

BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2010

	Business-Type Activities - Enterprise Funds				Internal Service Fund
	Stormwater Utility	Lady's Island Airport	Hilton Head Airport	Totals	Garage
ASSETS					
Current Assets					
Cash and Investments	\$ 1,877,080	\$ 372	\$ 200	\$ 1,877,652	\$ 339,445
Receivables, Net	206,235	138,586	741,200	1,086,021	201,037
Inventories	186,916	60,669	-	247,585	-
Prepayments	<u>862</u>	<u>1,509</u>	<u>550</u>	<u>2,921</u>	<u>71,726</u>
Total Current Assets	2,271,093	201,136	741,950	3,214,179	612,208
Capital Assets	2,733,723	4,830,333	24,365,702	31,929,758	411,911
Accumulated Depreciation	<u>(1,442,504)</u>	<u>(878,431)</u>	<u>(6,003,493)</u>	<u>(8,124,428)</u>	<u>(231,486)</u>
	1,291,219	4,151,902	18,362,209	23,805,330	180,425
Total Assets	\$ 3,562,312	\$ 4,353,038	\$ 19,104,159	\$ 27,019,509	\$ 792,633
LIABILITIES					
Liabilities					
Account Payable	108,991	280,816	366,872	756,679	562,370
Accrued Payroll	90,149	5,453	45,067	140,669	414
Accrued Compensated Absences	3,757	128	1,930	5,815	-
Due to General Fund	-	242,248	1,608,534	1,850,782	-
Current Portion of Advance from General Fund	<u>-</u>	<u>-</u>	<u>43,210</u>	<u>43,210</u>	<u>-</u>
Total Current Liabilities	202,897	528,645	2,065,613	2,797,155	562,784
Long Term Liabilities					
Accrued Compensated Absences	71,379	2,426	36,666	110,471	-
Net Other Postemployment Benefits Obligation	306,790	8,956	115,780	431,536	5,019
Advance from General Fund	<u>-</u>	<u>-</u>	<u>1,639,327</u>	<u>1,639,327</u>	<u>-</u>
Total Long Term Liabilities	378,169	11,382	1,791,783	2,181,334	5,019
Total Liabilities	581,066	540,027	3,857,396	4,978,489	567,803
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	1,291,219	4,151,902	18,362,209	23,805,330	180,425
Unrestricted (Deficit)	<u>1,690,027</u>	<u>(338,891)</u>	<u>(3,115,446)</u>	<u>(1,764,310)</u>	<u>44,405</u>
Total Net Assets	\$ 2,981,246	\$ 3,813,011	\$ 15,246,763	\$ 22,041,020	\$ 224,830

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

BEAUFORT COUNTY, SOUTH CAROLINA
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 PROPRIETARY FUNDS
 For the Year Ended June 30, 2010

