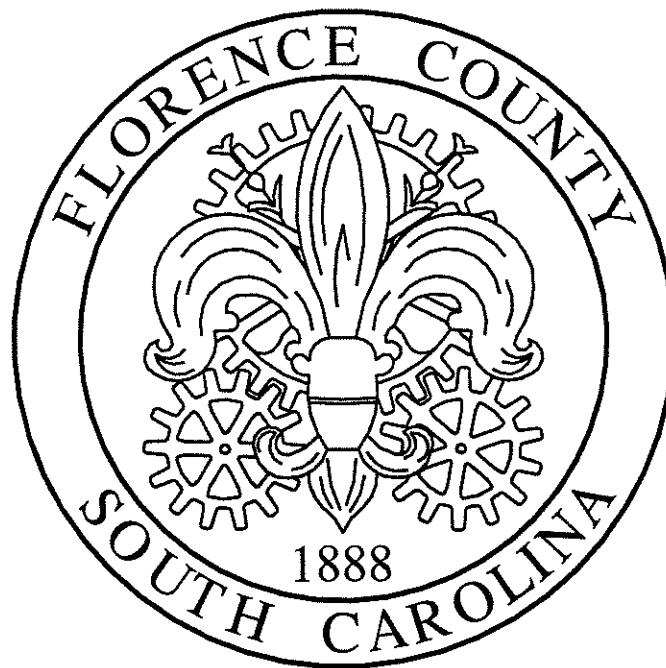


FLORENCE COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2005



Prepared By:

Finance Department

Kevin V. Yokim, CPA, CGFO, Finance Director



FLORENCE COUNTY, SOUTH CAROLINA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Year Ended June 30, 2005

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December 16, 2005

To the Chairman, Members of County Council, and Citizens of Florence County

The Comprehensive Annual Financial Report of Florence County, South Carolina, for the year ended June 30, 2005, is submitted herewith. State statutes require Florence County to annually issue a report on its financial position and activities, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of this presented data and the completeness and fairness of this presentation, including all disclosures, rests with the County's management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly both the financial position, results of operations and cash flows of the various funds and component units of Florence County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

This annual report is in a format that complies with the financial reporting model developed by the Government Accounting Standards Board (GASB) Statement 34. This model improves financial reporting by including government-wide statements that are based on full accrual accounting and include capital assets and long-term debt. The requirements of GASB Statement 34 are explained in some detail within the Management's Discussion and Analysis, which immediately precedes the basic financial statements in the financial section of this report.

The Comprehensive Annual Financial Report is presented in four sections:

- 1.) The INTRODUCTORY SECTION consists of the title page, the table of contents, this letter of transmittal, the County's organizational chart, and a list of the County's principal officials.

- 2.) The FINANCIAL SECTION consists of management's discussion and analysis of the financial statements, the government-wide financial statements, the funds financial statements, the notes to the financial statements, and the combining statements and schedules as well as the independent auditor's report on the financial statements and schedules. This section also includes certain required supplementary information as well.
- 3.) The STATISTICAL SECTION consists of selected financial and demographic information, generally presented on a multi-year basis.
- 4.) The SINGLE AUDIT SECTION consists of audit reports required by the U.S. Office of Management and Budget Circular A-133.

Florence County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget's Circular A-133, "Audits of State and Local Governments". Information related to this single audit, including a schedule of expenditures of federal and state awards and the independent auditor's report on internal controls and compliance with applicable laws and regulations, is included in the single audit section of this report.

THE REPORTING ENTITY

Florence County, South Carolina is located in the northeast section of the state, and is bounded on the north and east by the Pee Dee River, on the south by Williamsburg County, and the west by Darlington County. The County was established in 1888 as a railroad community and since that time has grown into the commercial, retail, and medical center for this region of the state. Being at the intersection of U.S. I-95 and I-20 has facilitated this growth, as well as being the mid-way point on I-95 between New York City and Miami, Florida.

Florence County operates under the Council-Administrator form of government. The County's Council is comprised of nine single member districts. The Council annually elects one member to serve as Chairman, one member to serve as Vice-Chairman, and one member to serve as Secretary-Chaplain. County Council is responsible, among other things, for passing ordinances, adopting the budget, and appointing the Administrator.

The Comprehensive Annual Financial Report includes all funds of Florence County that are controlled by this governing body, and are considered to be the "reporting entity". The County provides a full range of services including public safety, public works, health and social service, culture and recreation, economic development, family court, magistrates, probate court, general sessions court, solicitor, public defender, and general administration. Other entities and political subdivisions including the County's five school districts and nine cities and towns have been excluded from the County's funds and accordingly, each entity has sufficient discretion in the management of its own affairs. However, the County Treasurer is responsible for the collection of property taxes, intergovernmental revenues, and other revenues for the political subdivisions. The year-

end balances and results of that fiduciary responsibility are included as agency funds in the basic financial statements.

A discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government (i.e. Florence County, South Carolina as legally defined) and to differentiate its financial position and results of operations from those of the primary government. The Florence City-County Building Commission is reported as a discretely presented component unit.

ECONOMIC CONDITION AND OUTLOOK

Florence County is continuing to experience a strong increase in economic growth. This growth comes from three areas: manufacturing companies, the medical community, and tourism.

Manufacturing

The County is becoming an international center for manufacturing. Nan Ya Plastics Corporation of America, a polyester fiber producing company based in Taiwan, has become the County's largest taxpayer as it continues to grow towards its goal of investing \$1 billion in the Florence County/Williamsburg County Joint Industrial Park. Roche Carolina, Inc., a subsidiary of the Swiss-based pharmaceutical company, Hoffman-LaRoche, Inc., continues to expand its processing operation, adding to its previous \$550 million investment since 1993. ESAB Welding Products, a welding machine manufacturer headquartered in the United Kingdom, continues its steady growth in the County and currently employs over 400 people. Last fiscal year Honda Motors Corporation of America expanded its current facility to include an engine plant for its all-terrain vehicles. Honda now employs approximately 1,900 people in its assembly and engine plants. This is the first time that engines for any Honda vehicle have been produced in the United States. Honda has also constructed a personal watercraft (jet ski) plant that began production in December 2002. Also, two suppliers to the Honda plant have recently located in Florence County, those being South East Express and North American Container Company. In addition, Crenlo, Inc., a manufacturer of cabs for heavy equipment, began operation of its plant in the Pee Dee Commerce Center recently as well. In the past year, IFH is in the process of constructing a new plant that will result in an investment of more than \$20,000,000 and 70 new jobs. Finally, Johnson Development Associates is constructing a 300,000 square foot spec. building in the Pee Dee Touchstone Energy Commerce Center that will house a new industry in the near future.

As shown above, the County's manufacturing base is very diversified. Other well known companies also have plants in the County. These companies include Dupont, General Electric, Asea Brown Boveri, Stone Container, and Delta Mills. Also, Wellman Industries, the nation's largest plastics recycler, is headquartered in the County and continues to expand its two plants located in Florence County.

Medical Community

Florence County continues to serve as the medical center for the eastern half of South Carolina. McLeod Regional Medical Center is the largest employer in the County, with over 3,500 employees. McLeod has, in the past few years, constructed a women's hospital pavilion as well as a four-story medical office building. McLeod also has completed construction on an additional five-story medical office building. During the past year, McLeod continued the expansion of the women's hospital pavilion from its current five floors to a total of twelve floors at a cost in excess of \$100 million.

Carolinas Hospital System is also located in Florence County. Carolinas was recently purchased by the national hospital company Quorum Health Group. In November 1998 Carolinas dedicated a new nine-story state of the art hospital complex.

Also headquartered in Florence County is CHAMPUS, a division of Blue Cross & Blue Shield of South Carolina. CHAMPUS processes health insurance claims from military personnel and their dependents from all across the nation and around the world. They currently employ over 1,000 people in Florence County.

Tourism

With such attractions as the Darlington Raceway, the Florence City-County Civic Center, and Freedom Florence, a five field softball complex, Florence County continues to see an increase in tourism every year. This has resulted in the construction of several new hotels and motels including a new multi-story Hilton Garden Inn as well as a new Holiday Inn Express.

Florence County's moderate climate attracts tourists year round to come to the County to shop, eat, and play golf at one of over 10 golf courses located within 30 miles of the City of Florence. In addition the Florence City-County Civic Center hosts several conventions and trade shows each year, as well as many business meetings and luncheons. The Freedom Florence recreation complex hosts softball tournaments every weekend during its 30-week season. These tournaments include a minimum of 15 teams and bring in players from all over the Southeast to the Florence area. For the first time, the Darlington Raceway held a NASCAR Craftsman truck series race in 2001. The Darlington Raceway, which is next door to Florence County, also hosted the two largest weekend sporting events in the state with Busch series and NASCAR series races both on the last weekend in March and on Labor Day weekend. The Darlington race on Labor Day weekend was the last in the four race Winston Million series. Beginning in 2005 NASCAR has

announced that Darlington would host a race in May rather than the traditional Labor Day weekend race. These races bring international exposure to Florence through ESPN and major network telecasts. The raceway has also added lights to the track to provide the opportunity for night-time racing as well.

MAJOR INITIATIVES

Florence County has embarked on several initiatives that center primarily on increasing service to the residents of Florence County.

EMS Improvements

During 2000, Florence County made major improvements to its EMS System. Four new state of the art ambulances were purchased, as well as four new quick response vehicles. In February 1999 the County broke ground on a new 7,500 square foot EMS headquarters. The building was completed in December 1999. In 2004, the County completed the construction of two new EMS substations in rural areas of the County, and has acquired land for a third rural substation.

Recreation Improvements

During 1999, a recreation master plan for the entire county was prepared by an outside consulting company. For the sixth fiscal year in a row, Florence County Council committed \$500,000 of funding for projects included in this master plan. The County had executed a long-term lease for a state park that is now known as Lynches River County Park. On October 31, 2002, the State of South Carolina deeded the Lynches River County Park to Florence County. Therefore, the County now owns a 675 acre park near the geographic center of the county and the County is moving forward with improvements to the park. A major renovation of the community building at the park had already been completed. A canoe launch, a climbing wall, and a 1,200 foot boardwalk have been constructed. In addition, two cabins and a bathhouse have been purchased and installed and are available to be rented. In North Florence a local park has been enhanced by the addition of a community building and a walking trail. In West Florence, additional land was acquired adjacent to an existing ball field and several tennis courts, a picnic shelter and a playground were constructed. In the Lake City area, land was acquired for a local park and a walking trail was constructed. This land also includes a pond; therefore a fishing deck and a walking bridge over the pond have been constructed. In addition, land has been acquired to relocate two of the County's baseball facilities over the next few years. In 2004 the County acquired three parcels of land for recreation. Two parcels are for the expansion of two existing baseball leagues and the third is for a neighborhood park. In 2005 one of these parks was completed and an existing league was relocated to this new facility.

Consolidation

On May 23, 2002, the County signed a consolidation agreement with the City of Florence whereby the City purchased the Florence County Utility System and the County assumed the operation of the City's athletic programs effective July 1, 2002. On October 3, 2002, the sale was closed and the City became the legal owner of the Florence County water and sewer system and also assumed the \$9,775,000 outstanding balance of the 1998 Florence County Utility System revenue bond.

Economic Development

During 1999, Florence County entered into an agreement with a local private business group to form the Florence County Economic Development Partnership. This is a joint partnership that was formed to increase economic development throughout the county and is funded equally by public and private funds. During 1999, a strategic plan was completed by an outside consulting company and the County is currently proceeding with most of the areas of the strategic plan. The County issued \$1,500,000 of general obligation bonds to fund the first of three phases of this strategic plan. A portion of these bonds proceeds have been used to purchase approximately 150 acres for an industrial park in Johnsonville and develop this park by installing roads and water and sewer service.

FINANCIAL INFORMATION

Management of Florence County is responsible for establishing and maintaining an internal control structure to ensure that assets of the County are protected from loss, theft, or misuse, and to ensure that data compiled will allow for the preparation of financial statements that are in conformity with generally accepted accounting principles.

Single Audit. As a recipient of federal and state financial assistance, we are also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with laws and regulations related to those programs. This internal structure is subject to periodic evaluation by management of the County and our external auditors. The results of the County's single audit for the year ended June 30, 2005 provided no instances of material weakness in the internal control structure or significant violations of applicable laws and regulations related to major or non-major federal financial assistance programs.

