
Accrued payroll	2,572	26,384	3,587	48,556	81,099
Current portion of long term debt	-	-	-	145,312	145,312
Due to Hilton Head Airport	-	-	240,000	-	240,000
Due to General Fund	-	-	120,129	-	120,129
Total current liabilities	<u>162,597</u>	<u>238,915</u>	<u>370,561</u>	<u>308,986</u>	<u>1,081,059</u>
Long term portion of debt	-	-	-	1,041,427	1,041,427
Total liabilities	<u>162,597</u>	<u>238,915</u>	<u>370,561</u>	<u>1,350,413</u>	<u>2,122,486</u>
Fund Equity:					
Contributed Capital	208,218	522,377	946,971	5,163,640	6,841,206
Retained Earnings (Deficit)	77,539	713,197	(178,141)	4,459,381	5,071,976
	<u>285,757</u>	<u>1,235,574</u>	<u>768,830</u>	<u>9,623,021</u>	<u>11,913,182</u>
Total liabilities and fund equity	<u>\$ 448,354</u>	<u>\$ 1,474,489</u>	<u>\$ 1,139,391</u>	<u>\$ 10,973,434</u>	<u>\$ 14,035,668</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES EXPENSES AND CHANGES IN RETAINED EARNINGS
 ENTERPRISE FUNDS
 Year ended June 30, 2002

	Garage	Stormwater Utility	Lady's Island Airport	Hilton Head Airport	Totals
Operating revenues:					
Garage billings	\$ 1,105,847	\$ -	\$ -	\$ -	\$ 1,105,847
Fuel and oil sales	851,175	-	169,656	-	1,020,831
Stormwater utility fees	-	3,487,375	-	-	3,487,375
Concession sales	-	-	13,371	-	13,371
FBO lease payments	-	-	-	38,876	38,876
Firefighting fees	-	-	-	167,819	167,819
Landing fees	-	-	12,347	119,855	132,202
Parking/taxi fees	-	-	-	18,434	18,434
Rentals	-	-	31,474	551,535	583,009
Passenger facilities charges	-	-	-	331,806	331,806
FAA grants	-	-	150,000	239,322	389,322
TSA grants	-	-	-	38,497	38,497
SCAC grants	-	-	45,391	-	45,391
Other charges	-	-	812	3,764	4,576
Total revenues	1,957,022	3,487,375	423,051	1,509,908	7,377,356
Operating expenses:					
Costs of sales and services	1,994,583	-	129,755	-	2,124,338
Personnel	36,399	338,995	74,103	650,695	1,100,192
Purchased services	21,480	994,047	170,660	309,857	1,496,044
Supplies	5,360	80,976	3,605	61,243	151,184
Other	-	1,362,162	-	122,820	1,484,982
Depreciation	34,870	113,231	33,891	319,280	501,272
Total expenses	2,092,692	2,889,411	412,014	1,463,895	6,858,012
Operating Income (loss)	(135,670)	597,964	11,037	46,013	519,344
Non-Operating Revenues (Expenses)					
Interest earned	1,237	9,536	-	52,964	63,737
Interest expense	-	-	-	(112,967)	(112,967)
Total non-operating revenues	1,237	9,536	-	(60,003)	(49,230)
Net Income (Loss)	(134,433)	607,500	11,037	(13,990)	470,114
Depreciation on contributed assets	70	105,697	16,922	269,543	392,232
Retained Earnings (Deficit) at Beginning of Year	211,902	-	(206,100)	4,203,828	4,209,630
Retained Earnings (Deficit) at End of Year	\$ 77,539	\$ 713,197	\$ (178,141)	\$ 4,459,381	\$ 5,071,976

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CASH FLOWS
 ENTERPRISE FUNDS
 Year ended June 30, 2002

	Garage	Stormwater Utility	Lady's Island Airport	Hilton Head Airport	Totals
Cash flows from operating activities:					
Cash received from customers and users	\$ 1,938,125	\$ 3,538,513	\$ 425,074	\$ 1,525,181	\$ 7,426,893
Cash paid to employees	(37,582)	(312,611)	(76,514)	(642,173)	(1,068,880)
Cash paid to suppliers	<u>(2,005,097)</u>	<u>(2,326,930)</u>	<u>(308,893)</u>	<u>(479,112)</u>	<u>(5,120,032)</u>
	<u>(104,554)</u>	<u>898,972</u>	<u>39,667</u>	<u>403,896</u>	<u>1,237,981</u>
Cash flows from noncapital financing activities:					
Operating transfers	-	-	-	-	-
Advances from County	-	-	<u>22,704</u>	-	<u>22,704</u>
	-	-	<u>22,704</u>	-	<u>22,704</u>
Cash flows from capital and related financing activities:					
Issuance of debt	-	-	-	-	-
Purchase of fixed assets	-	(57,974)	(62,204)	(129,896)	(250,074)
Principal payment on debt	-	-	-	(1,583,261)	(1,583,261)
Interest paid on debt	-	-	-	<u>(67,575)</u>	<u>(67,575)</u>
	-	<u>(57,974)</u>	<u>(62,204)</u>	<u>(1,780,732)</u>	<u>(1,900,910)</u>
Cash flows from investing activities:					
Interest earned	<u>1,237</u>	<u>9,536</u>	-	<u>52,964</u>	<u>63,737</u>
Net increase (decrease) in cash and cash equivalents	(103,317)	850,534	167	(1,323,872)	(576,488)
Cash and cash equivalents, July 1, 2001	<u>190,995</u>	<u>-</u>	<u>205</u>	<u>1,966,971</u>	<u>2,158,171</u>
Cash and cash equivalents, June 30, 2002	<u>\$ 87,678</u>	<u>\$ 850,534</u>	<u>\$ 372</u>	<u>\$ 643,099</u>	<u>\$ 1,581,683</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CASH FLOWS
 ENTERPRISE FUNDS
 Year ended June 30, 2002

	<u>Garage</u>	<u>Stormwater Utility</u>	<u>Lady's Island Airport</u>	<u>Hilton Head Airport</u>	<u>Totals</u>
Reconciliation of operating income to net cash flows from operating activities:					
Operating income (loss)	\$ (135,670)	\$ 597,964	\$ 11,037	\$ 46,013	\$ 519,344
Adjustments to reconcile:					
Depreciation	<u>34,870</u>	<u>113,231</u>	<u>33,891</u>	<u>319,280</u>	<u>501,272</u>
Changes in assets and liabilities:					
(Increase) Decrease in account receivable	(18,897)	(51,138)	2,023	15,273	(52,739)
(Increase) Decrease in inventories	(713)	-	(1,622)	-	(2,335)
(Increase) Decrease in other current assets	-	-	-	-	-
Increase (Decrease) in accounts payable	17,039	212,531	(3,251)	14,808	241,127
Increase (Decrease) in accrued payroll	(1,183)	26,384	(2,411)	8,522	31,312
Increase (Decrease) in other current liabilities	-	-	-	-	-
	<u>(3,754)</u>	<u>187,777</u>	<u>(5,261)</u>	<u>38,603</u>	<u>217,365</u>
Net cash used by operating activities	<u>\$ (104,554)</u>	<u>\$ 898,972</u>	<u>\$ 39,667</u>	<u>\$ 403,896</u>	<u>\$ 1,237,981</u>

FIDUCIARY (TRUST AND AGENCY) FUND

The Trust Fund accounts for assets held by the County in a trustee capacity.

The Agency Fund accounts for assets held by the County as an agent for other taxing units or other entities. Agency funds are custodial in nature, assets equal liabilities, and do not measure the results of operations.

BEAUFORT COUNTY, SOUTH CAROLINA

COMBINING STATEMENT SHEET

ALL EXPENDABLE TRUST FUNDS

Year ended June 30, 2002

	<u>Employee Group Benefits</u>	<u>Education Assistance Program</u>	<u>Public Defender</u>	<u>Sheriff Drug Awards</u>
<u>ASSETS</u>				
Equity in pooled cash and investments	\$ 569,667	\$ 21,484	\$ 161,833	\$ 83,314
Accounts receivable	<u>25,400</u>	<u>-</u>	<u>4,078</u>	<u>-</u>
	<u>\$ 595,067</u>	<u>\$ 21,484</u>	<u>\$ 165,911</u>	<u>\$ 83,314</u>
 LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts/claims payable	\$ 412,514	\$ 1,252	\$ 1,773	\$ 798
Fund equity:				
Reserved for expendable trusts	<u>182,553</u>	<u>20,232</u>	<u>164,138</u>	<u>82,516</u>
Total liabilities and fund equity	<u>\$ 595,067</u>	<u>\$ 21,484</u>	<u>\$ 165,911</u>	<u>\$ 83,314</u>

<u>Sheriff Family Court</u>	<u>Sheriff Drug Seizure</u>	<u>Detention Center</u>	<u>Hazardous Materials</u>	<u>Reforestation Program</u>	<u>Military Enhancement Committee</u>	<u>Library</u>	<u>Library Special</u>	<u>Totals</u>
\$ 16,068	\$ 16,125	\$ 49,001	\$ 29,925	\$ 144,402	\$ 17,349	\$ 108,225	\$ 412,747	\$ 1,630,140
<u>1,782</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,260</u>
<u>\$ 17,850</u>	<u>\$ 16,125</u>	<u>\$ 49,001</u>	<u>\$ 29,925</u>	<u>\$ 144,402</u>	<u>\$ 17,349</u>	<u>\$ 108,225</u>	<u>\$ 412,747</u>	<u>\$ 1,661,400</u>
\$ -	\$ -	\$ 13,089	\$ 10,314	\$ -	\$ -	\$ -	\$ -	\$ 439,740
<u>17,850</u>	<u>16,125</u>	<u>35,912</u>	<u>19,611</u>	<u>144,402</u>	<u>17,349</u>	<u>108,225</u>	<u>412,747</u>	<u>1,221,660</u>
<u>\$ 17,850</u>	<u>\$ 16,125</u>	<u>\$ 49,001</u>	<u>\$ 29,925</u>	<u>\$ 144,402</u>	<u>\$ 17,349</u>	<u>\$ 108,225</u>	<u>\$ 412,747</u>	<u>\$ 1,661,400</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL EXPENDABLE TRUST FUNDS
Year ended June 30, 2002