	Business-Type Activities - Enterprise Funds				Internal Service Fund
	Stormwater Utility	Lady's Island Airport	Hilton Head Airport	Totals	Garage
Operating Revenues					
Garage Billings	\$ -	\$ -	\$ -	\$ -	\$ 1,944,297
Fuel and Oil Sales	-	362,216	-	362,216	2,460,075
Stormwater Utility Fees	3,293,905	-	-	3,293,905	-
Stormwater Utility Project Billings	419,762	-	-	419,762	-
FBO Ground Lease	-	-	40,661	40,661	-
FBO Concessions	-	-	7,816	7,816	-
FBO Fuel Commission	-	-	90,699	90,699	-
Flight Training Commissions	-	1,355	2,115	3,470	-
Concession Sales	-	5,378	-	5,378	-
Firefighting Fees	-	-	297,755	297,755	-
Landing Fees	-	13,567	151,128	164,695	-
Parking/Taxi Fees	-	-	43,420	43,420	-
Security Fees	-	-	30,643	30,643	-
Rentals	-	108,146	641,917	750,063	-
Hanger Rentals	-	-	122,720	122,720	-
TSA Revenues	-	-	133,223	133,223	-
Other Charges	-	29	6,569	6,598	-
Total Operating Revenues	<u>3,713,687</u>	<u>490,691</u>	<u>1,566,666</u>	<u>5,773,064</u>	<u>4,404,372</u>
Operating Expenses					
Costs of Sales and Services	-	265,442	-	265,442	2,324,240
Personnel	2,209,568	108,032	955,258	3,272,858	45,961
Purchased Services	696,837	82,133	493,778	1,272,748	2,017,146
Supplies	458,088	10,517	35,970	504,575	7,880
Capital Projects	8,157	-	-	8,157	-
Depreciation	305,335	53,005	546,107	904,447	25,377
Total Operating Expenses	<u>3,677,985</u>	<u>519,129</u>	<u>2,031,113</u>	<u>6,228,227</u>	<u>4,420,604</u>
Operating Income (Loss)	35,702	(28,438)	(462,427)	(455,163)	(16,232)
Non-Operating Revenues (Expenses)					
FAA Grants	-	861,102	760,055	1,621,157	-
SCAC Grants	-	-	123,584	123,584	-
Contribution from the Town of Hilton Head Island	-	-	118,154	118,154	-
Non-Operating Grant Expenses	-	(144,999)	(442,214)	(587,213)	-
Gain/(Loss) on Sale of Capital Assets	(227)	-	705	478	4,460
Interest Income	11,392	863	36,524	48,779	-
Interest Expense	-	-	(85,420)	(85,420)	-
Total Non-Operating Revenues (Expenses)	<u>11,165</u>	<u>716,966</u>	<u>511,388</u>	<u>1,239,519</u>	<u>4,460</u>
Transfers In	-	100,000	150,000	250,000	-
Change in Net Assets	46,867	788,528	198,961	1,034,356	(11,772)
Net Assets, Beginning	<u>2,934,379</u>	<u>3,024,483</u>	<u>15,047,802</u>	<u>21,006,664</u>	<u>236,602</u>
Net Assets, Ending	<u>\$ 2,981,246</u>	<u>\$ 3,813,011</u>	<u>\$ 15,246,763</u>	<u>\$ 22,041,020</u>	<u>\$ 224,830</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2010

	Business-Type Activities - Enterprise Funds				Internal
	Stormwater Utility	Lady's Island Airport	Hilton Head Airport	Totals	Service Fund Garage
Cash Flows from Operating Activities:					
Cash Received from Customers and Users	\$ 3,589,494	\$ 387,265	\$ 1,140,125	\$ 5,116,884	\$ 4,424,816
Cash Paid to Employees	(2,090,154)	(103,603)	(909,783)	(3,103,540)	(47,575)
Cash Paid to Suppliers	<u>(1,141,848)</u>	<u>(113,243)</u>	<u>(336,426)</u>	<u>(1,591,517)</u>	<u>(4,056,909)</u>
Total Provided By (Used For) Operating Activities	357,492	170,419	(106,084)	421,827	320,332
Cash Flows from Noncapital Financing Activities:					
FAA Grants	-	137,749	420,103	557,852	-
Non-Operating Grant Expenses	<u>-</u>	<u>(144,999)</u>	<u>(442,214)</u>	<u>(587,213)</u>	<u>-</u>
Total Used For Noncapital Financing Activities	-	(7,250)	(22,111)	(29,361)	-
Cash Flows from Capital and Related					
Financing Activities:					
FAA Grants	-	723,353	339,952	1,063,305	-
SCAC Grants	-	-	123,584	123,584	-
Contribution from the Town of Hilton Head Island	-	-	118,154	118,154	-
Transfers from General Fund	-	100,000	150,000	250,000	-
(Increase)/Decrease in Advances from Hilton Head Airport	-	(240,000)	240,000	-	-
Proceeds from Sale of Capital Assets	10,403	-	705	11,108	4,460
Purchase of Capital Assets	(144,665)	(747,385)	(754,189)	(1,646,239)	-
Principal Payment on Debt	-	-	(41,115)	(41,115)	-
Interest Paid on Debt	<u>-</u>	<u>-</u>	<u>(85,420)</u>	<u>(85,420)</u>	<u>-</u>
Total Provided By (Used For) Capital and Related Activities	<u>(134,262)</u>	<u>(164,032)</u>	<u>91,671</u>	<u>(206,623)</u>	<u>4,460</u>
Cash Flows from Investing Activities:					
Interest Earned	<u>11,392</u>	<u>863</u>	<u>36,524</u>	<u>48,779</u>	<u>-</u>
Net Increase in Cash and Cash Equivalents	234,622	-	-	234,622	324,792
Cash and Cash Equivalents, July 1, 2009	<u>1,642,458</u>	<u>372</u>	<u>200</u>	<u>1,643,030</u>	<u>14,853</u>
Cash and Cash Equivalents, June 30, 2010	<u>\$ 1,877,080</u>	<u>\$ 372</u>	<u>\$ 200</u>	<u>\$ 1,877,852</u>	<u>\$ 339,445</u>