Budgetary Controls. A formal budget is adopted for the general fund and various special revenue funds of the County at the account level. In the General Fund, a budget is prepared for each department of the County. Encumbrance accounting is used to record estimated amounts for purchase orders, contracts and other commitments prior to release to vendors. Commitments that would result in over expended funds are not made until available funds are transferred via a budget adjustment approved by the County Administrator and the Finance Director. Encumbrances outstanding at year-end are

reported as reservations of fund balance since they do not constitute expenditures or liabilities.

Proprietary Operations. Florence County has three proprietary funds. The Florence County Utility System Fund accounts for the operation and maintenance of the water and sewer system. The Florence County Landfill Fund accounts for the operation of the County's 15 manned convenience centers and the transportation of the waste from these centers to a private landfill outside the county and the tipping fee at this private landfill. The Florence County E911 System Fund accounts for the mapping and establishing of the E911 system throughout the County.

Debt Administration. In accordance with South Carolina State Law, Florence County must maintain its general obligation bonded debt within a limit of eight percent of its total assessed value of its real and personal property. For the year ended June 30, 2005, this requirement has been met.

Cash Management. The management of cash and cash investments is the responsibility of the County Treasurer. During the fiscal year ended June 30, 2005, Florence County was under a contract with a financial institution, not only for cash management purposes, but also for investment management purposes. This contract is for a three-year period that ends June 30, 2005. As of June 30, 2005, Florence County's investments were held primarily in U.S. Treasury securities, U.S. Agency securities and certificates of deposit. Subsequent to year-end, the County entered into a new three-year contract with a different financial institution.

Capital Assets. The capital assets of the County are those used in the performance of general government functions. These assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair market value on the acquisition date. The County, in accordance with the Government Accounting Standards Board Statement No. 34, began recognizing depreciation on all its capital assets during the prior fiscal year. In addition, in further compliance with this statement, the County capitalized all infrastructure assets, including roads and bridges, during the fiscal year as well.

Risk Management. The County maintains coverage for worker's compensation with a third party insurance company. This fund covers all medical claims for work-related injuries, as well as providing disability payments for loss of time from work.

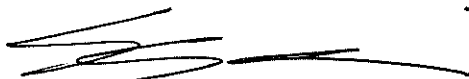
Independent Audit. The South Carolina Code of Laws requires an annual audit of financial records and transactions of the County by an independent certified public accountant selected by County Council. The fiscal year ended June 30, 2005 was audited by the accounting firm of Baird and Company, CPA's, LLC, and their report on the basic financial statements is included in the Financial Section of this Comprehensive Annual Financial Report.

Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Florence County, South Carolina for its comprehensive annual financial report for the fiscal year ended June 30, 2004. This was the seventh year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments. The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the dedicated service of the Finance Department and the technical expertise and efforts of our independent auditors, Baird and Company, CPA's, LLC. We would like to also commend County Council for realizing the need for, and the benefits derived from timely financial reporting.

Sincerely,

A handwritten signature in black ink, appearing to read 'Kevin V. Yokim', with a horizontal line drawn underneath it.

Kevin V. Yokim, CPA, CGFO
Finance Director

FLORENCE COUNTY, SOUTH CAROLINA

PRINCIPAL OFFICIALS

FOR THE YEAR ENDED JUNE 30, 2005

MEMBERS OF COUNTY COUNCIL

K.G. Rusty Smith, Jr.	Chairman
Waymon Mumford	Vice-Chairman
Mitchell Kirby	Secretary - Chaplain
Terry Alexander	Member
Johnnie Rodgers	Member
Ken Ard	Member
H. Morris Anderson	Member
Russell Culberson	Member
Jennie F. O'Bryan	Member

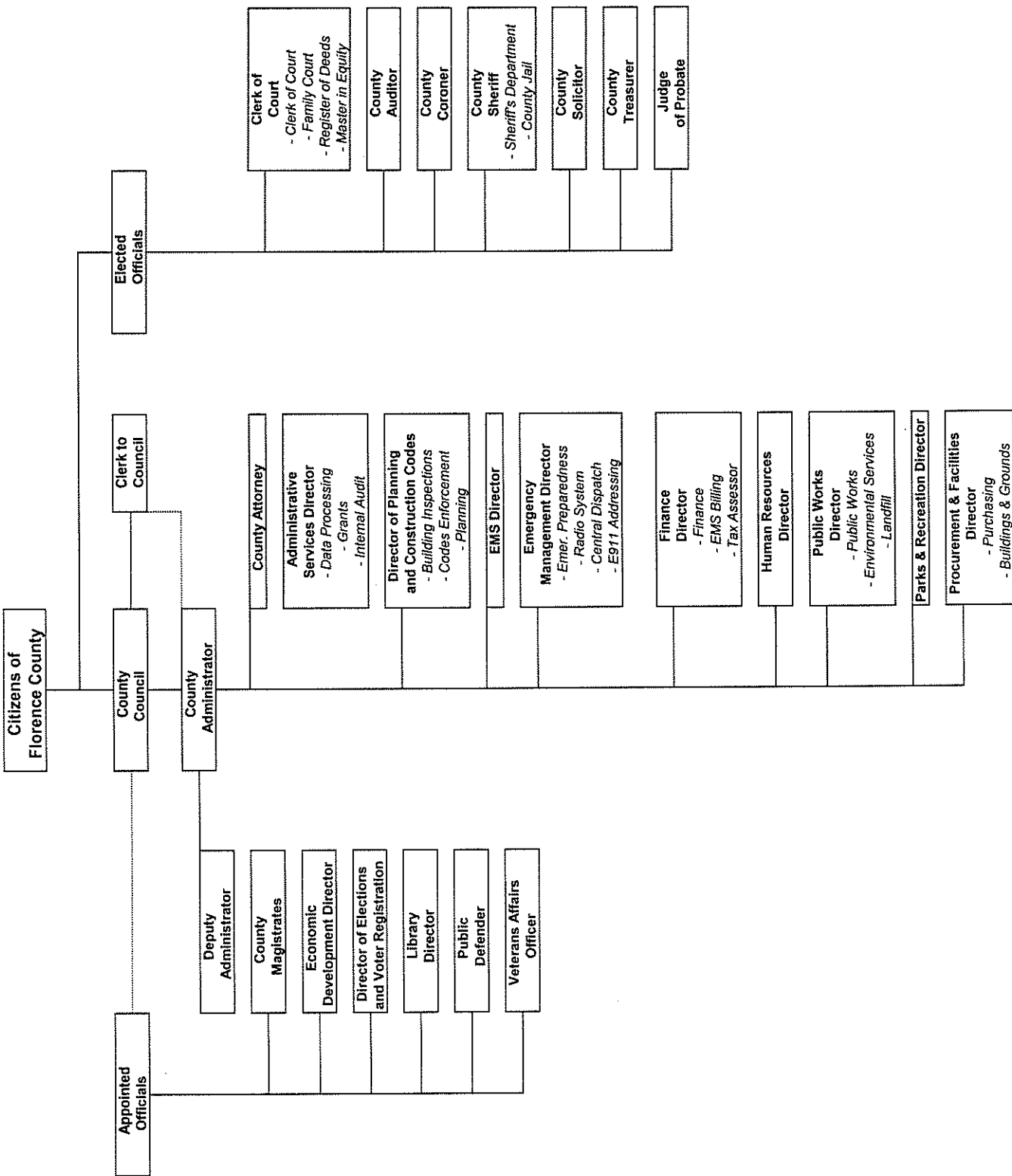
ELECTED OFFICIALS

Connie Bell	Clerk of Court
Wayne Joye	County Auditor
M. G. "Bubba" Matthews	County Coroner
Kenney Boone	County Sheriff
Ed Clements	County Solicitor
Dean Fowler	County Treasurer
Kenneth Eaton	Judge of Probate

ADMINISTRATIVE OFFICIALS

Charlie Blake	Interim County Administrator
Kevin V. Yokim	Finance Director

Florence County, South Carolina
Organization Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Florence County,
South Carolina

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director



Baird & Company CPAs, LLC

CERTIFIED PUBLIC ACCOUNTANTS & FINANCIAL ADVISORS
Augusta, Georgia Office

Thomson, Georgia Office

John P. Gillion, Jr., CPA, PFS, CFS, CVA, CFP®
J.T. Cosnahan, CPA, CFE, FCPA, DABFA, CICA, CGFM
Robert D. Huntley, Jr., CPA
Rep E. Whiddon, CPA, CVA
Brenda F. Carroll, CPA, CFE, CIA, CICA, FCPA

Benjamin B. Barmore, CPA, MCP, CITP
W. Lee Hammond, CPA

INDEPENDENT AUDITORS' REPORT

To the County Council
Florence County, South Carolina
Florence, South Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and aggregate remaining fund information of Florence County, South Carolina, as of and for the year ended June 30, 2005, which collectively comprise Florence County's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of Florence County, South Carolina's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Florence City-County Complex Building Commission which statements reflect total assets of \$2,444,799 as of June 30, 2005, and total revenues of \$1,217,417 for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as, it relates to the amounts included for the Florence City-County Complex Building Commission in the component unit column, is based solely on the report of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Florence County, South Carolina, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Major Special Revenue Fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 16, 2005, on our consideration of Florence County, South Carolina's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Florence County, South Carolina's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical tables are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements of Florence County, South Carolina. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Baird & Company, CPAs, LLC

BAIRD & COMPANY, CPAS, LLC
Certified Public Accountants

December 16, 2005
Augusta, Georgia

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Florence County, South Carolina, we offer readers of the Florence County financial statements this narrative overview and analysis of the financial activities of Florence County for the fiscal year ended June 30, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 – 8 of this report.

Financial Highlights

- The assets of Florence County exceeded its liabilities at the close of the most recent fiscal year by \$85,198,092 (*net assets*). Of this amount, \$29,363,235 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets decreased by \$2,476,212. Nearly all of this decrease is attributable to the payments made to reduce long-term debt.
- As of the close of the current fiscal year, Florence County's governmental funds reported combined ending fund balances of \$24,560,702, a decrease of \$6,964,944 in comparison with the prior year. Approximately three quarters of this total amount, \$17,295,886, is *available for spending* at the government's discretion (*unreserved, undesignated fund balance*).
- At the end of the current fiscal year, the unreserved, undesignated fund balance for the general fund was \$8,740,727, or 27 percent of total general fund expenditures and net transfers out.
- Florence County's debt decreased by \$5,021,704 (11 percent) during the current fiscal year. The key factor in this decrease was the large principal payments on the general obligation bonds that funded the construction of the new main library as well as on the certificates of participation issued for the jail and the civic center.

Overview of the Financial Statements

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

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

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

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

Both of the government-wide financial statements distinguish functions of Florence County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Florence County include general government, public safety, economic development, public works, health, welfare, culture and recreation, and education. The business-type activities of Florence County include a utility system, a county landfill and an E911 system.

The government-wide financial statements include not only Florence County itself (known as the *primary government*), but also a legally separate building commission for which Florence County is financially accountable. Financial information for this *component unit* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 25 – 26 of this report.

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

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

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

Florence County maintains thirty-five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the jail debt service and O&M special revenue fund, and the grant special revenue fund, all three of which are considered to be major funds. Data from the other thirty-two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

Florence County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget. Florence County also adopts an annual appropriated budget for another of its major funds, the Jail Debt Service/O&M Special Revenue Fund. A budgetary compliance statement has been provided for this fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 27 – 32 of this report.

Proprietary funds. Florence County maintains one type of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Florence County uses enterprise funds to account for its utility system, its landfill, and its E911 system.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the utility system, the landfill, and for the E911 system, all of which are considered to be major funds of Florence County.

The basic proprietary fund financial statements can be found on pages 33 – 36 of this report.

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

The basic fiduciary fund financial statement can be found on page 37 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 38 – 75 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements.

Combining and individual fund statements and schedules can be found on pages 76 – 97 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Florence County, assets exceeded liabilities by \$85,198,092 at the close of the most recent fiscal year.