	<u>Employer Group Benefits</u>	<u>Education Assistance Program</u>	<u>Public Defender</u>	<u>Sheriff Drug Awards</u>
Revenues:				
License fees	\$ -	\$ -	\$ -	\$ -
State aid funds	-	-	56,015	-
Court awarded funds	-	-	2,079	39,569
Seizure funds	-	-	-	-
Interest	6,303	467	1,717	1,802
Health plan contributions	4,167,288	-	-	-
Other contributions	-	25,000	-	-
Total revenues	<u>4,173,591</u>	<u>25,467</u>	<u>59,811</u>	<u>41,371</u>
Expenditures:				
General Government	4,318,068	21,545	50,634	-
Public Safety	-	-	-	119,949
Cultural and Recreation	-	-	-	-
Other	-	-	-	-
Total expenditures	<u>4,318,068</u>	<u>21,545</u>	<u>50,634</u>	<u>119,949</u>
Excess of Revenues Over (Under) Expenditures	(144,477)	3,922	9,177	(78,578)
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures and Other Uses	(144,477)	3,922	9,177	(78,578)
Fund Balances at Beginning of Year	<u>327,030</u>	<u>16,310</u>	<u>154,961</u>	<u>161,094</u>
Fund Balances at End of Year	<u>\$ 182,553</u>	<u>\$ 20,232</u>	<u>\$ 164,138</u>	<u>\$ 82,516</u>

<u>Sheriff Family Court</u>	<u>Sheriff Drug Seizure</u>	<u>Detention Center</u>	<u>Hazardous Materials</u>	<u>Reforestation Program</u>	<u>Military Enhancement Committee</u>	<u>Library</u>	<u>Library Special</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ 33,650	\$ -	\$ -	\$ -	\$ -	\$ 33,650
17,391	-	-	2,236	-	-	-	-	75,642
-	-	-	-	-	-	-	-	41,648
-	2,660	-	-	-	-	-	-	2,660
197	1,241	371	342	1,081	226	1,508	5,529	20,784
-	-	-	-	-	-	-	-	4,167,288
-	-	846,857	-	129,450	-	77,202	-	1,078,509
<u>17,588</u>	<u>3,901</u>	<u>847,228</u>	<u>36,228</u>	<u>130,531</u>	<u>226</u>	<u>78,710</u>	<u>5,529</u>	<u>5,420,181</u>
-	-	-	-	-	-	-	-	4,390,247
13,680	29,235	-	46,580	-	-	-	-	209,444
-	-	-	-	-	-	10,420	20,589	31,009
-	-	843,711	-	3,122	581	-	-	847,414
<u>13,680</u>	<u>29,235</u>	<u>843,711</u>	<u>46,580</u>	<u>3,122</u>	<u>581</u>	<u>10,420</u>	<u>20,589</u>	<u>5,478,114</u>
3,908	(25,334)	3,517	(10,352)	127,409	(355)	68,290	(15,060)	(57,933)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
3,908	(25,334)	3,517	(10,352)	127,409	(355)	68,290	(15,060)	(57,933)
<u>13,942</u>	<u>41,459</u>	<u>32,395</u>	<u>29,963</u>	<u>16,993</u>	<u>17,704</u>	<u>39,935</u>	<u>427,807</u>	<u>1,279,593</u>
<u>\$ 17,850</u>	<u>\$ 16,125</u>	<u>\$ 35,912</u>	<u>\$ 19,611</u>	<u>\$ 144,402</u>	<u>\$ 17,349</u>	<u>\$ 108,225</u>	<u>\$ 412,747</u>	<u>\$ 1,221,660</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Broad Creek Public Service District</u>				
Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 256,557	\$ 775,077	\$ 819,415	\$ 212,219
<u>Liabilities</u>				
Due to agencies	\$ 256,557	\$ 775,077	\$ 819,415	\$ 212,219
Water/Sewer:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 4,714	\$ 43,881	\$ 48,000	\$ 595
<u>Liabilities</u>				
Due to agencies	\$ 4,714	\$ 43,881	\$ 48,000	\$ 595
Debt Service:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ (181,440)	\$ 342,415	\$ 341,950	\$ (180,975)
<u>Liabilities</u>				
Due to agencies	\$ (181,440)	\$ 342,415	\$ 341,950	\$ (180,975)
Capital Projects:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ -	\$ -	\$ -	\$ -
<u>Liabilities</u>				
Due to agencies	\$ -	\$ -	\$ -	\$ -
<u>Fripp Island Public Service District</u>				
Erosion Control:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 218	\$ 34	\$ -	\$ 252
<u>Liabilities</u>				
Due to agencies	\$ 218	\$ 34	\$ -	\$ 252

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	Balance July 1, 2001	Additions	Deductions	Balance June 30, 2002
<u>Fripp Island Public Service District (cont'd)</u>				
Water/Sewer				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 196,566	\$ 169,856	\$ 140,000	\$ 226,422
<u>Liabilities</u>				
Due to agencies	\$ 196,566	\$ 169,856	\$ 140,000	\$ 226,422
Debt Service:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 95,422	\$ 72,247	\$ 95,712	\$ 71,957
<u>Liabilities</u>				
Due to agencies	\$ 95,422	\$ 72,247	\$ 95,712	\$ 71,957
Capital:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 12,154	\$ 40	\$ 12,154	\$ 40
<u>Liabilities</u>				
Due to agencies	\$ 12,154	\$ 40	\$ 12,154	\$ 40
Fire 1% Funds:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 26,006	\$ 11,104	\$ 15,908	\$ 21,202
<u>Liabilities</u>				
Due to agencies	\$ 26,006	\$ 11,104	\$ 15,908	\$ 21,202
Fire Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 238,192	\$ 296,178	\$ 380,000	\$ 154,370
<u>Liabilities</u>				
Due to agencies	\$ 238,192	\$ 296,178	\$ 380,000	\$ 154,370
<u>Forest Beach Public Service District</u>				
Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 303	\$ 218,568	\$ 218,080	\$ 791
<u>Liabilities</u>				
Due to agencies	\$ 303	\$ 218,568	\$ 218,080	\$ 791

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Forest Beach Public Service District</u>				
Water/Sewer:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ -	\$ 131,300	\$ 131,300	\$ -
<u>Liabilities</u>				
Due to agencies	\$ -	\$ 131,300	\$ 131,300	\$ -
Fire Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ (18)	\$ 5,940	\$ 5,922	\$ -
<u>Liabilities</u>				
Due to agencies	\$ (18)	\$ 5,940	\$ 5,922	\$ -
Fire Debt:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ (4)	\$ 743	\$ 739	\$ -
<u>Liabilities</u>				
Due to agencies	\$ (4)	\$ 743	\$ 739	\$ -
<u>Hilton Head #1 Public Service District</u>				
Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 160,394	\$ 544,423	\$ 500,000	\$ 204,817
<u>Liabilities</u>				
Due to agencies	\$ 160,394	\$ 544,423	\$ 500,000	\$ 204,817
Water/Sewer:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 173,260	\$ 506,588	\$ 500,000	\$ 179,848
<u>Liabilities</u>				
Due to agencies	\$ 173,260	\$ 506,588	\$ 500,000	\$ 179,848
Debt Service:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 311,583	\$ 809,789	\$ 740,446	\$ 380,926
<u>Liabilities</u>				
Due to agencies	\$ 311,583	\$ 809,789	\$ 740,446	\$ 380,926

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	Balance July 1, 2001	Additions	Deductions	Balance June 30, 2002
South Beach Public Service District				
Water/Sewer:				
Assets				
Equity in pooled cash and investments	\$ 7,363	\$ 203,148	\$ 204,700	\$ 5,811
Liabilities				
Due to agencies	\$ 7,363	\$ 203,148	\$ 204,700	\$ 5,811
Debt service:				
Assets				
Equity in pooled cash and investments	\$ 1,783	\$ 1,781	\$ -	\$ 3,564
Liabilities				
Due to agencies	\$ 1,783	\$ 1,781	\$ -	\$ 3,564
Fire Operations:				
Assets				
Equity in pooled cash and investments	\$ -	\$ 12,207	\$ 12,207	\$ -
Liabilities				
Due to agencies	\$ -	\$ 12,207	\$ 12,207	\$ -
Fire Debt:				
Assets				
Equity in pooled cash and investments	\$ -	\$ 726	\$ 726	\$ -
Liabilities				
Due to agencies	\$ -	\$ 726	\$ 726	\$ -
Bluffton Fire District				
Operations:				
Assets				
Equity in pooled cash and investments	\$ 290,585	\$ 3,633,124	\$ 3,609,056	\$ 314,653
Liabilities				
Due to agencies	\$ 290,585	\$ 3,633,124	\$ 3,609,056	\$ 314,653
Debt service:				
Assets				
Equity in pooled cash and investments	\$ 111,844	\$ 102,355	\$ 188,159	\$ 26,040
Liabilities				
Due to agencies	\$ 111,844	\$ 102,355	\$ 188,159	\$ 26,040