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

BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2010

	Business-Type Activities - Enterprise Funds			Totals	Internal
	Stormwater Utility	Lady's Island Airport	Hilton Head Airport		Service Fund Garage
Reconciliation of Operating Income to Net Cash Flows from Operating Activities:					
Operating Income (Loss)	\$ 35,702	\$ (28,438)	\$ (462,427)	\$ (455,163)	\$ (16,232)
Adjustments to Reconcile:					
Depreciation	305,335	53,005	546,107	904,447	25,377
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	(124,193)	(103,426)	(428,561)	(656,180)	20,444
(Increase) Decrease in Inventories	(21,869)	38	-	(21,831)	48,727
(Increase) Decrease in Other Current Assets	(653)	(1,325)	(88)	(2,066)	-
Increase (Decrease) in Accounts Payable	43,756	248,136	193,410	483,302	245,630
Increase (Decrease) in Accrued Payroll	369	28	1,405	1,802	(1,610)
Increase (Decrease) in Accrued Compensated Absences	5,107	464	763	6,334	(4)
Increase (Decrease) in Net Other Postemployment Benefits Obligation	113,938	3,937	43,307	161,182	-
	16,455	145,852	(189,764)	(27,457)	311,187
Net Cash Flow from Operating Activities	\$ 357,492	\$ 170,419	\$ (106,084)	\$ 421,827	\$ 320,332

Unaudited
BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF NET ASSETS
Hilton Head Island Airport
September 30, 2010 & September 30, 2009

	<u>September 30, 2010</u>	<u>September 30, 2009</u>
<u>ASSETS</u>		
Current Assets		
Cash and Investments with Trustee	\$ 200	\$ 200
Receivables, Net	412,376	201,993
Internal Balances	-	240,000
Total Current Assets	<u>412,576</u>	<u>442,193</u>
Capital Assets	24,672,753	23,624,582
Accumulated Depreciation	<u>(6,140,020)</u>	<u>(5,470,455)</u>
	18,532,733	18,154,127
Total Assets	18,945,309	18,596,320
<u>LIABILITIES</u>		
Liabilities		
Account Payable	166,991	77,683
Accrued Payroll	19,772	19,677
Due to General Fund	1,727,227	1,596,602
Current Portion of Advance from General Fund	<u>43,750</u>	<u>41,629</u>
Total Current Liabilities	1,957,740	1,735,591
Long Term Liabilities		
Accrued Compensated Absences	38,596	37,833
Net Other Postemployment Benefits Obligation	126,617	72,483
Advance from General Fund	1,638,787	1,682,023
Total Long Term Liabilities	<u>1,804,000</u>	<u>1,792,339</u>
Total Liabilities	3,761,740	3,527,930
<u>NET ASSETS</u>		
Invested in Capital Assets, Net of Related Debt	18,532,733	18,154,127
Unrestricted (Deficit)	<u>(3,349,165)</u>	<u>(3,085,737)</u>
Total Net Assets	<u>\$ 15,183,568</u>	<u>\$ 15,068,390</u>

Unaudited
BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
Hilton Head Island Airport
For the Period Ended September 30, 2010