The largest portion of Florence County's net assets (64 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. Florence County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Florence County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Florence County's Net Assets

	Governmental Activities		Business-type Activities		Total	
	2005	2004	2005	2004	2005	2004
Current and other assets	\$ 36,359,722	\$ 43,903,785	\$14,924,030	\$15,206,833	\$ 51,283,752	\$ 59,110,618
Capital assets	81,820,424	80,890,553	2,677,720	2,764,970	84,498,144	83,655,523
Total assets	118,180,146	124,794,338	17,601,750	17,971,803	135,781,896	142,766,141
Long-term liabilities outstanding	41,682,111	46,703,815	890	890	41,683,001	46,704,705
Other liabilities	7,624,667	6,961,260	1,276,136	1,425,872	8,900,803	8,378,132
Total liabilities	49,306,778	53,665,075	1,277,026	1,426,762	50,583,804	55,091,837
Net assets:						
Invested in capital assets, net of related debt	51,876,930	48,268,793	2,677,720	2,764,970	54,554,650	51,033,763
Restricted	1,280,207	920,854	-	-	1,280,207	920,854
Unrestricted	15,716,231	21,939,616	13,647,004	13,780,071	29,363,235	35,719,687
Total net assets	\$ 68,873,368	\$ 71,129,263	\$16,324,724	\$16,545,041	\$ 85,198,092	\$ 87,674,304

An additional portion of Florence County's net assets (1.50 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$29,363,235) may be used to meet the government's ongoing obligations to citizens and creditors.

The government's net assets decreased by \$2,476,212 during the current fiscal year. Nearly all of this decrease represents the excess of expenses over revenues.

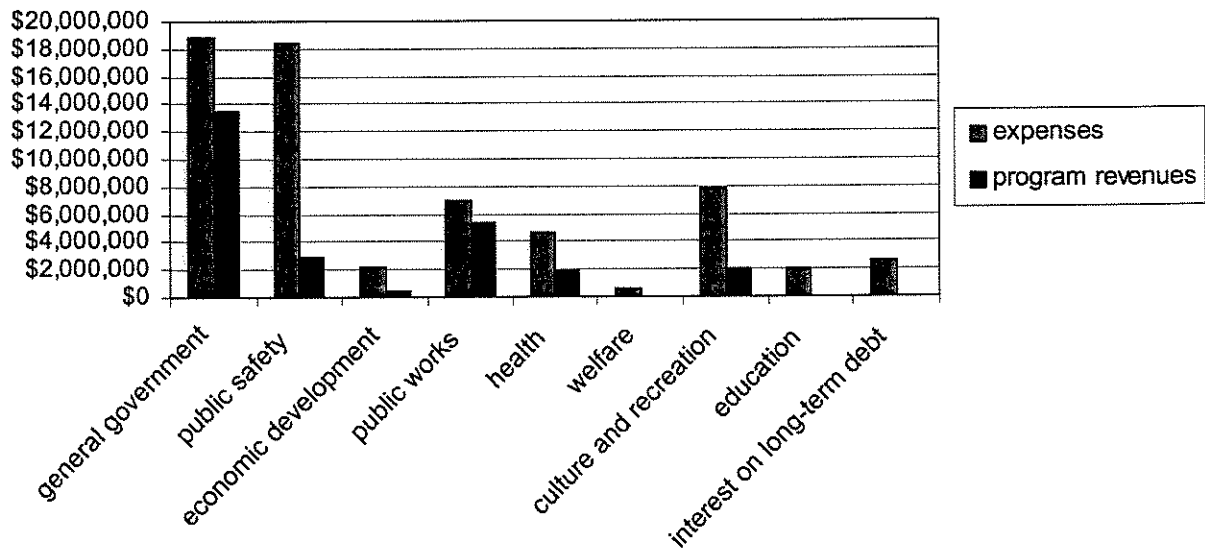
Governmental activities. Governmental activities decreased Florence County's net assets by \$2,255,895, thereby accounting for 91 percent of the total reduction in the net assets of Florence County.

Business-type activities. Business-type activities decreased Florence County's net assets by \$220,317.

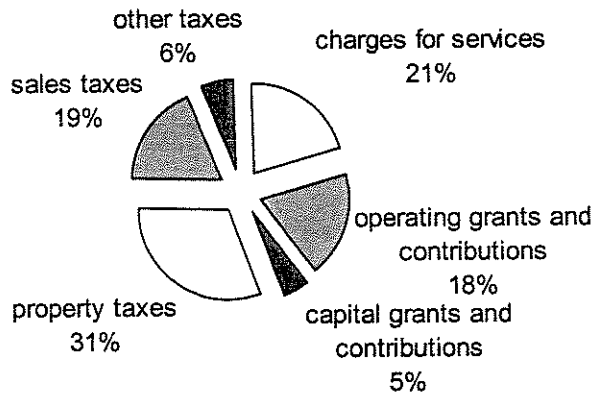
Florence County's Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2005	2004	2005	2004	2005	2004
Revenues:						
Program revenues:						
Charges for services	\$12,329,164	\$12,112,691	\$ 1,893,664	\$ 1,801,715	\$14,222,828	\$13,914,406
Operating grants and contributions	10,861,203	10,113,186	-	-	10,861,203	10,113,186
Capital grants and contributions	2,811,643	4,683,578	-	-	2,811,643	4,683,578
General revenues:						
Property taxes	17,987,432	18,324,940	-	-	17,987,432	18,324,940
Other taxes	14,753,622	14,287,038	-	-	14,753,622	14,287,038
Other	4,235,929	4,602,183	339,291	215,091	4,575,220	4,817,276
Total revenues	62,978,993	64,123,618	2,232,955	2,016,806	65,211,948	66,140,424
Expenses:						
General government	18,983,257	17,060,251	-	-	18,983,257	17,060,251
Public safety	18,469,178	17,210,001	-	-	18,469,178	17,210,001
Economic and physical development	2,121,195	3,286,389	-	-	2,121,195	3,286,389
Public works	6,901,483	5,702,387	-	-	6,901,483	5,702,387
Health	4,654,915	4,511,934	-	-	4,654,915	4,511,934
Welfare	518,207	805,823	-	-	518,207	805,823
Culture and recreation	7,813,173	6,213,634	-	-	7,813,173	6,213,634
Education	2,019,145	657,436	-	-	2,019,145	657,436
Interest on long-term debt	2,599,706	2,607,774	-	-	2,599,706	2,607,774
Utility System	-	-	36,188	3,455	36,188	3,455
Landfill	-	-	3,197,252	3,266,528	3,197,252	3,266,528
E911 System	-	-	374,461	332,345	374,461	332,345
Total expenses	64,080,259	58,055,629	3,607,901	3,602,328	67,688,160	61,657,957
Increase (decrease) in net assets						
before transfers	(1,101,266)	6,067,989	(1,374,946)	(1,585,522)	(2,476,212)	4,482,467
Transfers	(1,154,629)	(11,000)	1,154,629	11,000	-	-
Increase (decreases) in net assets	(2,255,895)	6,056,989	(220,317)	(1,574,522)	(2,476,212)	4,482,467
Net assets, July 1, 2004	71,129,263	65,072,274	16,545,041	18,119,563	87,674,304	83,191,837
Net assets, June 30, 2005	\$68,873,368	\$71,129,263	\$16,324,724	\$16,545,041	\$85,198,092	\$87,674,304

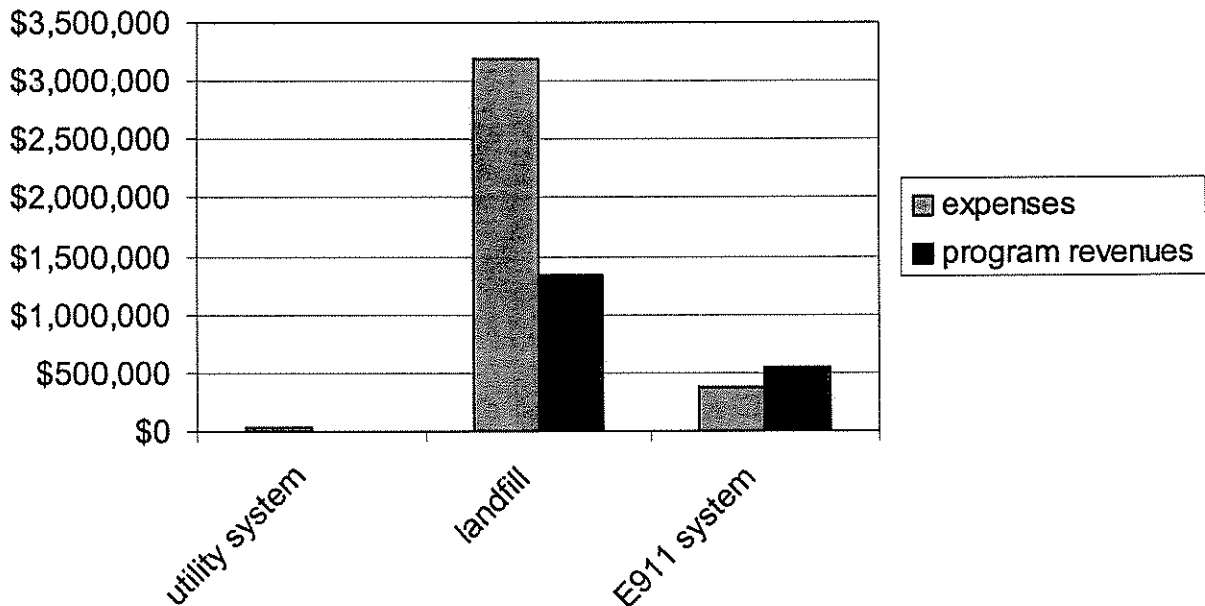
Expenses and Program Revenues - Government Activities



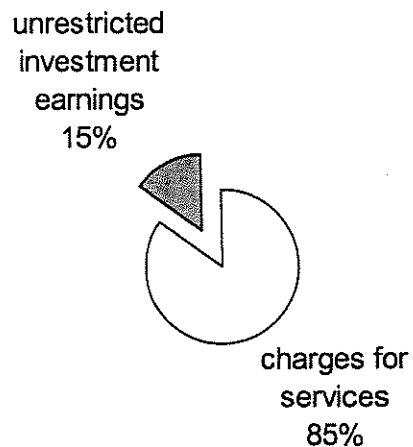
Revenues by Source - Governmental Activities



Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



Financial Analysis of the Government's Funds

As noted earlier, Florence County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the fiscal year, Florence County's governmental funds reported combined ending fund balances of \$24,560,702, a decrease of \$6,964,944 in comparison with the prior year. Approximately two thirds of this total amount (\$17,295,886) constitutes unreserved, undesignated fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved or designated to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period (\$9,157), 2) to pay debt service (\$2,531,380), 3) to pay for various capital improvements or other expenditures in future years (\$4,578,554), or 4) for a variety of other restricted purposes (\$145,725).

The general fund is the chief operating fund of Florence County. At the end of the current fiscal year, unreserved, undesignated fund balance of the general fund was \$8,740,727, while total fund balance reached \$9,874,566. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures and net transfers out. Unreserved, undesignated fund balance represents 30 percent of total general fund expenditures and net transfers out, while total fund balance represents 31 percent of that same amount.

The fund balance of Florence County's general fund decreased by \$985,108 during the current fiscal year. Key factors in this reduction are as follows:

- An increase in the amount of vehicles and equipment purchased by the public works department increased public works expenditures by \$1,092,058.
- A decrease the assessed value of vehicles decreased property taxes by \$21,528.

The jail debt service/O&M special revenue fund has a total fund balance of (\$17,291). This fund balance decreased by \$1,617,612. This was the result of the reduction of vehicle taxes that decreased property taxes by \$131,760, the reduction of interest earnings that decreased miscellaneous revenue by \$455,469, and the increase in fuel costs and overtime expenditures that increased public safety expenditures by \$862,269.

The grant special revenue fund has a total fund balance of \$1,144,220, all of which is unreserved and undesignated. This fund balance increased by \$374,422. This was the result of funding received during the year but not yet expended.

Proprietary funds. Florence County's proprietary funds provide the same type information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the utility system at the end of the year amounted to \$3,995,856, those for the landfill amounted to \$8,437,671, and those for the E911 system amounted to \$1,213,477. The total growth in net assets for the utility fund and the E911 system was \$92,695 and \$157,426, respectively, while the net assets of the landfill system decreased \$470,438. Other factors concerning the finances of these three funds have already been addressed in the discussion of Florence County's business-type activities.