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Bluffton Fire District- (cont'd)</u>				
Capital Projects:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 1,179,745	\$ 4,100	\$ 1,174,821	\$ 9,024
<u>Liabilities</u>				
Due to agencies	\$ 1,179,745	\$ 4,100	\$ 1,174,821	\$ 9,024
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 7,908	\$ 81,978	\$ 6,149	\$ 83,737
<u>Liabilities</u>				
Due to agencies	\$ 7,908	\$ 81,978	\$ 6,149	\$ 83,737
Impact Fees:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 1,246,346	\$ 590,841	\$ 139,287	\$ 1,697,900
Receivables	59,227	(59,227)	-	-
Total assets	<u>\$ 1,305,573</u>	<u>\$ 531,614</u>	<u>\$ 139,287</u>	<u>\$ 1,697,900</u>
<u>Liabilities</u>				
Due to agencies	<u>\$ 1,305,573</u>	<u>\$ 531,614</u>	<u>\$ 139,287</u>	<u>\$ 1,697,900</u>
<u>Burton Fire District</u>				
Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 381,781	\$ 2,037,940	\$ 2,109,700	\$ 310,021
<u>Liabilities</u>				
Due to agencies	\$ 381,781	\$ 2,037,940	\$ 2,109,700	\$ 310,021
Debt Service:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 120,393	\$ 250,073	\$ 158,362	\$ 212,104
<u>Liabilities</u>				
Due to agencies	\$ 120,393	\$ 250,073	\$ 158,362	\$ 212,104

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	Balance July 1, 2001	Additions	Deductions	Balance June 30, 2002
Burton Fire District - (cont'd)				
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 25,761	\$ 21,064	\$ 17,517	\$ 29,308
<u>Liabilities</u>				
Due to agencies	\$ 25,761	\$ 21,064	\$ 17,517	\$ 29,308
Impact fees:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 198,060	\$ 64,516	\$ 87,000	\$ 175,576
Receivables	3,498	(3,498)	-	-
Total assets	\$ 201,558	\$ 61,018	\$ 87,000	\$ 175,576
<u>Liabilities</u>				
Due to agencies	\$ 201,558	\$ 61,018	\$ 87,000	\$ 175,576
Daufuskie Island Fire District				
Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ (9,927)	\$ 571,603	\$ 538,083	\$ 23,593
<u>Liabilities</u>				
Due to agencies	\$ (9,927)	\$ 571,603	\$ 538,083	\$ 23,593
Debt Service:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ (28,562)	\$ 66,340	\$ 60,898	\$ (23,120)
<u>Liabilities</u>				
Due to agencies	\$ (28,562)	\$ 66,340	\$ 60,898	\$ (23,120)
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 3,657	\$ 3,774	\$ 3,710	\$ 3,721
<u>Liabilities</u>				
Due to agencies	\$ 3,657	\$ 3,774	\$ 3,710	\$ 3,721

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Dauskie Island Fire District - (cont'd)</u>				
Impact Fees:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 36,687	\$ 7,356	\$ 42,000	\$ 2,043
Receivables	751	(751)	-	-
Total assets	<u>\$ 37,438</u>	<u>\$ 6,605</u>	<u>\$ 42,000</u>	<u>\$ 2,043</u>
<u>Liabilities</u>				
Due to agencies	<u>\$ 37,438</u>	<u>\$ 6,605</u>	<u>\$ 42,000</u>	<u>\$ 2,043</u>
<u>Lady's Island/St. Helena Fire District</u>				
Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 266,973	\$ 1,979,116	\$ 2,301,625	\$ (55,536)
<u>Liabilities</u>				
Due to agencies	<u>\$ 266,973</u>	<u>\$ 1,979,116</u>	<u>\$ 2,301,625</u>	<u>\$ (55,536)</u>
Debt Service:				
<u>Assets</u>				
Equity pooled cash and investments	\$ (89,344)	\$ 154,708	\$ 2,621	\$ 62,743
<u>Liabilities</u>				
Due to agencies	<u>\$ (89,344)</u>	<u>\$ 154,708</u>	<u>\$ 2,621</u>	<u>\$ 62,743</u>
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 41,585	\$ 39,389	\$ 34,148	\$ 46,826
<u>Liabilities</u>				
Due to agencies	<u>\$ 41,585</u>	<u>\$ 39,389</u>	<u>\$ 34,148</u>	<u>\$ 46,826</u>
<u>Impact Fees</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 446,743	\$ 181,767	\$ 284,621	\$ 343,889
Receivables	9,621	(9,621)	-	-
Total assets	<u>\$ 456,364</u>	<u>\$ 172,146</u>	<u>\$ 284,621</u>	<u>\$ 343,889</u>
<u>Liabilities</u>				
Due to agencies	<u>\$ 456,364</u>	<u>\$ 172,146</u>	<u>\$ 284,621</u>	<u>\$ 343,889</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS - CONTINUED
Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Sheldon Fire District</u>				
Operations:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 38,931	\$ 569,126	\$ 566,145	\$ 41,912
<u>Liabilities</u>				
Due to agencies	\$ 38,931	\$ 569,126	\$ 566,145	\$ 41,912
Debt Service:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 6,771	\$ 45,875	\$ 41,695	\$ 10,951
<u>Liabilities</u>				
Due to agencies	\$ 6,771	\$ 45,875	\$ 41,695	\$ 10,951
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 6,168	\$ 7,044	\$ 5,088	\$ 8,124
<u>Liabilities</u>				
Due to agencies	\$ 6,168	\$ 7,044	\$ 5,088	\$ 8,124
<u>Impact Fees</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 8,906	\$ 8,419	\$ 8,205	\$ 9,120
Receivables	253	(253)	-	-
Total assets	\$ 9,159	\$ 8,166	\$ 8,205	\$ 9,120
<u>Liabilities</u>				
Due to agencies	\$ 9,159	\$ 8,166	\$ 8,205	\$ 9,120
<u>City of Beaufort</u>				
Municipal:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 29,863	\$ 2,750,464	\$ 2,743,582	\$ 36,745
<u>Liabilities</u>				
Due to agencies	\$ 29,863	\$ 2,750,464	\$ 2,743,582	\$ 36,745

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	Balance July 1, 2001	Additions	Deductions	Balance June 30, 2002
<u>City of Beaufort- (cont'd)</u>				
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ -	\$ 23,057	\$ 23,057	\$ -
<u>Liabilities</u>				
Due to agencies	\$ -	\$ 23,057	\$ 23,057	\$ -
<u>Town of Port Royal</u>				
Municipal:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 6,891	\$ 901,081	\$ 898,121	\$ 9,851
<u>Liabilities</u>				
Due to agencies	\$ 6,891	\$ 901,081	\$ 898,121	\$ 9,851
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ -	\$ 6,266	\$ 6,266	\$ -
<u>Liabilities</u>				
Due to agencies	\$ -	\$ 6,266	\$ 6,266	\$ -
<u>Town of Bluffton</u>				
Municipal:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 3,422	\$ 210,350	\$ 214,652	\$ (880)
<u>Liabilities</u>				
Due to agencies	\$ 3,422	\$ 210,350	\$ 214,652	\$ (880)
<u>Town of Yemassee</u>				
Municipal:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ (235)	\$ 17,499	\$ 17,124	\$ 140
<u>Liabilities</u>				
Due to agencies	\$ (235)	\$ 17,499	\$ 17,124	\$ 140

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Town of Yemassee (cont'd)</u>				
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ -	\$ 99	\$ 99	\$ -
<u>Liabilities</u>				
Due to agencies	\$ -	\$ 99	\$ 99	\$ -
<u>Town of Hilton Head</u>				
Municipal:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 68,787	\$ 14,535,355	\$ 14,533,847	\$ 70,295
<u>Liabilities</u>				
Due to agencies	\$ 68,787	\$ 14,535,355	\$ 14,533,847	\$ 70,295
Fire Operations:				
<u>Assets</u>				
Equity pooled cash and investments	\$ -	\$ 19,844	\$ 19,844	\$ -
<u>Liabilities</u>				
Due to agencies	\$ -	\$ 19,844	\$ 19,844	\$ -
Fire Debt Service:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 15,394	\$ 1,254	\$ -	\$ 16,648
<u>Liabilities</u>				
Due to agencies	\$ 15,394	\$ 1,254	\$ -	\$ 16,648
Fire Department 1% Fund:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ -	\$ 143,060	\$ 143,060	\$ -
<u>Liabilities</u>				
Due to agencies	\$ -	\$ 143,060	\$ 143,060	\$ -

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS - CONTINUED

Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Beaufort-Jasper Career Education Center</u>				
General:				
<u>Assets</u>				
Equity pooled cash and investments	\$ (318,597)	\$ 3,206,954	\$ 2,943,747	\$ (55,390)
<u>Liabilities</u>				
Due to agencies	\$ (318,597)	\$ 3,206,954	\$ 2,943,747	\$ (55,390)
Special Revenue Fund:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 186,642	\$ 606,340	\$ 452,260	\$ 340,722
<u>Liabilities</u>				
Due to agencies	\$ 186,642	\$ 606,340	\$ 452,260	\$ 340,722
Capital:				
<u>Assets</u>				
Equity pooled cash and investments	\$ (150,956)	\$ -	\$ 33,172	\$ (184,128)
<u>Liabilities</u>				
Due to agencies	\$ (150,956)	\$ -	\$ 33,172	\$ (184,128)
Education Improvement Act:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 42,012	\$ 31,570	\$ 534,904	\$ (461,322)
<u>Liabilities</u>				
Due to agencies	\$ 42,012	\$ 31,570	\$ 534,904	\$ (461,322)
<u>Beaufort County School District</u>				
General:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 15,236,516	\$ 105,073,722	\$ 113,112,309	\$ 7,197,929
<u>Liabilities</u>				
Due to agencies	\$ 15,236,516	\$ 105,073,722	\$ 113,112,309	\$ 7,197,929