	Revised Budget FY 2011	September 30, 2010	Budget to Actual	Percent of Budget
Operating Revenues				
Ground Leases	\$ 44,892	\$ 11,223	\$ (33,669)	25%
FBO Concessions	18,500	26,327	7,827	142%
FBO Fuel Commission	100,800	2,409	(98,391)	2%
Firefighting Fees	348,650	90,119	(258,531)	26%
Landing Fees	181,370	52,491	(128,879)	33%
Parking/Tax Fees	55,000	300	(54,700)	1%
Security Fees	39,064	9,164	(29,900)	23%
Rentals	828,718	208,225	(620,493)	25%
TSA Revenues	152,688	39,097	(113,591)	26%
Other Charges	6,000	740	(5,260)	12%
Total Operating Revenues	1,751,682	438,095	(1,313,587)	25%
Operating Expenses				
Personnel	837,175	239,451	(597,724)	29%
Purchased Services	458,775	87,176	(371,599)	19%
Supplies	47,582	9,414	(38,168)	20%
Depreciation	575,000	136,527	(438,473)	24%
Total Operating Expenses	1,918,532	472,568	(1,445,964)	25%
Operating Income (Loss)	(166,850)	(34,473)	132,377	21%
Non-Operating Revenues (Expenses)				
FAA Grants	1,181,131	-	(1,181,131)	0%
SCAC Grants	31,082	-	(31,082)	0%
Non-Operating Grant Expenses	(1,243,296)	(7,736)	1,235,560	1%
Interest Earned	35,000	48	(34,954)	0%
Interest Expense	(83,325)	(21,032)	62,293	25%
Total Non-Operating Revenues	(79,408)	(28,722)	50,686	38%
Change in Net Assets	(246,258)	(63,195)	183,063	26%
Net Assets, Beginning	15,047,802	15,246,783		
Net Assets, Ending	\$ 14,801,544	\$ 15,183,588	\$ 183,063	103%

Unaudited
BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
Hilton Head Island Airport
For the Period Ended September 30, 2009

	Revised Budget FY 2010	September 30, 2009	Budget to Actual	Percent of Budget
Operating Revenues				
Ground Leases	\$ 36,054	\$ 9,117	\$ (26,937)	25%
FBO Concessions	16,351	2,782	(13,569)	17%
FBO Fuel Commission	108,561	23,148	(85,413)	100%
Firefighting Fees	360,474	90,119	(270,355)	25%
Landing Fees	106,704	46,237	(60,467)	43%
Parking/Taxi Fees	18,366	11,047	(7,319)	60%
Rentals	861,544	221,009	(640,535)	26%
TSA Revenues	90,737	35,281	(55,456)	39%
Other Charges	21,863	762	(21,101)	3%
Total Operating Revenues	1,620,654	439,502	(1,181,152)	27%
Operating Expenses				
Personnel	932,102	227,284	(704,818)	24%
Purchased Services	480,377	105,821	(374,556)	22%
Supplies	68,189	8,435	(59,754)	12%
Bad Debt Expense	1,571	-	(1,571)	100%
Depreciation	(276,264)	-	276,264	0%
Total Operating Expenses	1,205,975	341,340	(864,635)	28%
Operating Income (Loss)	414,679	98,162	(316,517)	24%
Non-Operating Revenues (Expenses)				
FAA Grants	8,792,392	-	(8,792,392)	0%
SCAC Grants	119,089	-	(119,089)	0%
Non-Operating Grant Expenses	(5,728,848)	(114,432)	5,614,414	2%
General Fund Contributions	150,000	37,600	(112,500)	25%
Gain/Loss on Sale of Property and Equipment	28,745	-	(28,745)	0%
Interest Earned	23,574	20,904	(2,670)	89%
Interest Expense	(126,535)	(21,546)	104,989	-100%
Total Non-Operating Revenues	3,256,419	(77,574)	(3,333,993)	-2%
Change in Net Assets	3,671,088	20,588	(3,650,510)	-99%
Net Assets, Beginning	15,047,802	15,047,802		
Net Assets, Ending	\$ 18,718,900	\$ 15,068,390	\$ (3,650,510)	80%

Unaudited
BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF NET ASSETS
Lady's Island Airport
September 30, 2010 & September 30, 2009

ATTACHMENT "F"

	<u>September 30, 2010</u>	<u>September 30, 2009</u>
<u>ASSETS</u>		
Current Assets		
Cash and Investments with Trustee	\$ 372	\$ 372
Receivables, Net	141,255	9,362
Internal Balances	-	(240,000)
Inventories	60,669	60,707
Total Current Assets	202,296	(169,559)
Capital Assets	4,830,333	4,082,948
Accumulated Depreciation	(691,681)	(625,425)
	4,138,652	3,457,523
Total Assets	4,340,948	3,287,964
<u>LIABILITIES</u>		
Liabilities		
Account Payable	81,079	34,203
Accrued Payroll	3,171	1,966
Due to General Fund	438,981	215,836
Total Current Liabilities	523,231	252,004
Long Term Liabilities		
Accrued Compensated Absences	2,554	2,090
Net Other Postemployment Benefits Obligation	9,940	5,019
Total Long Term Liabilities	12,494	7,109
Total Liabilities	535,725	259,113
<u>NET ASSETS</u>		
Invested in Capital Assets, Net of Related Debt	4,138,652	3,457,523
Unrestricted (Deficit)	(333,429)	(428,672)
Total Net Assets	\$ 3,805,223	\$ 3,028,851