General Fund Budgetary Highlights

There were no changes between the original budget and the final amended budget for the General Fund. As in the prior few fiscal years, a use of fund balance in the amount of \$500,000 was budgeted for the recreation master plan. However, although during the year expenditures were less than budgetary estimates, since property tax revenues were \$1,137,944 less than budgeted due to the delay in reassessment, fund balance was drawn down by \$874,649.

Capital Asset and Debt Administration

Capital assets. Florence County's investment in capital assets for its governmental and business type activities as of June 30, 2005, amounts to \$84,498,144 (net of accumulated depreciation). This investment in capital assets includes land, buildings and additions, improvements other than buildings, autos and trucks, furniture and fixtures, machinery and equipment, and roads and bridges.

Major capital assets events during the current fiscal year included the following:

- Completion of the new main library, including current year expenditures of approximately \$500,000.
- New subdivision roads with a value in excess of \$3,000,000 were added to infrastructure assets.
- Purchase of vehicles and equipment for the public works department in excess of \$700,000.

Florence County's Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2005	2004	2005	2004	2005	2004
Land	\$ 7,907,144	\$ 7,832,220	\$2,312,316	\$2,313,089	\$10,219,460	\$10,145,279
Buildings and additions	37,199,417	37,397,835	-	293	37,199,417	37,398,128
Improvements other than buildings	3,654,872	3,365,445	101,260	124,129	3,756,132	3,489,574
Autos and trucks	2,560,259	2,400,624	101,337	147,462	2,661,596	2,548,086
Furniture and fixtures	137,746	161,014	2,857	2,476	140,603	163,490
Machinery and equipment	8,412,560	7,791,693	159,950	177,551	8,572,510	7,969,244
Infrastructure	21,948,426	21,941,722	-	-	21,948,426	21,941,722
Total	\$81,820,424	\$80,890,553	\$2,677,720	\$2,764,970	\$84,498,144	\$83,655,523

Additional information on Florence County's capital assets can be found in Note 2 on pages 56 – 58 of this report.

Long-term debt. At the end of the current fiscal year, Florence County had total bonded debt outstanding of \$12,835,605. This entire amount is backed by the full faith and credit of the government. The remainder of Florence County's debt represents certificates of participation and capital leases which are secured by annual appropriations by County Council.

Florence County's Outstanding Debt General Obligation Bonds and Other Debt

	Governmental Activities		Business-type Activities		Total	
	2005	2004	2005	2004	2005	2004
General obligation bonds	\$12,835,605	\$ 15,462,044	\$ -	\$ -	\$12,835,605	\$15,462,044
Certificates of participation	24,985,000	27,290,000	-	-	24,985,000	27,290,000
Land commitment	150,000	300,000	-	-	150,000	300,000
Capital leases	2,357,242	2,345,338	-	-	2,357,242	2,345,338
Unused vacation pay	1,354,264	1,306,433	890	890	1,355,154	1,307,323
Total	\$41,682,111	\$ 46,703,815	\$ 890	\$ 890	\$41,683,001	\$46,704,705

Florence County's total debt decreased by \$5,021,704 (10.8 percent) during the current fiscal year. The key factor in this decrease was the retirement of \$2,500,000 of Florence County general Obligation Bonds, Series 2002 issued for the construction of the new library and \$2,305,000 in certificates of participation.

Florence County maintains a "AA-" rating from Fitch, an "A" rating from Standard & Poor's, and an A1 rating from Moody's.

State statutes limit the amount of general obligation debt a governmental entity may issue to 8 percent of its total assessed valuation. The current debt limitation for Florence County is \$30,419,610, which is significantly in excess of Florence County's outstanding general obligation debt.

Additional information on Florence County's long-term debt can be found in note 2 on pages 60 – 71 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Florence County is currently 8.4%, which is a decrease from a rate of 8.8% a year ago.
- Inflationary trends in the region compare favorably to national indices.
- Values of new construction have ranged from \$160,000,000 to \$468,000,000 over the past three years.

All of these factors were considered in preparing Florence County's budget for the 2006 fiscal year.

During the current fiscal year, unreserved, undesignated fund balance in the general fund decreased to \$8,740,727. Florence County has appropriated \$500,000 of this amount for spending in the 2006 fiscal year budget for continued funding of the recreation master plan. However, although during the year expenditures were less than budgetary estimates, since property tax revenues were \$1,137,944 less than budgeted due to the delay in reassessment, fund balance was drawn down by \$874,649.

Requests for Information

This financial report is designed to provide a general overview of Florence County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Finance Director, 180 North Irby St. MSC-H, Florence, South Carolina, 29501.

Financial Statements of Component Unit

The financial statements of Florence County's component unit, the Florence City-County Building Commission, can be obtained from its administrative office at 180 North Irby Street, Box VV, Florence, S.C. 29502.



BASIC FINANCIAL STATEMENTS

FLORENCE COUNTY, SOUTH CAROLINA

**STATEMENT OF NET ASSETS
JUNE 30, 2005**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Building Commission
ASSETS				
Cash and investments	\$ 25,430,991	\$ 11,590,854	\$ 37,021,845	\$ 174,200
Receivables (net of allowance for uncollectibles)	10,716,020	96,187	10,812,207	48,013
Inventories	171,703	-	171,703	-
Prepays	41,008	-	41,008	20,257
Restricted assets:				
Temporarily restricted:				
Cash and investments	-	943,405	943,405	-
Note receivable	-	2,293,584	2,293,584	-
Capital assets (net of accumulated depreciation):				
Land	7,907,144	2,312,316	10,219,460	521,180
Buildings and additions	37,199,417	-	37,199,417	1,562,536
Improvements other than buildings	3,654,872	101,260	3,756,132	86,725
Autos and trucks	2,560,259	101,337	2,661,596	-
Furniture and fixtures	137,746	2,858	140,604	31,888
Machinery and equipment	8,412,560	159,949	8,572,509	-
Infrastructure	21,948,426	-	21,948,426	-
Total assets	<u>118,180,146</u>	<u>17,601,750</u>	<u>135,781,896</u>	<u>2,444,799</u>
LIABILITIES				
Accounts payable and other current liabilities	7,624,667	332,731	7,957,398	62,611
Liabilities payable from restricted assets	-	943,405	943,405	-
Noncurrent liabilities:				
Due within one year	4,151,992	890	4,152,882	21,000
Due in more than one year	37,530,119	-	37,530,119	264,011
Total liabilities	<u>49,306,778</u>	<u>1,277,026</u>	<u>50,583,804</u>	<u>347,622</u>
NET ASSETS				
Invested in capital assets, net of related debt	51,876,930	2,677,720	54,554,650	1,917,318
Restricted for:				
Debt service	1,280,207	-	1,280,207	-
Unrestricted	15,716,231	13,647,004	29,363,235	179,859
Total net assets	<u>\$ 68,873,368</u>	<u>\$ 16,324,724</u>	<u>\$ 85,198,092</u>	<u>\$ 2,097,177</u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2005

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		Component Unit Building Commission
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-type Activities	
Primary government:	Expenses					
Governmental activities:						
General government	\$ 18,983,257	\$ 5,433,385	\$ 8,037,772	\$ -	\$ (5,512,100)	\$ (5,512,100)
Public safety	18,469,178	1,363,413	1,191,428	386,074	(15,528,263)	(15,528,263)
Economic and physical development	2,121,195	-	375,372	-	(1,745,823)	(1,745,823)
Public works	6,901,483	3,076,112	5,141	2,219,802	(1,600,428)	(1,600,428)
Health	4,654,915	1,895,012	2,462	32,575	(2,724,866)	(2,724,866)
Welfare	518,207	-	-	-	(518,207)	(518,207)
Culture and recreation	7,813,173	561,242	1,249,028	173,192	(5,829,711)	(5,829,711)
Education	2,019,145	-	-	-	(2,019,145)	(2,019,145)
Interest on long-term debt	2,599,706	-	-	-	(2,599,706)	(2,599,706)
Total governmental activities	64,080,259	12,329,164	10,861,203	2,811,643	(38,078,249)	(38,078,249)
Business-type activities:						
Utility System	36,188	-	-	-	(36,188)	(36,188)
Landfill	3,197,252	1,339,492	-	-	(1,857,760)	(1,857,760)
E911 System	374,461	554,172	-	-	179,711	179,711
Total business-type activities	3,607,901	1,893,664	-	-	(1,714,237)	(1,714,237)
Total primary government	\$ 67,688,160	\$ 14,222,828	\$ 10,861,203	\$ 2,811,643	\$ (39,792,486)	\$ -
Component unit:						
Building Commission	\$ 1,292,685	\$ -	\$ 1,214,835	\$ -	\$ -	\$ (77,850)
Total component unit	\$ 1,292,685	\$ -	\$ 1,214,835	\$ -	\$ -	\$ (77,850)
General revenues:						
Property taxes				17,987,432	-	17,987,432
Sales taxes				11,150,944	-	11,150,944
Fees in lieu of tax				1,626,194	-	1,626,194
Franchise fees				356,341	-	356,341
Accommodations tax				1,620,143	-	1,620,143
Unrestricted investment earnings				629,602	339,291	968,893
Value of donated assets				3,606,327	-	3,606,327
Transfers				(1,154,629)	1,154,629	-
Total general revenues and transfers				35,822,354	1,493,920	37,316,274
Change in net assets				(2,255,895)	(220,317)	(2,476,212)
Net assets - beginning				71,129,263	16,545,041	87,674,304
Net assets - ending				\$ 68,873,368	\$ 16,324,724	\$ 85,198,092

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2005**

	General	Jail Debt Service/O&M Special Revenue Fund	Grant Special Revenue Fund	Other Governmental Funds	Total Governmental Funds
ASSETS AND OTHER DEBITS					
Assets:					
Cash and investments	\$ 10,577,241	\$ -	\$ 1,532,527	\$ 13,321,223	\$ 25,430,991
Receivables:					
Property taxes (net)	60,687	98,174	-	11,424	170,285
Other governmental units and agencies	4,655,866	1,181,274	1,314,560	1,001,480	8,153,180
Others (net)	1,383,607	20,968	5,000	488,266	1,897,841
Inventory	171,703	-	-	-	171,703
Prepays	-	36,592	937	3,479	41,008
Due from other funds	1,309,660	-	-	-	1,309,660
Total assets and other debits	<u>\$ 18,158,764</u>	<u>\$ 1,337,008</u>	<u>\$ 2,853,024</u>	<u>\$ 14,825,872</u>	<u>\$ 37,174,668</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 924,947	\$ 603,271	\$ 566,862	\$ 578,003	\$ 2,673,083
Payroll withholdings and accruals	516,630	304,972	31,986	141,765	995,353
Other payables	3,956,231	-	-	-	3,956,231
Due to other funds	-	446,056	-	368,890	814,946
Deferred revenues	2,886,390	-	1,109,956	178,007	4,174,353
Total liabilities	<u>8,284,198</u>	<u>1,354,299</u>	<u>1,708,804</u>	<u>1,266,665</u>	<u>12,613,966</u>
Fund balances:					
Reserved for debt service reserve	-	-	-	1,251,173	1,251,173
Reserved for encumbrances	9,157	-	-	-	9,157
Reserved for inventory	145,725	-	-	-	145,725
Reserved for debt service	-	-	-	1,280,207	1,280,207
Unreserved, reported in:					
General fund	9,719,684	-	-	-	9,719,684
Special revenue funds	-	(17,291)	1,144,220	7,428,230	8,555,159
Debt service funds	-	-	-	-	-
Capital project funds	-	-	-	3,599,597	3,599,597
Total fund balances	<u>9,874,566</u>	<u>(17,291)</u>	<u>1,144,220</u>	<u>13,559,207</u>	<u>24,560,702</u>
Total liabilities and fund balances	<u>\$ 18,158,764</u>	<u>\$ 1,337,008</u>	<u>\$ 2,853,024</u>	<u>\$ 14,825,872</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	81,820,424
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	4,174,353
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(41,682,111)</u>
Net assets of governmental activities	<u>\$ 68,873,368</u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005**