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Beaufort County School District-(cont'd)</u>				
Special Revenue:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ (525,577)	\$ 8,581,869	\$ 10,262,106	\$ (2,205,814)
<u>Liabilities</u>				
Due to agencies	\$ (525,577)	\$ 8,581,869	\$ 10,262,106	\$ (2,205,814)
Debt Service:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 6,146,620	\$ 21,090,092	\$ 19,434,461	\$ 7,797,251
<u>Liabilities</u>				
Due to agencies	\$ 6,146,620	\$ 21,090,092	\$ 19,434,461	\$ 7,797,251
Capital:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 4,369,058	\$ 6,951,331	\$ -	\$ 11,320,389
<u>Liabilities</u>				
Due to agencies	\$ 4,369,058	\$ 6,951,331	\$ -	\$ 11,320,389
Lunch Fund:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 546,592	\$ 3,050,258	\$ 4,969,235	\$ (1,372,385)
<u>Liabilities</u>				
Due to agencies	\$ 546,592	\$ 3,050,258	\$ 4,969,235	\$ (1,372,385)
School 8% Projects:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ (10,114,384)	\$ 11,925,345	\$ 9,985,142	\$ (8,174,181)
<u>Liabilities</u>				
Due to agencies	\$ (10,114,384)	\$ 11,925,345	\$ 9,985,142	\$ (8,174,181)
Education Improvement Act:				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 1,991,561	\$ 6,839,064	\$ 5,801,463	\$ 3,029,162
<u>Liabilities</u>				
Due to agencies	\$ 1,991,561	\$ 6,839,064	\$ 5,801,463	\$ 3,029,162

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Beaufort County School District - (cont'd)</u>				
Impact fees:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 3,363,710	\$ 41,195	\$ 366,970	\$ 3,037,935
<u>Liabilities</u>				
Due to agencies	\$ 3,363,710	\$ 41,195	\$ 366,970	\$ 3,037,935
Facilities 2000:				
<u>Assets</u>				
Equity pooled cash and investments	\$ 12,324,297	\$ -	\$ 5,500,976	\$ 6,823,321
<u>Liabilities</u>				
Due to agencies	\$ 12,324,297	\$ -	\$ 5,500,976	\$ 6,823,321
Facilities 2005:				
<u>Assets</u>				
Equity pooled cash and investments	\$ (2,593,020)	\$ 11,285,124	\$ 12,251,590	\$ (3,559,486)
<u>Liabilities</u>				
Due to agencies	\$ (2,593,020)	\$ 11,285,124	\$ 12,251,590	\$ (3,559,486)
<u>Indigent helath Care</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 96,635	\$ 1,748,925	\$ 1,748,708	\$ 96,852
<u>Liabilities</u>				
Due to agencies	\$ 96,635	\$ 1,748,925	\$ 1,748,708	\$ 96,852
<u>Continuing Education</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 1,668,410	\$ 3,506,202	\$ 1,861,224	\$ 3,313,388
<u>Liabilities</u>				
Due to agencies	\$ 1,668,410	\$ 3,506,202	\$ 1,861,224	\$ 3,313,388

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Special Assessments</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 112,941	\$ 43,358	\$ 83,403	\$ 72,896
<u>Liabilities</u>				
Due to agencies				
Burlington Estates	\$ 9,717	\$ 1,013	\$ -	\$ 10,730
Burlington Land	6,941	740	-	7,681
Cedacrest	507	6	-	513
Kings Grant II	3,895	1,471	-	5,366
O'Neal Place	5,903	629	-	6,532
Robin Wood	7,731	768	-	8,499
Seabrook	51,723	37,732	83,403	6,052
Woodland Estates	6,967	744	-	7,711
Tansi Village	2,513	33	-	2,546
Bay Pines	17,044	222	-	17,266
Total liabilities	\$ 112,941	\$ 43,358	\$ 83,403	\$ 72,896
<u>Drainage Impact fees</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 129,195	\$ (77,614)	\$ -	\$ 51,581
<u>Liabilities</u>				
Due to agencies				
Daufuskie Island	\$ 5,951	\$ 201	\$ -	\$ 6,152
Bluffton	126,266	(55,548)	-	70,718
Lady's Island	(10,450)	13,518	-	3,068
Port Royal Island	(38,862)	-	-	(38,862)
Sheldon	26,414	(22,288)	-	4,126
St. Helena Island	19,876	(13,497)	-	6,379
Total liabilities	\$ 129,195	\$ (77,614)	\$ -	\$ 51,581
<u>PALS Impact Fees</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 902,785	\$ 570,157	\$ -	\$ 1,472,942
Receivables	37,671	(37,671)	-	-
Total assets	\$ 940,456	\$ 532,486	\$ -	\$ 1,472,942
<u>Liabilities</u>				
Due to agencies	\$ 940,456	\$ 532,486	\$ -	\$ 1,472,942

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS - CONTINUED
 Year ended June 30, 2002

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2002</u>
<u>Roads Impact Fees</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 1,599,268	\$ 1,026,122	\$ 317,979	2,307,411
Receivables	<u>32,676</u>	<u>(32,676)</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 1,631,944</u>	<u>\$ 993,446</u>	<u>\$ 317,979</u>	<u>\$ 2,307,411</u>
<u>Liabilities</u>				
Due to agencies	<u>\$ 1,631,944</u>	<u>\$ 993,446</u>	<u>\$ 317,979</u>	<u>\$ 2,307,411</u>
<u>Library Impact Fees</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 1,488,811	\$ 908,991	\$ -	2,397,802
Receivables	<u>58,362</u>	<u>(58,362)</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 1,547,173</u>	<u>\$ 850,629</u>	<u>\$ -</u>	<u>\$ 2,397,802</u>
<u>Liabilities</u>				
Due to agencies	<u>\$ 1,547,173</u>	<u>\$ 850,629</u>	<u>\$ -</u>	<u>\$ 2,397,802</u>
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Equity in pooled cash and investments	\$ 42,215,705	\$ 219,583,887	\$ 223,805,450	37,994,142
Receivables	<u>202,059</u>	<u>(202,059)</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 42,417,764</u>	<u>\$ 219,381,828</u>	<u>\$ 223,805,450</u>	<u>\$ 37,994,142</u>
<u>Liabilities</u>				
Due to agencies	<u>\$ 42,417,764</u>	<u>\$ 219,381,828</u>	<u>\$ 223,805,450</u>	<u>\$ 37,994,142</u>

BEAUFORT COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
 ALL EXPENDABLE TRUST FUNDS AND ALL AGENCY FUNDS
 June 30, 2002

	<u>Expendable Trust Fund</u>	<u>Agency Funds</u>	<u>Total</u>
<u>ASSETS</u>			
Equity in pooled cash and investments	\$ 1,630,140	\$ 37,994,142	\$ 39,624,282
Accounts Receivable	<u>31,260</u>	<u>-</u>	<u>31,260</u>
Total assets	<u>\$ 1,661,400</u>	<u>\$ 37,994,142</u>	<u>\$ 39,655,542</u>
<u>LIABILITIES AND FUND EQUITY</u>			
Liabilities:			
Accounts/claims payable	\$ 439,740	\$ -	\$ 439,740
Due to agencies	<u>-</u>	<u>37,994,142</u>	<u>37,994,142</u>
Total liabilities	<u>439,740</u>	<u>37,994,142</u>	<u>38,433,882</u>
Fund Equity:			
Reserved	<u>1,221,660</u>	<u>-</u>	<u>1,221,660</u>
Total liabilities and fund equity	<u>\$ 1,661,400</u>	<u>\$ 37,994,142</u>	<u>\$ 39,655,542</u>

SINGLE AUDIT SECTION



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December 20, 2002

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Independent Auditors' Report

County Council of Beaufort County
Beaufort, South Carolina

We have audited the general purpose financial statements of Beaufort County, South Carolina as of and for the year ended June 30, 2002, and have issued our report thereon dated December 20, 2002. 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.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Beaufort County, South Carolina's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Robinson Grant & Co., P.A.

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

Robinson Grant & Co., P.A.
Robinson Grant & Co., P.A.



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December 20, 2002

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

Independent Auditors' Report

County Council of Beaufort County
Beaufort, South Carolina

Compliance

We have audited the compliance of Beaufort County, South Carolina with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2002. Beaufort County, South Carolina's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Beaufort County's management. Our responsibility is to express an opinion on Beaufort County's compliance based on our audit.

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

In our opinion, Beaufort County, South Carolina, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2002.

Robinson Grant & Co., P.A.

Internal Control Over Compliance

The management of Beaufort County, South Carolina is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Beaufort County South Carolina's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

Robinson Grant & Co., P.A.
Robinson Grant & Co., P.A.

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2002

	Federal CFDA Number	Federal Award Expended
Direct Federal Grants:		
US Department of Transportation		
Federal Aviation Administration		
Airport Improvement Program		
Hilton Head Airport 3-45-0030	20.106	\$ 239,322
Lady's Island Airport 3-45-0008	20.106	150,000
Hilton Head Airport - TSA	20.106	38,497
US Department of Justice		
Law Enforcement Block Grants		
2000-LB-VX-0913	16.592	19,442
2000-LB-BX-1519	16.592	120,369
2001-LB-BX-1635	16.592	143,334
Federal Pass - Through Grants:		
Federal Emergency Management Agency		
Passed through Office of the SC Adjutant General		
EMA-2002	83.552	22,875
US Department of Agriculture		
Passed through SC Department of Social Services		
Summer Food Services for Children (G-12-35-4541)	10.559	104,416
Summer Food Services for Children (G-12-35-4541)	10.559	106,450
US Department of Health and Human Services		
Passed through SC Health and Human Services Finance Commission		
Collaborator Coordinator	93.778	62,647
Passed through SC Department of Alcohol and Other Drug Abuse Services		
Consolidated Contract BEA-MOA-Z	93.959	367,700
Medicaid	93.778	13,089
Passed through SC Department of Social Services		
Adolescent Pregnancy Prevention - G01SCTANF	93.558	65,704
Passed through SC Department of Transportation		
ENH - 28-00	20.205	44,478
Passed through SC Department of Transportation		
Lowcountry Regional Transportation Authority	20.509	29,712
MT-21399-87		
Passed through SC Department of Commerce		
CDBG 3-W-96-022	14.228	57,139
CDBG 7-P-98-006	14.219	22,218

The accompanying notes are an integral part of this schedule.