Unaudited
BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
Lady's Island Airport
For the Period Ended September 30, 2010

	Revised Budget FY 2011	September 30, 2010	Budget to Actual	Percent of Budget
Operating Revenues				
Fuel and Oil Sales	\$ 520,000	\$ 97,005	\$ (422,995)	19%
Concession Sales	9,000	1,110	(7,891)	12%
Landing Fees	15,000	3,315	(11,685)	22%
Rentals	110,417	27,511	(82,906)	25%
Other Charges	7,800	-	(7,800)	0%
Total Operating Revenues	662,217	128,941	(533,276)	19%
Operating Expenses				
Costs of Sales and Services	335,950	69,123	(266,827)	21%
Personnel	179,919	30,437	(149,482)	17%
Purchased Services	111,890	20,929	(90,961)	19%
Supplies	18,000	1,701	(16,299)	9%
Non-Grant Capital Expenditures	18,000	-	(18,000)	0%
Depreciation	60,826	13,251	(47,575)	22%
Total Operating Expenses	724,585	135,441	(589,144)	19%
Operating Income (Loss)	(62,368)	(6,500)	55,868	10%
Non-Operating Revenues (Expenses)				
Non-Operating Grant Expenditures	-	(1,883)	(1,883)	100%
Gain (Loss) on Sale of Capital Assets	198	198	-	100%
Interest Earned	200	397	197	199%
Total Non-Operating Revenues	398	(1,288)	(1,888)	-324%
Change in Net Assets	(61,970)	(7,768)	54,182	13%
Net Assets, Beginning	3,813,011	3,813,011		
Net Assets, Ending	\$ 3,751,041	\$ 3,805,223	\$ 54,182	101%

Unaudited and Not Finalized
BEAUFORT COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
Lady's Island Airport
For the Period Ended September 30, 2009

	Revised Budget FY 2010	September 30, 2009	Budget to Actual	Percent of Budget
Operating Revenues				
Fuel and Oil Sales	\$ 477,666	\$ 98,049	\$ (381,617)	20%
Concession Sales	7,188	2,159	(5,029)	30%
Landing Fees	18,561	3,648	(14,916)	20%
Rentals	103,775	26,110	(77,665)	25%
Other Charges	100	29	(72)	29%
Total Operating Revenues	<u>607,290</u>	<u>127,992</u>	<u>(479,298)</u>	<u>21%</u>
Operating Expenses				
Costs of Sales and Services	363,776	62,858	(300,918)	17%
Personnel	114,411	27,103	(87,308)	24%
Purchased Services	108,949	15,915	(93,034)	15%
Supplies	26,630	4,168	(22,462)	16%
Non-Grant Capital Expenditures	10,905	-	(10,906)	0%
Depreciation	(11,351)	-	11,351	0%
Total Operating Expenses	<u>613,321</u>	<u>110,044</u>	<u>(503,277)</u>	<u>18%</u>
Operating Income (Loss)	(6,031)	17,948	23,979	-298%
Non-Operating Revenues (Expenses)				
FAA Grants	1,183,471	-	(1,183,471)	0%
SCAC Grants	31,144	-	(31,144)	0%
Non-Operating Grant Expenditures	(1,281,195)	(38,727)	1,242,468	3%
General Fund Contributions	100,000	25,000	(75,000)	100%
Gain on Sale of Capital Assets	562	-	(562)	0%
Interest Earned	-	147	147	100%
Total Non-Operating Revenues	<u>33,982</u>	<u>(13,680)</u>	<u>(47,662)</u>	<u>100%</u>
Change in Net Assets	27,951	4,368	(23,583)	-16%
Net Assets, Beginning	<u>3,024,483</u>	<u>3,024,483</u>		
Net Assets, Ending	<u>\$ 3,052,434</u>	<u>\$ 3,028,851</u>	<u>\$ (23,583)</u>	<u>99%</u>