	General	Jail Debt Service/O&M Special Revenue Fund	Grant Special Revenue Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 11,610,906	\$ 12,183,271	\$ 107,872	\$ 6,491,417	\$ 30,393,466
Licenses and permits	4,687,407	-	-	-	4,687,407
Fines and fees	3,370,013	74,064	-	2,406,112	5,850,189
Intergovernmental	7,147,581	1,128,979	3,568,646	1,951,471	13,796,677
Sales and other functional revenues	2,729,615	-	-	23,279	2,752,894
Miscellaneous	628,240	137,091	1,998,942	370,283	3,134,556
Total revenues	<u>30,173,762</u>	<u>13,523,405</u>	<u>5,675,460</u>	<u>11,242,562</u>	<u>60,615,189</u>
Expenditures:					
Current:					
General government	15,105,305	-	1,974,282	1,278,118	18,357,705
Public safety	14,544	12,908,009	655,204	3,219,191	16,796,948
Economic and physical development	-	-	1,267,941	783,889	2,051,830
Public works	4,211,884	-	-	-	4,211,884
Health	4,339,942	-	34,286	-	4,374,228
Welfare	518,207	-	-	-	518,207
Culture and recreation	2,412,336	-	258,545	4,557,877	7,228,758
Education	4,950	-	-	2,014,195	2,019,145
Capital outlay	-	-	-	3,290,497	3,290,497
Debt service:					
Principal retirements	-	1,521,300	-	4,870,733	6,392,033
Interest	-	1,076,631	-	1,314,789	2,391,420
Paying agent fee	-	4,310	-	(6,390)	(2,080)
Total expenditures	<u>26,607,168</u>	<u>15,510,250</u>	<u>4,190,258</u>	<u>21,322,899</u>	<u>67,630,575</u>
Revenues over (under) expenditures	3,566,594	(1,986,845)	1,485,202	(10,080,337)	(7,015,386)
Other financing sources (uses):					
Issuance of debt	-	-	-	-	-
Proceeds of capital lease	1,183,612	-	-	-	1,183,612
Transfer in	2,292,383	380,000	19,631	9,259,488	11,951,502
Transfer out	(8,049,156)	(10,767)	(1,130,411)	(3,915,797)	(13,106,131)
Net change in fund balances	(1,006,568)	(1,617,612)	374,422	(4,736,646)	(6,986,403)
Fund balance - beginning of year	10,859,674	1,600,321	769,798	18,295,853	31,525,646
Change in reserve for inventory	21,459	-	-	-	21,459
Fund balance - end of year	<u>\$ 9,874,566</u>	<u>\$ (17,291)</u>	<u>\$ 1,144,220</u>	<u>\$ 13,559,207</u>	<u>\$ 24,560,702</u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2005**

Amounts reported for governmental activities in the statement of activities (page 26) are different because:

Net change in fund balances - total governmental funds (page 28)	\$ (6,964,944)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays (page 28)	3,290,497	
Less: depreciation expense (page 57)	<u>(5,775,158)</u>	(2,484,661)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets

Disposals of capital assets, net of accumulated depreciation (page 56)	(146,690)
--	-----------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Deferred revenues (page 27)	4,174,353	
Less: deferred revenues, June 30, 2004	<u>(5,416,879)</u>	(1,242,526)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principle of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principle retirements (page 28)	6,392,033	
Less: proceeds of capital lease (page 28)	<u>(1,183,612)</u>	5,208,421

Increase in capital assets for which no capital outlay funds were expended, primarily represented by the value of new subdivision roads donated to the County	3,395,964
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds

Change in reserve for inventory (page 28)	<u>(21,459)</u>
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Change in net assets of governmental activities (page 26)	<u><u>\$ (2,255,895)</u></u>
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FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2005**

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 12,748,850	\$ 12,748,850	\$ 11,610,906	\$ (1,137,944)
Licenses and permits	4,743,750	4,743,750	4,687,407	(56,343)
Fines and fees	3,376,705	3,376,705	3,370,013	(6,692)
Intergovernmental	7,176,040	7,176,040	7,147,581	(28,459)
Sales and other functional revenues	2,301,100	2,301,100	2,729,615	428,515
Miscellaneous	546,400	546,400	628,240	81,840
Total revenues	<u>30,892,845</u>	<u>30,892,845</u>	<u>30,173,762</u>	<u>(719,083)</u>
Expenditures:				
General government	15,656,937	15,656,937	15,078,714	578,223
Public safety	15,000	15,000	14,544	456
Public works	3,582,109	3,582,109	4,147,082	(564,973)
Health	4,598,739	4,598,739	4,339,848	258,891
Welfare	533,312	533,312	518,207	15,105
Culture and recreation	2,505,073	2,505,073	2,371,905	133,168
Education	4,950	4,950	4,950	-
Total expenditures	<u>26,896,120</u>	<u>26,896,120</u>	<u>26,475,250</u>	<u>420,870</u>
Revenues over (under) expenditures	3,996,725	3,996,725	3,698,512	(298,213)
Other financing sources (uses):				
Proceeds of capital lease	1,111,800	1,111,800	1,183,612	71,812
Transfers in	1,783,190	1,783,190	2,292,383	509,193
Transfers out	<u>(7,391,715)</u>	<u>(7,391,715)</u>	<u>(8,049,156)</u>	<u>(657,441)</u>
Net change in fund balance	(500,000)	(500,000)	(874,649)	(374,649)

(Continued)

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2005**

(Continued)

Fund balance - beginning of year	<u>\$ 10,618,477</u>	<u>\$ 10,618,477</u>	<u>\$ 10,618,477</u>	<u>\$ -</u>
Fund balance - end of year	<u>\$ 10,118,477</u>	<u>\$ 10,118,477</u>	<u>\$ 9,743,828</u>	<u>\$ (374,649)</u>
Reconciliation of fund balance:				
GAAP basis			\$ 9,874,566	
Increase (decrease):				
Due to expenditures:				
Encumbrances			(9,157)	
Inventories			(145,725)	
Cash - Juror fee accounts			<u>24,144</u>	
Budgetary basis			<u>\$ 9,743,828</u>	

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

**JAIL DEBT SERVICE/O&M SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2005**

	<u>Budgeted Amounts</u>			Variance with Final Budget - Favorable (Unfavorable)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 13,021,922	\$ 13,021,922	\$ 12,183,271	\$ (838,651)
Fines and fees	70,000	70,000	74,064	4,064
Intergovernmental	1,300,000	1,300,000	1,128,979	(171,021)
Miscellaneous	292,500	292,500	137,091	(155,409)
Total revenues	<u>14,684,422</u>	<u>14,684,422</u>	<u>13,523,405</u>	<u>(1,161,017)</u>
Expenditures:				
Public safety	12,649,422	12,649,422	12,908,009	(258,587)
Debt service	2,415,000	2,415,000	2,602,241	(187,241)
Total expenditures	<u>15,064,422</u>	<u>15,064,422</u>	<u>15,510,250</u>	<u>(445,828)</u>
Revenues over (under) expenditures	(380,000)	(380,000)	(1,986,845)	(1,606,845)
Other financing sources (uses):				
Transfers in	380,000	380,000	380,000	-
Transfers out	<u>-</u>	<u>-</u>	<u>(10,767)</u>	<u>(10,767)</u>
Net change in fund balance	-	-	(1,617,612)	(1,617,612)
Fund balance - beginning of year	<u>1,600,321</u>	<u>1,600,321</u>	<u>1,600,321</u>	<u>-</u>
Fund balance - end of year	<u>\$ 1,600,321</u>	<u>\$ 1,600,321</u>	<u>\$ (17,291)</u>	<u>\$ (1,617,612)</u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2005

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	County E911 System	Totals
ASSETS				
Current assets:				
Cash and investments	\$ 1,702,277	\$ 8,739,176	\$ 1,149,401	\$ 11,590,854
Receivables:				
Due from customers	-	-	96,187	96,187
Inventory	-	-	-	-
Total current assets	<u>1,702,277</u>	<u>8,739,176</u>	<u>1,245,588</u>	<u>11,687,041</u>
Noncurrent assets:				
Restricted cash and investments	-	943,405	-	943,405
Note receivable	2,293,584	-	-	2,293,584
Capital assets:				
Land	-	2,465,853	-	2,465,853
Buildings & additions	-	185,721	-	185,721
Improvements other than buildings	-	567,096	-	567,096
Autos & trucks	-	1,738,972	25,009	1,763,981
Furniture & fixtures	-	1,720	8,372	10,092
Machinery & equipment	-	45,766	613,824	659,590
Less accumulated depreciation	-	(2,489,826)	(484,787)	(2,974,613)
Total capital assets (net of accumulated depreciation)	-	2,515,302	162,418	2,677,720
Total noncurrent assets	<u>2,293,584</u>	<u>3,458,707</u>	<u>162,418</u>	<u>5,914,709</u>
Total assets	<u>3,995,861</u>	<u>12,197,883</u>	<u>1,408,006</u>	<u>17,601,750</u>
LIABILITIES				
Liabilities:				
Current liabilities:				
Accounts payable	5	301,505	31,221	332,731
Accrued interest payable	-	-	-	-
Accrued payroll	-	-	-	-
Total current liabilities	<u>5</u>	<u>301,505</u>	<u>31,221</u>	<u>332,731</u>
Noncurrent liabilities:				
Accrued vacation	-	-	890	890
Closure and post-closure costs	-	943,405	-	943,405
Total long-term liabilities	-	943,405	890	944,295
Total liabilities	<u>5</u>	<u>1,244,910</u>	<u>32,111</u>	<u>1,277,026</u>
NET ASSETS				
Invested in capital assets, net of related debt	-	2,515,302	162,418	2,677,720
Unrestricted	3,995,856	8,437,671	1,213,477	13,647,004
Total net assets	<u>\$ 3,995,856</u>	<u>\$ 10,952,973</u>	<u>\$ 1,375,895</u>	<u>\$ 16,324,724</u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS**

For the Year Ended June 30, 2005

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
Operating revenues:				
Charges for services	\$ -	\$ 1,339,492	\$ 554,172	\$ 1,893,664
Other revenue	-	-	-	-
Total operating revenues	<u>-</u>	<u>1,339,492</u>	<u>554,172</u>	<u>1,893,664</u>
Operating expenses:				
System maintenance	36,188	3,126,895	316,547	3,479,630
Depreciation	-	70,357	57,914	128,271
Total operating expenses	<u>36,188</u>	<u>3,197,252</u>	<u>374,461</u>	<u>3,607,901</u>
Operating income (loss)	<u>(36,188)</u>	<u>(1,857,760)</u>	<u>179,711</u>	<u>(1,714,237)</u>
Non operating revenues (expenses):				
Interest earned on investments	128,883	189,322	21,086	339,291
Total nonoperating revenues (expenses)	<u>128,883</u>	<u>189,322</u>	<u>21,086</u>	<u>339,291</u>
Income (loss) before operating transfers	92,695	(1,668,438)	200,797	(1,374,946)
Transfers in	-	1,923,000	-	1,923,000
Transfers out	<u>-</u>	<u>(725,000)</u>	<u>(43,371)</u>	<u>(768,371)</u>
Change in net assets	92,695	(470,438)	157,426	(220,317)
Net assets - beginning	<u>3,903,161</u>	<u>11,423,411</u>	<u>1,218,469</u>	<u>16,545,041</u>
Net assets - ending	<u>\$ 3,995,856</u>	<u>\$ 10,952,973</u>	<u>\$ 1,375,895</u>	<u>\$ 16,324,724</u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2005