BEAUFORT COUNTY, SOUTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2002

	<u>Federal CFDA Number</u>	<u>Federal Award Expended</u>
Federal Grantor/Pass-Through		
<u>Grantor/Program Title - Continued</u>		
Passed through SC Department of Health and Environmental Control EQ-0-249	11.419 \$	100,912
US Department of Justice		
Passed through Office of the SC Department of Public Safety		
1 F01034	16.579	48,228
1 L00003	16.548	49,138
1 L00006	16.548	55,434

The accompanying notes are an integral part of this schedule.

Beaufort County, South Carolina
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2002

Sheet 1

Section I - Summary of Auditor's Results

Financial Statements

Type of Auditor's Report

Unqualified

Internal control over financial reporting:

- Material Weakness Identified ___ Yes No
- Reportable condition(s) that are not considered material weaknesses ___ Yes No

Noncompliance material to financial statements noted?

___ Yes None reported

Federal Awards

Internal control over major programs:

- Material Weakness Identified ___ Yes No
- Reportable condition(s) that are not considered material weaknesses ___ Yes None reported

Type of auditor's report issued on compliance for major programs

Unqualified

Any audit findings disclosed that are required to Be reported in accordance with section 510(a) of Circular A-133?

___ Yes No

Identification of Major Programs

<u>Agency</u>	<u>CFDA</u>
U.S. Department of Transportation	20.106
U.S. Department of Health and Human Services	93.959
Dollar threshold used to distinguish between type A and type B programs:	<u>\$ 300,000</u>

Auditee qualified as low-risk auditee?

Yes ___ No

Beaufort County, South Carolina
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2002

Sheet 2

Section II – Financial Statement Findings

Reportable Conditions

No matters were reported

Section III – Federal Award Findings and Questioned Costs

No matters were reported

STATISTICAL SECTION

BEAUFORT COUNTY, SOUTH CAROLINA
GENERAL FUND REVENUES BY SOURCE
LAST TEN FISCAL YEARS

Fiscal Year	Taxes	Licenses and Permits	Intergov- ernmental Revenues	Charges for Services	Fines and Forefeitures	Interest	Miscellaneous Revenues	Total
1993	\$ 20,621,347	\$ 409,880	\$ 3,315,783	\$ 4,898,745	\$ 585,534	\$ 135,752	\$ 2,050,393	\$ 32,017,434
1994	22,524,299	583,977	3,499,961	5,191,798	475,260	168,200	455,405	32,898,900
1995	23,600,111	765,583	3,953,642	4,837,248	555,879	646,102	310,648	34,669,213
1996	23,674,555	1,028,558	4,185,477	5,270,847	541,675	809,215	309,471	35,819,798
1997	19,737,768 ⁽¹⁾	1,178,302	4,416,859	5,659,204	552,419	722,983	271,197	32,538,731
1998	20,184,982	1,289,504	4,646,311	6,299,756	698,075	853,791	149,590	34,122,009
1999	23,506,862	1,681,439	4,899,767	6,889,282	608,774	709,704	218,458	38,514,286
2000	28,336,892	1,862,577	5,701,576	7,625,056	858,908	819,756	277,479	45,482,244
2001	29,198,052	1,882,455	5,856,427	8,003,788	880,995	666,944	136,693	46,625,354
2002	29,913,377	2,521,362	6,173,477	7,832,020	962,131	279,434	169,794	47,851,595

(1) The Solid Waste disposal function was reclassified into a special revenue fund category and a separate millage established.

BEAUFORT COUNTY, SOUTH CAROLINA
GENERAL FUND EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS

Fiscal Year	General Government	Public Safety	Public Works	Public Health	Public Welfare	Cultural and Recreational	Total
1993	\$ 8,526,930	\$ 11,435,150	\$ 5,635,593	\$ 1,172,370	\$ 480,050	\$ 974,454	\$ 28,224,547
1994	8,384,739	11,443,484	5,869,244	1,116,871	535,748	1,143,669	28,493,755
1995	8,707,301	12,349,430	5,701,532	1,221,922	554,997	1,213,554	29,748,736
1996	9,876,274	13,424,512	6,417,854	1,288,311	538,114	1,233,816	32,778,881
1997	9,827,019	14,520,222	2,382,098 ⁽¹⁾	1,344,586	538,805	1,603,256	30,215,986
1998	9,959,882	15,979,668	2,388,902	1,424,693	539,099	1,534,057	31,826,301
1999	11,337,609	17,233,265	2,731,306	1,630,002	572,212	1,735,328	35,239,722
2000	12,441,100	20,264,680	2,713,618	1,730,192	614,008	1,951,688	39,715,286
2001	13,815,865	20,845,372	2,980,362	1,914,512	631,184	2,102,187	42,289,482
2002	16,556,948	23,292,581	3,852,510	2,063,688	737,956	2,384,426	48,888,109

(1) The Solid Waste disposal function was reclassified into a special revenue fund category.

BEAUFORT COUNTY, SOUTH CAROLINA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Total Levy ⁽¹⁾	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections ⁽²⁾	Total Collections As Percent of Levy
1993	\$ 25,758,311	\$ 22,469,888	87.2%	\$ 3,115,888	99.3%
1994	26,959,671	23,753,674	88.1%	3,282,194	100.3%
1995	27,740,748	25,542,108	93.1%	2,367,140	101.7%
1996	28,451,686	26,438,146	92.9%	2,136,843	100.4%
1997	28,921,947	27,026,961	93.5%	1,639,120	99.1%
1998	31,345,601	28,886,985	92.2%	1,991,148	98.5%
1999	34,853,858	32,481,388	93.2%	1,996,436	98.9%
2000	40,349,066	37,255,451	92.3%	3,566,048	101.1%
2001	41,934,211	39,267,259	93.6%	3,128,566	101.1%
2002	43,559,515	40,870,579	93.8%	2,337,525	99.2%

⁽¹⁾ Includes County operations and maintenance levy, purchase of real property program levy, solid waste and recycling program levy, debt service levy, and capital improvements program levy.

⁽²⁾ Includes collections of penalties as established by state statutes.

BEAUFORT COUNTY, SOUTH CAROLINA
 ASSESSED VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

Fiscal Year	Real Property		Personal Property		Total	
	Assessed Value	Market Value	Assessed Value	Market Value	Assessed Value	Market Value
1993	\$ 321,800,687	\$ 5,904,599,760	\$ 85,566,825	\$ 814,922,140	\$ 407,367,512	\$ 6,719,521,900
1994	327,766,881	5,992,081,920	98,346,782	936,636,020	426,113,663	6,928,717,940
1995	338,988,320	6,242,878,820	75,636,122	717,744,020	414,624,442	6,960,622,840
1996	359,797,714	6,375,596,450	99,841,811	882,050,095	459,639,525	7,257,646,545
1997	369,142,611	6,591,832,340	114,501,987	1,022,339,170	483,644,598	7,614,171,510
1998	387,874,256	7,182,856,592	139,829,470	1,331,709,238	527,703,726	8,514,565,830
1999 ⁽¹⁾	593,682,975	12,368,395,312	125,016,989	1,190,637,990	718,699,964	13,559,033,302
2000	615,986,525	12,927,605,644	137,827,004	1,344,653,698	753,813,529	14,272,259,342
2001	621,274,881	12,059,025,117	174,822,349	1,664,973,019	796,097,230	13,723,998,136
2002	708,384,471	14,171,046,525	148,572,971	1,097,274,167	856,957,442	15,268,320,692

(1) Reassessment year.

BEAUFORT COUNTY, SOUTH CAROLINA
PROPERTY TAX MILLAGES-ALL OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
<u>County-Wide Levies</u>										
County-Operations	49.4	52.1	53.1	51.1	39.6	38.6	32.6	36.3	36.0	35.2
County-Debt Service	10.3	8.9	8.9	9.9	9.7	9.4	6.8	7.2	7.2	7.2
County-Capital Improvement Program	1.9	1.9	0.9	0.9	0.8	0.8	0.2	-	-	-
County-Solid Waste/Recycling ⁽¹⁾	-	-	-	-	9.7	9.6	6.2	6.7	6.9	6.2
County-Purchase of Real Property Program ⁽²⁾	-	-	-	-	-	1.0	2.0	2.0	2.0	2.0
School-Operations	76.1	80.9	94.0	97.9	99.4	97.5	75.7	86.7	96.7	97.6
School-Debt Service	26.0	30.5	27.5	29.5	27.4	30.6	23.8	21.7	23.1	22.2
Indigent Health Care	2.3	2.5	2.5	2.5	2.3	2.4	1.8	1.9	2.0	2.0
Continuing Education	2.0	2.0	2.0	2.0	1.9	2.0	1.5	4.2	4.0	4.0
<u>Municipal Levies</u>										
City of Beaufort	93.0	93.0	93.0	93.0	91.0	91.0	68.9	68.9	68.4	68.4
Town of Port Royal	91.1	98.1	97.0	97.0	99.5	99.5	85.0	85.0	85.0	85.0
Town of Bluffton	40.0	40.0	40.0	40.0	67.0	67.0	49.0	49.0	49.0	49.0
Town of Hilton Head ⁽³⁾	45.3	40.3	41.3	41.3	41.3	41.3	30.5	30.5	30.5	31.0
Town of Yemassee	49.9	49.9	55.0	55.0	65.0	65.0	65.0	65.0	68.0	68.0
<u>Fire Levies</u>										
Burton Fire-Operations	29.0	32.6	33.3	40.0	44.6	44.6	42.1	46.3	48.5	49.5
Burton Fire-Debt Service	4.0	4.0	7.2	4.0	5.9	5.9	6.5	6.6	6.0	6.0
Bluffton Fire-Operation	15.6	18.8	22.2	21.8	23.0	23.0	20.1	21.5	20.5	21.5
Bluffton Fire-Debt Service	1.0	1.0	1.0	1.0	0.5	0.5	0.3	0.8	0.6	0.6
Daufuskie Island Fire-Operations	6.0	6.0	18.8	25.9	32.2	32.2	34.3	36.8	40.5	40.5
Daufuskie Island Fire-Debt Service	-	-	-	-	-	4.0	4.4	4.9	4.7	4.7
Hilton Head Fire-Operation ⁽⁴⁾	24.3	24.3	-	-	-	-	-	-	-	-
Hilton Head Fire-Debt Service ⁽⁴⁾	0.4	-	-	-	-	-	-	-	-	-
Fripp Island Fire-Operations ⁽⁵⁾	11.1	11.4	-	-	-	-	-	-	-	-
Lady's Island/St. Helena-Operations	18.3	22.4	27.9	29.2	30.5	30.5	22.2	24.8	25.7	26.7
Lady's Island/St. Helena-Debt Service	3.2	3.2	2.3	2.4	2.2	2.2	3.5	3.0	2.1	2.1