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	\$ -	\$ 1,339,492	\$ 534,089	\$ 1,873,581
Payments to suppliers	(36,188)	(3,285,593)	(245,450)	(3,567,231)
Payments to employees	-	-	(62,135)	(62,135)
Net cash provided by (used in) operating activities	<u>(36,188)</u>	<u>(1,946,101)</u>	<u>226,504</u>	<u>(1,755,785)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Transfers in	-	1,923,000	-	1,923,000
Transfers out	-	(725,000)	(43,371)	(768,371)
Net cash provided by non-capital financing activities	<u>-</u>	<u>1,198,000</u>	<u>(43,371)</u>	<u>1,154,629</u>
CASH FLOWS FROM CAPITAL and RELATED FINANCING ACTIVITIES:				
Payment received on note	279,221	-	-	279,221
Purchase of capital assets	-	-	(41,021)	(41,021)
Net cash provided by (used in) financing activities	<u>279,221</u>	<u>-</u>	<u>(41,021)</u>	<u>238,200</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest earned on operating funds	128,883	189,322	21,086	339,291
Net cash provided by investing activities	<u>128,883</u>	<u>189,322</u>	<u>21,086</u>	<u>339,291</u>
Net increase (decrease) in cash and restricted cash	<u>371,916</u>	<u>(558,779)</u>	<u>163,198</u>	<u>(23,665)</u>
Cash and restricted cash at beginning of period	<u>1,330,361</u>	<u>10,241,360</u>	<u>986,203</u>	<u>12,557,924</u>
Cash and restricted cash at end of period	<u><u>\$ 1,702,277</u></u>	<u><u>\$ 9,682,581</u></u>	<u><u>\$ 1,149,401</u></u>	<u><u>\$ 12,534,259</u></u>

(Continued)

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 For the Year Ended June 30, 2005

	Business-type Activities - Enterprise Funds			
	Florence County Utility System	Florence County Landfill	Florence County E911 System	Totals
(Continued)				
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (36,188)	\$ (1,857,760)	\$ 179,711	\$ (1,714,237)
Adjustments to reconcile operating loss to net cash provided by (used in) operations:				
Depreciation	-	70,357	57,914	128,271
Changes in assets and liabilities:				
(Increase) decrease in receivables	-	-	(20,083)	(20,083)
(Increase) decrease in inventory	-	-	-	-
Increase (decrease) in accounts payable	-	(153,673)	10,994	(142,679)
Increase (decrease) in accrued interest	-	-	-	-
Increase (decrease) in accrued vacation	-	-	-	-
Increase (decrease) in postclosure costs	-	(5,025)	-	(5,025)
Increase (decrease) in accrued payroll	-	-	(2,032)	(2,032)
Net cash provided by (used in) operating activities	<u>\$ (36,188)</u>	<u>\$ (1,946,101)</u>	<u>\$ 226,504</u>	<u>\$ (1,755,785)</u>

SCHEDULE of NONCASH INVESTING and FINANCING ACTIVITIES:

NONE

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2005

	Agency Funds
ASSETS	
Cash and investments	<u>\$ 7,035,533</u>
Total assets	<u><u>\$ 7,035,533</u></u>
LIABILITIES	
Due to other funds	494,714
Due to others	1,150,807
Due to other taxing units	<u>5,390,012</u>
Total liabilities	<u><u>\$ 7,035,533</u></u>

The Notes to Financial Statements are an integral part of this statement.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES

A. The Financial Reporting Entity

Florence County is a municipal corporation governed by an elected nine member council. As required by generally accepted accounting principles, these financial statements present Florence County (the primary government) and its component unit, a legally separate entity for which the County is financially accountable. The component unit discussed in Note 1.B. is included in the County's reporting entity because of the significance of its operational or financial relationships with the County.

B. Component Unit

In conformity with generally accepted accounting principles, the financial statements of component units have been included in the financial reporting entity either as blended component units or as discretely presented component units.

Blended component units: Florence County has no blended component units.

Discretely presented component units: The component unit column in the combined financial statements includes the financial data of the County's component unit. It is reported in a separate column to emphasize that it is legally separate from the County.

The Florence City-County Building Commission is responsible for the maintenance and operation of the Florence City-County Complex building. The County provides approximately 72% of the operating revenue for the Commission under an agreement with the City of Florence. The Commission is governed by a seven member board that is appointed by the Governor of the State of South Carolina. Five members are appointed based on the recommendation of County Council and two members on the recommendation of Florence City Council.

Complete financial statements of the individual component unit can be obtained at 180 North Irby Street, Box VV, Florence, S.C. 29502.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Related Organizations

The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County Council appoints the board members of the Howe Springs Fire District Board, the Sardis-Timmons Fire District Board, the Johnsonville Fire District Board, and the Commission on Alcohol and Drug Abuse.

D. Joint Venture

The County is a participant with the City of Florence in a joint venture to operate the Florence City-County Civic Center. The Florence City-County Civic Center Commission was created for that purpose. The Commission is governed by a nine member board composed of four appointees from the County and four from the City with the remaining member appointed by the members of the board. The County and the City are obligated by agreement to contribute \$520,000 each annually as its share of the cost of the Civic Center. Included in the agreement is a provision that any additional funding shortfall is to be paid equally by the County and the City. Neither of the participating governments have any equity interest in the joint venture, so no equity interest has been reflected in the financial statements at June 30, 2005. Complete financial statements of the Commission can be obtained from its administrative office at 3300 West Radio Drive, Florence, S.C. 29501.

E. Government-wide and Fund Financial Statements

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Government-wide and Fund Financial Statements (Continued)

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

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

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

In June 1999, Government Accounting Standards Board (GASB) issued Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis for state and local governments and in June 2001, GASB issued Statement No. 37, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus and Statement No. 38, Certain Financial Statement Note Disclosures. These statements established new requirements for annual financial reports for state and local governments. The County implemented these statements for the year ended June 30, 2003.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund statements. The agency fund financial statements do not have a measurement focus; however, they are reported using the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

The government reports the following major governmental funds:

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

The *Jail Debt Service/O&M Special Revenue Fund* accounts for the activities of the Sheriff's department and the county jail.

The *Grant Special Revenue Fund* accounts for the activities relative to various federal and state grants received throughout the fiscal year.

The government reports the following major proprietary funds:

The *Utility System Fund* accounts for the balances remaining after the water and sewer system were consolidated into the City of Florence utility system.

The *County Landfill Fund* accounts for the activities of the county landfill and the operation of 15 manned convenience centers throughout the county.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

The *E911 System Fund* accounts for the operating of the county's emergency 911 system.

The government also reports the receipt and disbursement of property taxes and other revenues for school districts, municipalities, fire districts, and other special purpose districts in its fiduciary funds.

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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

Enterprise funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a enterprise fund's principal ongoing operations. The principal operating revenues of the Utility System Fund, the County Landfill Fund, and the E911 System Fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Budgetary Data

Budget

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to May 1, the County Administrator and Finance Director submit to the County Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the County to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of an ordinance.
4. The County Administrator is authorized to transfer budgeted amounts within departments or between departments. Revisions that alter total expenditures of a fund must be approved by the County Council.
5. Formal budgetary integration is employed as a management control device during the year for all funds of the County; however, legal budgets are adopted only for the General Fund and the following fourteen Special Revenue Funds: Florence-Darlington Technical Education Center and Library Special Revenue Fund, Capital Improvements Special Revenue Fund, Law Library Special Revenue Fund, Treasurer Delinquent Tax Special Revenue Fund, Jail Debt Service/Operations and Maintenance (O&M) Special Revenue Fund, Howe Springs Fire District Special Revenue Fund, Sardis-Timmonsville Fire District Special Revenue Fund, Johnsonville Fire District Special Revenue Fund, Economic Development Partnership Special Revenue Fund, Emergency Management Special Revenue Fund, Victim/Witness Assistance Special Revenue Fund, County Library Special Revenue Fund, Senior Citizens Center Special Revenue Fund, and Local Accommodations Fee Special Revenue Fund. For each fund for which a formal budget is adopted, the same basis of accounting is used to reflect actual revenues and expenditures recognized on the basis of generally accepted accounting principles.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Budgetary Data (Continued)

The County provides that the whole or any part of any appropriation provided for grants, and S.C. Accommodations tax budgeted amounts for outlays of any activity remaining unexpended or unencumbered at the close of the fiscal year shall remain in full force and effect and shall be held available for the following year, except any such appropriations as the County Council by ordinance may abandon. All other appropriations, which are not encumbered, lapse at the end of each fiscal year.

6. The budget for the General Fund is adopted on a basis that differs from generally accepted accounting principles (GAAP) in that expenditures are budgeted on a basis that includes encumbrances. Budgetary control over expenditures is exercised by County Council on a departmental basis to establish more administrative control than state law requires. Legal level of budgetary control is at the fund level. The actual results of operations are presented in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - in accordance with the budget basis to provide a meaningful comparison between actual results and budget. Adjustments necessary to convert the results of operations and fund balances at the end of year on the GAAP basis to the budget basis for the General Fund are as follows:

	Net Change in Fund Balance	Fund Balance at end of year
	General Fund	General Fund
GAAP basis	\$ (1,006,567)	\$9,874,566
Increase (decrease):		
Due to expenditures:		
Encumbrances	117,558	(9,157)
Inventories	-	(145,725)
Cash - Juror fee accounts	14,360	24,144
Budgetary basis	<u>\$ (874,649)</u>	<u>\$ 9,743,828</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

The County does not have budgets for the fiscal year ended June 30, 2005 for the South Carolina Accommodations Tax Special Revenue Fund, the Civic Center Special Revenue Fund, and the Grant Special Revenue Fund. Individual fund statements of revenues, expenditures, and changes in fund balance -- budget (budgetary basis) and actual present financial information for only the following special revenue funds which have legally adopted annual budgets: Florence-Darlington Technical Education Center and Library Special Revenue Fund, Capital Improvements Special Revenue Fund, Treasurer Delinquent Tax Special Revenue Fund, Jail Debt Service/Operations and Maintenance (O&M) Special Revenue Fund, Howe Springs Fire District Special Revenue Fund, Sardis-Timmonsville Fire District Special Revenue Fund, Johnsonville Fire District Special Revenue Fund, Law Library Special Revenue Fund, Economic Development Partnership Special Revenue Fund, Emergency Management Special Revenue Fund, Victim/Witness Assistance Special Revenue Fund, County Library Special Revenue Fund, Senior Citizens Center Special Revenue Fund, and Local Accommodations Fee Special Revenue Fund.

Encumbrances

The County maintains encumbrance accounts which are considered to be "budgetary accounts". Encumbrances outstanding at year end represent the estimated amounts of the expenditures ultimately to be incurred if unperformed contracts in process at year end are completed. Encumbrances outstanding at year end do not constitute expenditures or liabilities.

At June 30, 2005, \$9,157 of open purchase orders and contracts were outstanding. These amounts are reported as "Reserve for encumbrances" in the fund balance section of the balance sheet. Encumbrances do not lapse at year end.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Assets, Liabilities and Fund Equity

Deposits and investments

As of June 30, 2005, the County had the following investments and maturities:

Investment	Maturities	Fair Value
U.S. Treasury Notes	11/15/05 – 05/15/06	\$ 2,584,100
U.S. Government Agencies		
Federal Home Loan Bank	12/28/07 – 12/30/08	2,366,703
Federal National Mortgage Association	02/15/06 – 01/15/09	4,936,781
Certificates of Deposit	08/17/05 – 06/29/06	<u>22,190,065</u>
Total investments		<u>\$ 32,077,649</u>

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

Credit Risk – Statutes authorized the County to invest in obligations of the State of South Carolina and any of its political units, United States Government obligations fully insured or guaranteed by the United States Government, repurchase agreements and certificates of deposit which are secured by direct obligations of the State of South Carolina or the United States Government, and savings and loan associations to the extent that the same are insured by an agency of the Federal government. The County has no investment policy that would further limit its investment choices. The County's investments in US Agencies (Federal National Mortgage Association and Federal Home Loan Bank) are rated AAA by Standard & Poor's and Aaa by Moody's Investors Service.

Concentration of Credit Risk – The County places no limit on the amount that the County may invest in any one issuer. More than 5% of the County's total investments are in certificates of deposit (69.2%), Federal National Mortgage Association (15.4%), U.S. Treasury Notes (8.1%), and Federal Home Loan Bank (7.3%).

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

As of June 30, 2005, the County had the following balances in cash and investments:

Cash, including restricted cash and investments	\$ 5,887,601
Investments	<u>32,077,649</u>
Total cash and investments	<u>\$37,965,250</u>

Property Taxes Receivable

Ad valorem taxes receivable are accrued as revenue for collections 60 days subsequent to year end; the balance is not accrued because it is not considered to be both "measurable and available". The amount of the receivable is reduced by an allowance for doubtful accounts and is based on historical collection experience (Note 2). An amount equal to the net receivable less the 60 days subsequent collections is shown as deferred revenue on the liability side of the balance sheet. The following dates are applicable to property taxes:

Lien date	December 31
Levy date	July 1
Due date	January 15
Collection date	March 15

According to South Carolina law, ad valorem taxes levied on July 1, the beginning of the fiscal year, are due January 15. Penalties accrue at that time. On March 15 delinquent costs also begin to accrue. On June 30, they are materially past due and, consequently, cannot be considered as a resource which can be used to finance the government operations for this year although the amount due is measurable.

For collection purposes, ad valorem taxes receivable are written off at the end of ten years in accordance with South Carolina law.

For reporting purposes this receivable also includes costs and fees relating to property taxes.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

Sales Tax Receivable

In November 1993, the Florence County voters approved a referendum to impose a one percent local option sales tax. This tax was imposed beginning May 1, 1994. All of the revenue collected from this tax is being used as a credit against ad valorem taxes and vehicle taxes. This credit first appeared on ad valorem tax notices mailed November 1994 and on vehicle tax notices beginning with those notices for January 1995.

According to GASB Statement 22, "Sales taxes collected by merchants but not yet required to be remitted to the taxing authority at the end of the fiscal year and taxes collected and held by one government agency for another at year-end should be accrued..." Therefore, May and June taxes which were received by the County within 60 days after fiscal year-end are shown as sales tax receivable on the asset side of the balance sheet.

Included in other payables at June 30, 2005 are local option sales tax collections in excess of local option sales tax credits applied on property tax notices as follows:

General Fund	\$ 699,959
Special Revenue Fund	750,675
Debt Service Fund	<u>48,889</u>
	<u>\$1,499,523</u>

Allowance for Doubtful Accounts

An allowance for doubtful accounts is maintained for property taxes, Emergency Medical Services (EMS), Vehicle Registration Fee, Florence County Utility System, and Landfill receivables which historically experience uncollectible accounts. All other receivables are generally collectible and any doubtful accounts are considered immaterial.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventory

Inventories are maintained for major items used by the governmental funds and enterprise funds. Inventories of the governmental funds are valued at cost. The purchase method is used to account for most inventories of the governmental funds. The purchase method is not used for the drug and supply inventory of the EMS system since this inventory is held for use for EMS patients and is not expended until used. The purchase method is not used for the fuel truck inventory as well and is not expended until used. The amount of these inventories at June 30, 2005 is \$25,978. Therefore, the total Florence County General Fund inventory balance at June 30, 2005 of \$171,703 is not equally offset by the Florence County General Fund fund balance reserved for inventory of \$145,725. Under the purchase method, disbursements for inventory-type items in the General Fund are considered to be expenditures at the time of purchase. Supplies transferred to and consumed by the individual departments are considered a reduction of the inventory expenditure account and an expenditure of the department. Reported inventories accounted for using the purchase method in the governmental funds are equally offset by a fund balance reserve, which indicates the assets are unavailable for appropriation even though they are a component of reported assets.

Inventories of proprietary funds are valued at the lower of cost (first-in, first-out) or market.

Restricted Assets - Cash and Investments

The balance shown in restricted assets - cash and investments at June 30, 2005 is the balance required for closure and post-closure costs of the Florence County Landfill.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads and bridges), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	20
Roads	20
Bridges	40
Machinery & equipment	10
Vehicles	5
Furniture & fixtures	10
Computer equipment	5

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

Long-Term Obligations

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

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

Deferred Revenues

As discussed in the Summary of Significant Accounting Policies, ad valorem taxes receivable are not accrued as revenue because they are not considered to be both "measurable and available". NCGA Statement 3 states that property taxes that are measurable but not available should be initially recorded as deferred revenues. In addition, property taxes collected in advance of the fiscal year to which they apply should also be recorded as deferred revenues.

The balance in deferred revenues at June 30, 2005, is composed of the following elements:

	Receivables From Other Governments	Prepaid Vehicle Taxes & Fees	Unearned Grant Revenue	Other
General fund	\$1,890,000	\$1,007,684	\$ -	\$ (11,294)
Special revenue	-	172,929	1,109,956	-
Debt service	-	5,078	-	-
Total	<u>\$1,890,000</u>	<u>\$1,185,691</u>	<u>\$1,109,956</u>	<u>\$ (11,294)</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Equity

The amounts shown in the fund equity section of the balance sheet reflect fund balance as defined by "generally accepted accounting principles" in NCGA Statement 1. Portions of fund balance have also been reserved for inventories, encumbrances and debt service.

Equity includes the following:

1. Net assets - represents the cumulative net earnings of the enterprise funds.
2. Fund balance - represents the fund balances as defined by "generally accepted accounting principles" in governmental accounting and financial reporting standards.

Designated Fund Balances

Management has made designations of portions of unreserved fund balances for capital improvements or other subsequent year expenditures. These balances as of June 30, 2005 were as follows:

General Fund	\$ 978,957
Capital Improvements Special Revenue Fund	1,386,187
Treasurer Delinquent Tax Special Revenue Fund	103,358
Grant Special Revenue Fund	1,144,219
County General Capital Project Fund	2,815,723
Radio System Upgrade Capital Project Fund	(296,075)
Hannah/Salem/Friendfield Fire District Capital Project Fund	11,767
Street Sign Capital Project Fund	53,730
Johnsonville Fire District Capital Project Fund	6,648
Howe Springs Fire District Capital Project Fund	6,097

Deficit Fund Balances

The Law Library Fund, the Jail Debt Service/O&M Fund, the Johnsonville Fire District Fund, and the Emergency Management Fund, all special revenue type funds, had deficit fund balances totaling \$7,613, \$17,291, \$1,375, and \$83,790, respectively, as of June 30, 2005. In addition, the Radio System Upgrade Capital Project Fund has a deficit fund balance totaling \$296,075 as of June 30, 2005. These deficits will be funded through future operations.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Revenues, Expenditures, and Expenses

Vacation and Sick Pay

The County's vacation policy provides for the accumulation of up to twenty-five days earned vacation as of the end of the calendar year with such leave being fully vested when earned. Depending on years of service, ten days (for service years 1-10), fifteen days (for service years 11-20) or twenty days (for service over twenty years) may accrue for the current year. Accumulated earned vacation at June 30, 2005, amounted to \$1,354,264 in total, all of which relates to the governmental funds. The liability of the governmental funds is recorded as a long-term obligation in the government-wide financial statements. The current portion is not considered to be material.

The County's sick leave policy provides for accumulation of ninety days earned sick leave. Depending on years of service, additional days are allowed to accrue for the current year but must be used within that year or be lost. Sick leave does not vest; any unused sick leave at retirement is lost and is not used in determination of length of service for retirement purposes. Since the County has no obligation for accumulated sick leave until actually taken, no accrual has been made.

Excess of Expenditures over Appropriations in Individual Funds

The following table shows the excess of expenditures over appropriations in individual funds for the year ended June 30, 2005.

	<u>Appropriations</u>	<u>Expenditures</u>	<u>Excess</u>
Florence Darlington TEC Special Revenue Fund	\$1,305,441	\$2,014,195	\$(708,754)
Capital Improvement Special Revenue Fund	450,000	530,628	(80,628)
Jail Debt Service/O&M Special Revenue Fund	15,064,422	15,510,250	(445,828)
Howe Springs Fire District Special Revenue Fund	396,234	439,127	(42,893)
Sardis-Timmons ville Fire District Special Revenue Fund	135,222	199,612	(64,390)
Johnsonville Fire District Special Revenue Fund	257,670	269,648	(11,978)

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 1. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (Continued)

For the Florence Darlington TEC Special Revenue Fund, the Capital Improvement Special Revenue Fund, the Howe Springs Fire District Special Revenue Fund, the Sardis-Timmonsville Fire District Special Revenue Fund, and the Johnsonville Fire District Special Revenue Fund excess expenditures were the result of two factors. First, the appropriations for these funds were based on historical appropriations that did not reflect the revenues of these funds. Second, as a result of the appropriations being based on historical appropriations for the past few fiscal years, a fund balance had accumulated in each of these funds. Therefore, the excess of expenditures occurred to reduce the fund balance for each of these funds to a more appropriate level.

For the Jail Debt Service/O&M Special Revenue Fund excess expenditures were the result of three factors. First, since the cost of fuel escalated during the year, expenditures for fuel exceeded the amount budgeted. Second, the inmate population at the jail increased during the year, requiring additional overtime work by correctional officers; therefore overtime expenditures in the jail exceeded the amount budgeted. Third, principal payments on the certificates of participation used to construct the jail exceeded the amount that was budgeted.

NOTE 2. DETAIL NOTES on ALL FUNDS

A. Assets

Receivables - Allowance for Doubtful Accounts

The amount shown on page 27 for property taxes receivable is net of an allowance for doubtful accounts of \$1,545,579 for property taxes not related to vehicles. The breakdown of this allowance is as follows:

General Fund	\$ 384,789
Special Revenue Funds	1,127,312
Debt Service Funds	<u>33,478</u>
	<u>\$1,545,579</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

A. Assets (Continued)

Included in the amount shown as property taxes receivable are vehicle taxes receivable net of an allowance for doubtful accounts of \$1,462,665. The breakdown of this allowance is as follows:

General Fund	\$ 453,308
Special Revenue Funds	970,842
Debt Service Funds	38,515
	<u>\$1,462,665</u>

Certain receivables included in other receivables are net of an allowance for doubtful accounts as follows:

	General Fund Vehicle Registration Fee	General Fund EMS	Enterprise
Gross receivables	\$1,106,828	\$3,656,944	\$ 833,016
Less: allowance for doubtful accounts	<u>1,106,828</u>	<u>3,473,193</u>	<u>736,829</u>
	<u>\$ -</u>	<u>\$ 183,751</u>	<u>\$ 96,187</u>

Due from Other Governments and Agencies

General Fund amounts due from other governments include the following:

State - taxes and licenses	\$2,317,243
State - other	303,834
Local municipality	2,034,789
	<u>\$4,655,866</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Capital Assets

Capital asset activity for the year ended June 30, 2005 was as follows:

Primary Government

Description	Beginning Balance	Additions	Disposals	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,832,220	\$ 74,924	\$ -	\$ 7,907,144
Total capital assets, not being depreciated	<u>7,832,220</u>	<u>74,924</u>	<u>-</u>	<u>7,907,144</u>
Capital assets being depreciated:				
Buildings & additions	45,446,560	786,969	-	46,233,529
Improvements other than buildings	3,839,483	471,129	-	4,310,612
Autos & trucks	7,691,791	1,273,115	(1,200,457)	7,764,449
Furniture & fixtures	245,015	-	-	245,015
Machinery & equipment	17,525,161	2,002,818	(444,532)	19,083,447
Infrastructure	45,071,326	2,242,764	-	47,314,090
Total capital assets being depreciated	<u>119,819,336</u>	<u>6,776,795</u>	<u>(1,644,989)</u>	<u>124,951,142</u>
Less accumulated depreciation for:				
Buildings & additions	(8,048,725)	(985,387)	-	(9,034,112)
Improvements other than buildings	(474,038)	(181,702)	-	(655,740)
Autos & trucks	(5,291,167)	(983,709)	1,070,686	(5,204,190)
Furniture & fixtures	(84,001)	(23,268)	-	(107,269)
Machinery & equipment	(9,733,468)	(1,365,032)	427,613	(10,670,887)
Infrastructure	(23,129,604)	(2,236,060)	-	(25,365,664)
Total accumulated depreciation	<u>(46,761,003)</u>	<u>(5,775,158)</u>	<u>1,498,299</u>	<u>(51,037,862)</u>
Total capital assets being depreciated, net	<u>73,058,333</u>	<u>1,001,637</u>	<u>(146,690)</u>	<u>73,913,280</u>
Governmental activities capital assets, net	<u>\$ 80,890,553</u>	<u>\$ 1,076,561</u>	<u>(\$146,690)</u>	<u>\$ 81,820,424</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Business-type activities:

Capital assets being depreciated:

Land	\$2,465,853	\$ -	\$ -	\$2,465,853
Buildings & additions	185,721	-	-	185,721
Improvements other than buildings	567,096	-	-	567,096
Autos & trucks	1,763,981	-	-	1,763,981
Furniture & fixtures	9,236	856	-	10,092
Machinery & equipment	619,425	40,165	-	659,590
Total capital assets being depreciated	<u>5,611,312</u>	<u>41,021</u>	<u>-</u>	<u>5,652,333</u>
Less accumulated depreciation for:				
Land	(152,794)	(743)	-	(153,537)
Buildings & additions	(185,428)	(293)	-	(185,721)
Improvements other than buildings	(442,967)	(22,869)	-	(465,836)
Autos & trucks	(1,616,519)	(46,125)	-	(1,662,644)
Furniture & fixtures	(6,759)	(475)	-	(7,234)
Machinery & equipment	(441,875)	(57,766)	-	(499,641)
Total accumulated depreciation	<u>(2,846,342)</u>	<u>(128,271)</u>	<u>-</u>	<u>(2,974,613)</u>
Total capital assets being depreciated, net	<u>2,764,970</u>	<u>(87,250)</u>	<u>-</u>	<u>2,677,720</u>
Business-type activities capital assets, net	<u>\$2,764,970</u>	<u>(\$87,250)</u>	<u>\$ -</u>	<u>\$2,677,720</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General government	\$ 478,862
Public safety	1,672,230
Economic development	69,365
Public works, including depreciation of infrastructure assets	2,689,599
Health	280,687
Culture & recreation	<u>584,415</u>

Total depreciation expense – governmental activities \$5,775,158

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Business-type activities:

Landfill	\$ 70,231
E911	<u>57,914</u>
Total depreciation expense – business type activities	<u>\$128,271</u>

The Civic Center is operated as a joint venture between the City of Florence and Florence County. Accordingly, the capital assets of the Civic Center are not included in the capital assets of the County.