BEAUFORT COUNTY, SOUTH CAROLINA
 RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
 LAST TEN FISCAL YEARS

Fiscal Year	Estimated Population ⁽¹⁾	Assessed Value	Gross County Bonded Debt	Less Debt Service Funds	Net County Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
1993	\$ 93,070	\$ 407,367,512	\$ 33,630,000	\$ 1,586,084	\$ 32,043,916	7.5%	\$ 344
1994	95,397	426,113,663	31,535,000	1,497,446	30,037,554	7.2%	314.87
1995	97,782	414,624,442	33,715,000	1,122,891	32,592,109	7.5%	333.31
1996	100,226	459,639,525	31,075,000	681,331	30,393,669	6.6%	303.25
1997	102,732	483,644,598	32,105,000	35,862	32,069,138	6.6%	312.16
1998	105,300	527,703,726	27,790,000	191,684	27,598,316	5.3%	262.09
1999	107,932	718,699,964	33,725,000	530,266	33,194,734	4.6%	307.55
2000	110,630	753,813,529	40,325,000	1,264,403	39,060,597	5.2%	353.07
2001	120,937	796,097,230	56,685,000	1,625,423	55,059,577	6.9%	455.27
2002	123,960	856,957,442	80,790,000	1,251,544	79,538,456	9.3%	641.65

(1) U. S. Bureau of the Census population for 1990 was 86,425
 Assumed rate of growth since 1990 at 2.5% per year.

(2) U.S. Bureau of the Census population for 2000 was 120,937.
 Assumed rate of growth since 2000 at 2.5% per year.

BEAUFORT COUNTY, SOUTH CAROLINA
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2002

Assessed Value - 2001 Tax Year (Fiscal Year 2002)	\$ 856,957,442
	<u> x 8%</u>
Constitutional Debt Limit	68,556,595
Outstanding Subject to Debt Limit	<u>56,070,000</u>
Legal Debt Limit Remaining Without a Referendum	<u>\$ 12,486,595</u>

BEAUFORT COUNTY, SOUTH CAROLINA
 COMPUTATION OF OVERLAPPING GENERAL OBLIGATION DEBT
 JUNE 30, 2002

	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to Beaufort County</u>	<u>Amount Applicable to Beaufort County</u>
Beaufort County School District	\$ 207,010,000	100%	\$ 207,010,000
City of Beaufort	295,000	100%	295,000
Town of Hilton Head	20,350,000	100%	20,350,000
Town of Port Royal	99,789	100%	99,789
Broad Creek Public Service District	6,460,000	100%	6,460,000
South Beach Public Service District	1,370,000	100%	1,370,000
Fripp Island Public Service District	661,120	100%	661,120
Hilton Head No. 1 Public Service District	1,650,000	100%	1,650,000
Bluffton Fire District	2,629,236	100%	2,629,236
Burton Fire District	511,604	100%	511,604
Daufuskie Island Fire District	395,834	100%	395,834
Lady's Island/St. Helena Island Fire District	578,432	100%	578,432
Sheldon Fire District	<u>261,535</u>	100%	<u>261,535</u>
 Total	 <u>\$ 242,272,550</u>		 <u>\$ 242,272,550</u>

BEAUFORT COUNTY, SOUTH CAROLINA
 GENERAL FUND BALANCE COMPARED TO ANNUAL EXPENDITURES
 LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Unreserved Fund Balance</u>	<u>General Fund Annual Expenditures</u>	<u>Balance as % of Expenditures</u>
1993	\$ 4,080,810	\$ 28,224,547	14.5%
1994	6,327,284	28,493,755	22.2%
1995	9,077,172	29,748,736	30.5%
1996	9,591,930	32,778,881	29.3%
1997	4,728,472	30,215,986	15.6%
1998	7,247,285	31,826,301	22.8%
1999	7,043,324	35,239,722	20.0%
2000	9,030,512	39,715,286	22.7%
2001	9,849,453	42,289,482	23.3%
2002	5,658,492	48,888,109	11.6%

BEAUFORT COUNTY, SOUTH CAROLINA
 RATIO OF ANNUAL DEBT SERVICE FOR GENERAL BONDED DEBT
 TO TOTAL GENERAL EXPENDITURES-LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Debt Service</u>	<u>General Expenditures</u>	<u>Ratio of Debt Service to Total General Expenditures</u>
1993	\$ 6,716,844	\$ 28,224,547	23.8%
1994	6,317,100	28,493,755	22.2%
1995	6,608,974	29,748,736	22.2%
1996	6,853,154	32,778,881	20.9%
1997	12,411,653 ⁽¹⁾	30,215,986	41.1%
1998	5,602,965	31,826,301	17.6%
1999	4,640,938	35,239,722	13.2%
2000	4,996,926	39,715,286	12.6%
2001	15,675,489 ⁽²⁾	42,289,482	37.1%
2002	30,543,739 ⁽³⁾	48,888,109	62.5%

(1) Includes \$5,350,000 paid to redeem the 1989 General Obligation bonds, funded by refunding bonds.

(2) Includes \$10,000,000 paid to redeem a bond anticipation note issued May 2001, and paid April 2001.

(3) Includes \$10,950,000 paid to redeem the 1993 General Obligation bonds, funded by the 2002 General Obligation bonds and \$12,000,000 paid to redeem a bond anticipation note issued July 2001, and paid April 2002.

BEAUFORT COUNTY, SOUTH CAROLINA
CONSTRUCTION COSTS AND BUILDING PERMITS ISSUED
LAST TEN FISCAL YEARS

Construction

The following table shows the approximate number of building permits issued in the County and the approximate cost of construction represented by those permits in each of the last ten years. New construction has, of course, been affected by general economic conditions in the United States affecting real estate activity.

Year Ended December 31	Residential		Commercial	
	Number of Permits	Construction Costs	Number of Permits	Construction Costs
1992	1,389	\$ 161,878,101	92	\$ 12,622,442
1993	1,429	190,470,880	161	38,653,590
1994	1,562	224,555,618	242	29,182,021
1995	1,235	185,060,607	164	23,236,851
1996	1,834	196,355,130	37	19,930,691
1997	1,938	209,982,501	51	37,571,530
1998	2,266	265,296,940	59	77,936,180
1999	2,415	315,321,027	55	39,593,452
2000	2,330	337,907,402	56	39,955,141
2001	2,054	292,779,724	56	45,399,121

Source: County Building Inspector

BEAUFORT COUNTY, SOUTH CAROLINA
DEPOSITS OF FINANCIAL INSTITUTIONS WITHIN THE COUNTY
LAST TEN FISCAL YEARS

<u>Year Ended</u> <u>December 31</u>	<u>Bank</u> <u>Deposit</u>	<u>Savings</u> <u>& Loan</u> <u>Deposits</u>	<u>Total</u> <u>Deposits</u>
1991	\$ 572,946,000	\$ 205,585,000	\$ 778,531,000
1992	514,282,000	274,552,000	788,834,000
1993	612,765,000	Not Available	612,765,000
1994	686,998,000	277,829,000	964,827,000
1995	830,556,000	254,051,000	1,084,607,000
1996	817,957,000	249,869,000	1,067,826,000
1997	878,116,000	260,935,000	1,139,051,000
1998	1,043,844,000	282,520,000	1,326,364,000
1999	1,243,704,000	285,769,000	1,529,473,000
2000	1,832,106,000	286,417,000	2,118,523,000

Source:

State Board of Financial Institutions 1990-1992

Federal Deposit Insurance Company 1993-present

BEAUFORT COUNTY, SOUTH CAROLINA
TEN LARGEST TAXPAYERS
JUNE 30, 2002

<u>Taxpayer</u>	2001 <u>Taxes Paid</u>	Percentage of total <u>Assessed Value</u>
Marriott Ownership Resort	\$ 2,557,159	2.12%
South Carolina Electric & Gas	2,211,154	1.42%
Palmetto Electric	1,280,002	1.05%
Hargray Telephone Company	1,116,331	.80%
Greenwood Development Corp	898,422	.78%
Westin Hilton Head Limited	730,011	.75%
Dunes Hotel Associates, Inc.	607,181	.71%
Smith Lynn Press	503,526	.66%
Sea Pines Plantation Co., Inc.	411,170	.60%
Melrose Group	399,595	.54%

Source: Beaufort County Treasurer

BEAUFORT COUNTY, SOUTH CAROLINA
MISCELLANEOUS STATISTICAL FACTS
AND OTHER DEMOGRAPHIC DATA
JUNE 30, 2002

GENERAL DESCRIPTION

Beaufort County was created by Legislative Act in 1785. The County provides a full range of services to its citizenry, including but not limited to, general administration, law enforcement, a Courts systems, a detention center, emergency medical services, emergency preparedness, animal control, mosquito control, maintenance of public buildings, a full range of public works (including roads and bridges and various recreational docks, piers, and boat landings), solid waste disposal, planning and development boards, libraries, and various social and public health services.

FORM OF GOVERNMENT

The County operates under the Council-Administrator form of government, in accordance with Title 4, Chapter 9 of the Code of Laws of South Carolina, 1976 (as amended) (the "Home Rule Act"). The County Council consists of eleven (11) members who are elected to staggered terms from single member districts for four year terms beginning on January 1 following the general election.

OTHER SERVICES

Fire protection is provided by organized fire districts, public service districts, voluntary fire fighting units, and municipal fire departments. Water and sewer services are provided by the Beaufort-Jasper Water and Sewer Authority, municipalities, and public service districts within the County. County government does not control these separate bodies, but does have an obligation, as the central governing body within the County, to insure continuous service to its citizenry.

Refuse collection is franchised to private contractors. Household garbage transfer stations are provided at various locations throughout the County.

LOCATION AND CLIMATE

Beaufort County is located in the southeastern corner of the State of South Carolina, known as the "Lowcountry". With a land area of 637 square miles, it is bordered to the south and east by the Atlantic Ocean, to the west by Jasper County, and to the north by Hampton and Colleton Counties. Beaufort County stretches nearly 30 miles along the Atlantic Ocean and includes 64 major islands and hundreds of small islands. Included in Beaufort County is the resort island of Hilton Head, connected to the mainland by bridge, which is the largest sea islands between New Jersey and Florida, comprising approximately 42 square miles. The topography of the region is relatively flat with winding inlets and rivers and large areas of marshland. The County has a subtropical climate with average 24-hour temperatures ranging from 46.1° F in January to 89.9° F in July.

BEAUFORT COUNTY, SOUTH CAROLINA
MISCELLANEOUS STATISTICAL FACTS
AND OTHER DEMOGRAPHIC DATA
JUNE 30, 2002

**SALARIES AND SURETY BONDS OF PRINCIPAL
OFFICIALS FOR THE YEAR ENDED JUNE 30, 2002**

	<u>Annual Salary</u>	<u>Amount of Bond</u>
<u>County Council</u>		
Thoma C. Taylor, Chairman	\$ 11,825	\$ 5,000
Marvin H. Dukes, III, Vice Chairman	9,030	2,000
Frank Brafman	9,030	2,000
Robert Cuttino	9,030	2,000
James E. (Pete) Covington, Sr.	9,030	2,000
Mark D. Generales	9,030	2,000
Herbert N. Glaze	9,030	2,000
Peter Lamb	9,030	2,000
William Ladson	9,030	2,000
William L. McBride	9,030	2,000
Weston Newton	9,030	2,000
<u>Clerk of Court</u>		
Elizabeth Smith	58,631	50,000
<u>Treasurer</u>		
Joy Logan	43,417	100,000
<u>Probate Court Judge</u>		
Frank Simon	70,231	15,000
<u>Auditor</u>		
Sharon P. Burris	42,818	4,000
<u>Sheriff</u>		
P.J. Tanner	72,416	10,000
<u>Coroner</u>		
Curt Copeland	52,387	10,000
<u>Magistrates</u>		
Rita A. Simmons, Hilton Head Island (Chief Magistrate)	56,603	75,000
Andrew Dudley, Beaufort	40,149	50,000
Charles L. Smith, Bluffton	54,587	20,000
Joseph McDormick, Jr., St. Helena	53,989	10,000
Joseph N. Kline, Sheldon	24,329	10,000
Darlene Smith, at Large	53,088	20,000
<u>Master-in-Equity</u>		
Thomas Kemmerlin, Jr.	98,008	50,000
<u>County Administrator</u>		
John J. Kachmar, Jr.	119,076	35,000

BEAUFORT COUNTY, SOUTH CAROLINA
MISCELLANEOUS STATISTICAL FACTS
AND OTHER DEMOGRAPHIC DATA
JUNE 30, 2002

SCHEDULE OF INSURANCE IN FORCE

Type of Coverage and Name of Company	Policy Number	Policy Period From To		Details of Coverage	Liability Limits	Annual Premium
Property IRF*	F130070000	3/24/02	3/24/03	Building, Contents Boiler & Machinery Fire, Lighting, EC, V&MM Replacement Cost Valuation	Scheduled \$50 Deductible on Vandalism	\$69,889
EDP IRF*	D130070000	3/24/02	3/24/03	Electronic data processing equip Hardware and Software	Scheduled	\$4,169
Radio Equip. IRF*	M130070000C	3/24/02	3/24/03	Inland Marine Form Radio Equipment	Schedule of Values	\$7,702
Boat/Motors IRF*	M130070000D	3/24/02	3/24/03	Inland Marine Policy Boats and Motors	Schedule of Values	\$1,246
General Liability (Tort) IRF*	T130070000	1/1/02	1/1/03	Bodily Injury/Property Damage Personal Injury Liability Deductible: \$250 p/occurrence	\$1,000,000	\$161,582
Commercial (Vehicle Fleet) IRF*	L130070000	3/24/02	3/24/03	BI Liability PD liability (p/occurrence) Basic Econ. Loss (p/person) Uninsured Motorist	\$600,000 CSL	\$242,098

*IRF is Insurance Reserve Fund of State Budget & Control, State Division of General Services

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BEAUFORT COUNTY, SOUTH CAROLINA
MISCELLANEOUS STATISTICAL FACTS
AND OTHER DEMOGRAPHIC DATA
JUNE 30, 2002

SCHEDULE OF INSURANCE IN FORCE (Cont'd)

Type of Coverage and Name of Company	Policy Number	Policy Period		Details of Coverage	Liability Limits	Annual Premium
		From	To			
Professional Liability	P 130075500	4/9/02	4/9/03	Hospital Medical Prof. Liab. Med. Prof.-EMS	\$100,000/ \$500,000	\$3,328
Insurance	P130071799	10/1/01	10/1/02	Med. Prof. Liab. -Detention Ctr.		\$428
Reserve	P130070199	10/1/01	10/1/02	Med. Prof. Liab. -Alcohol & Drug Abuse		\$294
Fund	P130070899A	10/1/01	10/1/02	Med. Prof. Liab. -DSN		\$602
Worker's Compensation SC Counties	WC Trust	1/1/02	1/1/03	Worker's Compensation Liability Employer's Liability	SC Statutory \$1,000,000	\$484,936
Aircraft Old Republic	AV4400505	2/8/02	2/8/03	Aviation Liability 250/500/250,000 & Scheduled Property, Damage (helicopter only) Passenger, Liability and Med. Expenses Coverage		\$55,851
Chemical Liability Old Republic	AA20603	8/11/01	8/11/02	Aerial Application Liability Limits: \$100,000/\$500,000		\$4,960
Blanket Bond Insurance Company of North America	CPBJ01363815	7/10/99	7/10/02	Employee Dishonesty Faithful Performance	\$35,000 \$5,000	\$4,185 (3, yr. Prem.)

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SCHEDULE OF INSURANCE IN FORCE (Cont'd)

Type of Coverage and Name of Company	Policy Number	Policy Period		Details of Coverage	Liability Limits	Annual Premium
		From	To			
Bond		Varies		Elected/Appointed Officials Coverage: \$2,000 to \$100,000 Relative to Office	*	Varies w/#covered
Group Life Companion	Employee Benefit Plan	10/1/82	Present	Employees/Dependents	\$ 4,000/1,000	Varies w/#covered
Group Health Beaufort County	Benefit Plan	10/1/82	Present	Employees/Dependents Major Medical (Max. \$100,000 per member)	Schedule	Varies w/#covered
Dental Connecticut General	0485519	10/1/82	Present	Employee and Dependents	Schedule (\$500/member/year)	Varies w/#covered

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ECONOMY

The County is one of the leaders in the State in the tourist and recreation industries. Hilton Head Island, Fripp Island and Hunting Island State Park are all located in the County and are examples of the economic boom in the leisure and resort industries. In 1998, the tourism industry on Hilton Head Island generated approximately 27,000 jobs and the Town of Hilton Head received accommodations tax revenue in the amount of \$2,797,220.

Several major military installations are located in the County: the Parris Island Marine Corps Recruit Depot, the U.S. Marine Corps Air Station, and the U. S. Naval Hospital at Beaufort. The substantial presence of United States military services in the County also directly affects civilian employment as the various installations employ approximately 1,700 civilians. The payroll for military and civilian employees was \$265 million in 1998. Currently there are no plans to close or reduce the number of employees at these bases. As a result of base closures and realignments nationally, the military presence in the County is actually increasing. Two new Navy Squadrons are being added to the Marine Corps Air Station.

The South Carolina Department of Agriculture reports that the 1997 (last year available) preliminary cash value of crops and livestock produced in the County amounted to \$12,556,000 and that the preliminary cash value of commercial fishing in the County amounted to \$8,964,997. In addition, the 1994 (last year available) preliminary figures for delivered value of forest products produced in the County amounted to \$7,774,000, according to the Department of Forestry of Clemson University.

RETAIL SALES

The State imposes a 5% sale tax on all retail sales. Additionally, where counties have approved it on a local-option basis, the State imposes an additional 1% sales tax on all retail sales. Beaufort County has not approved the 1% local-option sales tax. The following table shows the level of retail sales over the last five years for businesses located in the County.

<u>Year</u>	<u>Total Retail Sales</u>	<u>Increase Over Previous Year</u>
1997	\$ 2,266,716,725	\$ 145,866,880
1998	2,408,109,879	141,393,154
1999	2,730,206,546	322,096,667
2000	2,905,307,405	175,100,859
2001	2,917,924,095	12,616,690

Source: South Carolina Tax Commission

BEAUFORT COUNTY, SOUTH CAROLINA
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UNEMPLOYMENT RATE

CPS LABOR FORCE ESTIMATES
(BY PLACE OF RESIDENCE)

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
Civilian Labor Force	48,630	50,360	51,820	54,070	53,970
Employment	47,470	49,300	50,630	52,950	52,570
Unemployment	1,160	1,060	1,190	1,120	1,400
% of Labor Force	2.4%	2.1%	2.3%	2.1%	2.6%

Workers involved in labor disputes are included among the employed. Total employment also includes agricultural workers, proprietors, self-employed persons, workers in private households, and unpaid family workers.

Source: South Carolina Employment Security Commission, Labor Market and Information Division

LABOR FORCE

The Labor force of Beaufort County has experienced rapid growth in the trade and construction areas. The composition of the civilian labor force in the County, based on place-of-work basis, for the last 5 years is as follows:

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
Manufacturing	1,130	1,290	1,170	1,100	1,140
Construction	3,700	3,950	4,940	5,620	6,090
Transportation & Public Utilities	1,730	1,910	1,990	1,850	1,880
Wholesale and Retail Trade	13,900	14,700	15,040	16,020	16,910
Finance, Insurance and Real Estate	3,970	4,190	3,850	3,950	4,870
Service	15,540	15,670	17,080	17,770	18,940
Government	<u>7,670</u>	<u>7,870</u>	<u>7,990</u>	<u>8,800</u>	<u>9,330</u>
Totals	47,640	49,580	52,060	55,110	59,160

Source: South Carolina Employment Security Commission, Labor Market and Information Division

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EDUCATION

The Beaufort County School District is coextensive with the County. The School District, established by State legislation, provides certain services with funds from taxes levied and collected for it by the County. The budget for the school district is subject to approval by the County Council. The School District currently operates 15 elementary schools, 4 middle schools, 3 senior high schools, and 1 school for exceptional children.

Public school enrollment in the County for the last 5 years (for which information is available) is shown in the following table:

Year	Pre-K2 Kindergarten	Elementary Grades 1-8	High School Grades 9-12	Special Education	Total
1997-98	1,658	9,579	3,570	315	15,522
1998-99	1,721	9,814	4,089	496	16,120
1999-00	1,706	10,044	4,381	557	16,631
2000-01	1,643	10,102	4,435	625	16,753
2001-02	1,719	10,354	4,738	586	17,397

Source: Beaufort County School District

There are also two major private schools located in the County: the Beaufort Academy, with a present enrollment of approximately 450 students in grades K4 through 12; and the Hilton Head Preparatory School, with a present enrollment of approximately 400 students in grades K5 through 12.

There are two institutions of higher education located in Beaufort County: the Technical College of the Lowcountry, as well as, the University of South Carolina at Beaufort, which has a branch office located on Hilton Head Island. USC at Beaufort is one of the fastest growing regional campus of the University system, with a fall 2001 enrollment of 906 full-time students.

TRANSPORTATION

The County is served by U. S. Highways Nos. 21 and 278 and by South Carolina Highways Nos. 116, 170, 281 , and 802. Interstate 95 , a major interstate from Boston to Miami runs approximately two miles west of the County and has helped the tourist industry significantly. The County is served by approximately 32 motor freight carriers. Rail facilities are provided in the County by the CSX Railroad and AMTRAK provides passenger service.

There are two airports located in the County: the Beaufort County Airport, located on Lady's Island, which is available for general aviation services only; and the Hilton Head Island Airport, which provides service by commercial carriers and complements the services offered by the Savannah International Airport.

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POPULATION

Beaufort County was the fastest-growing County among 46 counties in the State of South Carolina, with a 40% increase in population from 86,425 in 1990 to 120,937 in 2000. According to the U.S. Bureau of the Census, there has been a 110.8% increase in the population for the Town of Hilton Head and a 10.9% in the population for the City of Beaufort from the period 1980 to 1990.

The following table shows population projection information for the County and the State:

<u>Year</u>	<u>Beaufort Co. Population</u>	<u>Percent Increase Prior Census</u>	<u>State Population</u>
1990	86,425	27.8%	3,487,714
1995	94,900	9.9%	3,684,000
2000	120,937	39.9%	3,914,000
2005	133,000	10.0%	4,121,000
2010	145,000	20.0%	4,327,000

Source: U. S. Bureau of the Census; U.S. Dept of Commerce

PER CAPITA INCOME

Beaufort County presently ranks first among the 46 counties of the State in per capita income. The per capita income in the County and the State for each of the last 5 years for which information is available is shown below.

<u>Year</u>	<u>County Per Capita Income</u>	<u>State Per Capita Income</u>
1997	\$ 28,248	\$ 20,998
1998	30,073	22,115
1999	31,307	22,958
2000	32,112	24,273
2001	34,029	24,886

Source: Division of Research and Statistical Services of the State Budget and Control Board of South Carolina

PROPERTY TAXATION AND ASSESSMENT

Article X, Section 1 of the State constitution, requires equal and uniform assessments of property throughout the State for the following classes of property and at the following ratios of fair market value of such property.

- (1) Real and personal property owned by or leased to manufacture, utilities and mining operations, and used in the conduct of such business - 10.5% of fair market value;

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PROPERTY TAXATION AND ASSESSMENT (Cont'd)

- (2) Real and personal property owned by or leased to companies primarily engaged in transportation for hire of persons of property and used in the conduct of such business - 9.5% of fair market value;
- (3) Legal residence and not more than five contiguous acres - 4% of fair market value (if the property owner makes proper application and qualifies);
- (4) Agricultural real property used for such purposes owned by individuals and certain corporations - 4% of use value (if the property owner makes property application and qualifies);
- (5) Agricultural property and timberlands belonging to corporations having more than 10 shareholders - 6% of use value (if property owner makes proper application and qualifies);
- (6) All other property - 6% of fair market value;
- (7) Business inventories - 6% of fair market value (as of 1988, there is available an exemption from taxation of property in this category, hence this item is no longer significant);
- (8) All farm machinery and equipment except motor vehicles licensed for use on the highways - 5% of fair market value; and
- (9) All other personal property - 10.5% of fair market value.

The South Carolina Tax Commission has been charged with the responsibility of taking steps necessary to ensure equalization of assessments statewide in order to ensure that all property is assessed uniformly and equitably throughout the State, and may require reassessment of any part or all of the property within the County. Upon completion of a reassessment or equalization program, the total ad valorem tax for any County or other political subdivision of the State may not exceed the total ad valorem tax of such County or other political subdivision for the year immediately prior to completion of such program by more than a state determined CPI percentage, if the increase in total taxes was caused by such reassessment or equalization program. This limitation, however, does not prohibit an increase in total ad valorem taxes as a result of assessments added for property or improvement not previously taxed, for new construction, or for renovation of existing structures taking place during the reassessment period, nor does it prohibit any County or another political subdivision from increasing the millage on all taxable property for the purpose of obtaining additional monies for increased or new services or for increased costs of existing services. The latest reassessment was completed in 1998 and was implemented in the 1998 tax year.

The County Assessor appraises and assesses all of the real property and mobile homes located within the County and certifies the results to the County Auditor. The County Auditor appraises and assesses all motor vehicles, marine equipment, business personal property and airplanes. The South Carolina Tax Commission furnishes guides for use by the County in the assessment of automobiles, automotive equipment, and certain other classes of property and directly assesses the real and personal property of public utilities, manufacturers and business equipment.

Each year the Tax Commission certifies its assessments to the County Auditor who prepares assessment summaries from the respective certifications, determines the appropriate millage levies, prepare tax bills and then in September charges the County Treasurer with the collection. South Carolina has no statewide property tax.

TAX COLLECTION PROCEDURE

In the County, taxes are collected from a single tax bill, which must be paid in full by the individual taxpayer. Taxes are collected on a calendar year basis. Real and personal taxes in the County are payable on or before January 15 of each year with the exception of taxes on motor vehicles. All personal property taxes on motor vehicles are due on or before the last day of the month in which the license tag for the motor vehicle expires. If real property taxes are not paid on or before January 16, a penalty of 3% is added; if not paid by February 2, an additional penalty of 7% is added; if not paid by March 15, an additional penalty of 5% added and taxes go into execution. Unpaid taxes, both real and personal, constitute a first lien against the property. The County Treasurer is empowered to seize and sell so much of the defaulting taxpayer's estate -real and personal as may be sufficient to satisfy the taxes.

BEAUFORT COUNTY, SOUTH CAROLINA
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OTHER MISCELLANEOUS FACTS

Miles of Road

Paved (Maintained)
Unimproved

48
232

LAW ENFORCEMENT

Sheriff's Department

Administrative personnel
Investigators
Civil Deputies
Patrol Deputies

12
17
10
157

Total 196

Detention Center:

Correctional officers
Administrative personnel

66
6

Total 72

EMPLOYEES

As of June 30, 2002

1,005 full time, 42 part-time

BEAUFORT COUNTY, SOUTH CAROLINA
 SCHEDULE OF FINES, ASSESSMENTS AND SURCHARGES
 JUNE 30, 2002

Court Fines

Court fines collected	\$ 701,646
Court fines retained by County	<u>(701,646)</u>
 Court Fines Remitted to the State Treasurer	 <u>\$ -</u>

Court Assessments

Court assessments collected	\$ 818,082
Court assessments retained by County	<u>(131,016)</u>
 Court Assessemnts Remitted to the State Treasurer	 <u>\$ 687,066</u>

Court Surcharges

Court surcharges collected	\$ <u>69,563</u>
 Court Surcharges Retained by County	 <u>\$ 69,563</u>

Victims Services

Court assessments allocated to Victim Services	\$ 98,613
Court surcharges allocated to Victim Services	69,563
Assessments and Surcharges collected from other years	<u>29,360</u>
 Funds allocated to Victim Services	 197,536
Victim Services expenditures	<u>(160,291)</u>
 Funds Available for Carryforward	 <u>\$ 37,245</u>