Included in capital assets at June 30, 2005, are items with an original cost of \$14,301 that are being held in salvage awaiting sale.

The portion of the land in the landfill fund that was used for landfill purposes is being depreciated over a period of twenty-five (25) years since the future use of the land has been impaired due to its previous use as a municipal solid waste landfill. The remaining land in the landfill fund is vacant and has not been used for landfill purposes and therefore is not being depreciated.

B. Liabilities

Pension Plans and Other Post-Retirement Benefits

The County is a member of the South Carolina Retirement System (SCRS) and the South Carolina Police Officers' Retirement System (SCPORS). Both systems are cost-sharing multiple-employer public employee retirement systems (PERS) and are administered by the South Carolina Retirement Systems. Benefit provisions, contribution rates and amendment authority are established under the authority of Title 9 of the South Carolina Code of Laws.

Generally, all employees are required to participate and contribute to the SCRS as a condition of employment. The normal cost is funded by contributions from the members at a rate of 6% of wages earned for the year. The employer's contribution rate is 6.85%. Employees who retire at or after age 65 or with 28 years of credited service are entitled to full retirement benefits, payable for life, with an annual rate equal to 1.82% of average final compensation, for each year of credited service. Vested employees are entitled to deferred annuity commencing at age 60.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Generally, all full-time employees whose principal duties are the preservation of public order, protection or prevention and control of property destruction by fire are eligible to participate in the SCPORS. The basic pension program is funded by contributions from the members at a 6.85% rate. The employer's contribution rate is 10.7%. There are no early retirement provisions under SCPORS. 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, payable for life with an annual rate equal to 2.14% of average final compensation, for each year of credited service.

The County's contributions to the SCRS for the years ended June 30, 2005, 2004, and 2003 were \$1,060,829, \$985,711, and \$952,294, respectively, equal to the required contributions for each year. The County's contributions to the SCPORS for the years ended June 30, 2005, 2004, and 2003 were \$816,457, \$782,321, and \$764,419, respectively, equal to the required contributions for each year. Contributions by employees during the year were \$889,679 to the SCRS and \$465,786 to the SCPORS. The County's covered payroll for the SCRS and SCPORS was \$14,977,757 and \$7,165,951, respectively. Total current year payroll for all employees was \$23,815,671.

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

The County provides post-retirement health insurance benefits for qualifying retirees as required by County Ordinance #15-87/88. Qualifying retirees are those who retired after September 1, 1987 with at least 15 years of continuous employment service with the County. The County will contribute the cost of insurance coverage as carried by the County for regular full-time employees according to the following scale which is based on years of service.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Years of service	% of coverage paid for by the County
35 years	100%
30 years	90%
25 years	80%
20 years	70%
15 years	60%

At June 30, 2005, there were 64 retirees receiving benefits under this ordinance. The County finances these benefits on a pay-as-you-go basis and the expenditures for these benefits for the year ended June 30, 2005 were \$170,325.

Long-Term Debt

The general obligation bonds shown as long-term obligations in the government-wide financial statements are collateralized by the full faith, credit and taxing power of the County. They bear interest payable semiannually, at rates varying from 3.00% to 7.00%. Principal and interest retirements are to be made from the applicable Debt Service Funds.

On April 1, 2000, the County issued \$5,500,000 of Series 2000 Florence County General Obligation Bonds. These bonds bear interest at rates ranging from 5.00% to 7.00%. The first interest payment of \$148,675 was due October 1, 2000 and semi-annually thereafter. The first principal payment was due April 1, 2001 and annually thereafter, with the final payment for both principal and interest due April 1, 2020. The proceeds of the bonds were used for various capital projects, including funding a portion of the costs of the construction of a new main library building.

On June 21, 2000, the County issued \$500,000 of Series 2000A Florence County General Obligation Bonds (Johnsonville Fire District). These bonds bear interest at 5.30%. The first interest payment of \$18,403 was due March 1, 2001 and semi-annually thereafter. The first principal payment was due March 1, 2002 and annually thereafter, with the final payment for both principal and interest due March 1, 2015.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

On September 14, 2000, the County issued \$1,500,000 of Series 2000B Florence County General Obligation Bonds (Economic Development). These bonds bear interest at 5.93%. The first interest payment of \$44,475 was due March 14, 2001 and semi-annually thereafter. The first principal payment was due March 14, 2002 and semi-annually thereafter, with the final payment for both principal and interest due September 14, 2010.

On October 11, 2001, the County issued \$430,000 of Series 2001 Florence County General Obligation Bonds (Hannah-Salem-Friendfield Fire District). These bonds bear interest at 4.10%. The first principal and interest payment of \$32,630 was due October 11, 2002 and annually thereafter with the final payment for both principal and interest due October 11, 2011.

On July 17, 2002, the County issued \$10,000,000 of Series 2002 Florence County General Obligation Bonds. These bonds bear interest at rates ranging from 3.00% to 4.75%. The first interest payment of \$243,883 was due March 1, 2003 and semiannually thereafter. The first principal payment was due March 1, 2003 and annually thereafter, with the final payment for both principal and interest due March 1, 2023. The proceeds of the bonds were used for funding a portion of the costs of the construction of a new main library building.

On October 15, 2003, the County issued \$210,000 of Florence County General Obligation Bonds, Series 2003 (Hannah-Salem-Friendfield Fire District). These bonds bear interest at a rate of 4.71%. Interest payments and principal payments was due annually beginning on October 15, 2004, with the first payment being in the amount of \$17,891. The final payment is due October 15, 2013. The proceeds of these bonds are being used to fund the construction of a new fire substation.

On February 5, 2004, the County issued \$950,000 of Florence County General Obligation Bonds, Series 2004 (Howe Springs Fire District). These bonds bear interest at a rate of 4.20%. Interest payments and principal payments was due annually beginning on February 5, 2005, with the first payment being in the amount of \$118,295. The final payment is due February 5, 2014. The proceeds of these bonds are being used to fund the purchase of new fire trucks and equipment.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

On February 9, 2005, the County issued \$1,123,000 of Series 2005 Florence County General Obligation Refunding Bonds. These bonds bear interest at a rate of 3.13%. Interest payments and principal payments are due annually beginning on February 9, 2006, with the first payment being in the amount of \$246,123. The final payment is due February 9, 2010. The proceeds of the bonds were used to refund the entire amount outstanding of the Series 2000B Florence County General Obligation Bonds (Economic Development).

On March 16, 2005, the County issued \$4,200,000 of Series 2005 Florence County Advance Refunding General Obligation Bonds. These bonds bear interest at rates ranging from 3.00% to 4.00%. The first interest payment of \$243,883 is due October 1, 2005 and semiannually thereafter. The first principal payment is due April 1, 2006 and annually thereafter, with the final payment for both principal and interest due April 1, 2020. The proceeds of the bonds were used to refund \$3,935,000 of the Series 2000 Florence County General Obligation Bonds.

General obligation bonds payable at June 30, 2005, are comprised of the following individual issues:

	Interest Rates	Maturity Date	Final Amount Outstanding	Current Maturity of Principal Installments
Florence County				
General Bonds:				
\$5,500,000, series 2000	5.20%	2006	210,000	210,000
	7.00%	2007	220,000	
	7.00%	2008	230,000	
			<u>660,000</u>	<u>210,000</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

	Interest Rates	Maturity Date	Final Amount Outstanding	Current Maturity of Principal Installments
Johnsonville Fire				
District Bonds:				
\$500,000, series 2000	5.30%	2006	25,000	25,000
	5.30%	2007	30,000	
	5.30%	2008	30,000	
	5.30%	2009	35,000	
	5.30%	2010	40,000	
	5.30%	2011	40,000	
	5.30%	2012	45,000	
	5.30%	2013	50,000	
	5.30%	2014	50,000	
	5.30%	2015	55,000	
			<u>400,000</u>	<u>25,000</u>
Hannah-Salem-Friendfield				
Fire District Bonds:				
\$430,000, series 2001	4.10%	2006	46,000	46,000
	4.10%	2007	49,000	
	4.10%	2008	50,000	
	4.10%	2009	54,000	
	4.10%	2010	57,000	
	4.10%	2011	60,000	
	4.10%	2012	63,000	
			<u>379,000</u>	<u>46,000</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

	Interest Rates	Maturity Date	Final Amount Outstanding	Current Maturity of Principal Installments
Florence County				
General Bonds:				
\$10,000,000, series 2002	3.00%	2006	185,000	185,000
	3.50%	2007	195,000	
	3.75%	2008	200,000	
	4.00%	2009	210,000	
	4.00%	2010	220,000	
	4.00%	2011	225,000	
	4.00%	2012	235,000	
	4.10%	2013	250,000	
	4.20%	2014	260,000	
	4.30%	2015	275,000	
	4.40%	2016	285,000	
	4.45%	2017	300,000	
	4.55%	2018	315,000	
	4.65%	2019	330,000	
	4.70%	2020	350,000	
	4.75%	2021	370,000	
	4.75%	2022	385,000	
	4.75%	2023	410,000	
			<u>5,000,000</u>	<u>185,000</u>
Hannah-Salem-Friendfield				
Fire District Bonds:				
\$210,000, series 2003	4.71%	2006	9,000	9,000
	4.71%	2007	10,000	
	4.71%	2008	12,000	
	4.71%	2009	13,000	
	4.71%	2010	14,000	
	4.71%	2011	14,000	
	4.71%	2012	15,000	
	4.71%	2013	55,000	
	4.71%	2014	60,000	
			<u>202,000</u>	<u>9,000</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

	Interest Rates	Maturity Date	Final Amount Outstanding	Current Maturity of Principal Installments
Howe Springs Fire				
District Bonds:				
\$950,000, series 2004	4.20%	2006	81,688	81,688
	4.20%	2007	85,119	
	4.20%	2008	88,694	
	4.20%	2009	92,419	
	4.20%	2010	96,301	
	4.20%	2011	100,345	
	4.20%	2012	104,560	
	4.20%	2013	108,951	
	4.20%	2014	113,528	
			<u>871,605</u>	<u>81,688</u>
Florence County				
Refunding Bonds:				
\$1,123,000, series 2005	3.13%	2006	210,973	210,973
	3.13%	2007	217,577	
	3.13%	2008	224,387	
	3.13%	2009	231,410	
	3.13%	2010	238,653	
			<u>1,123,000</u>	<u>210,973</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Florence County Advance

Refunding Bonds:

\$4,200,000, series 2005	3.00%	2006	25,000	25,000
	3.00%	2007	35,000	
	3.00%	2008	35,000	
	3.25%	2009	275,000	
	3.50%	2010	285,000	
	3.50%	2011	295,000	
	3.50%	2012	305,000	
	3.63%	2013	320,000	
	3.63%	2014	335,000	
	3.63%	2015	345,000	
	3.63%	2016	360,000	
	3.75%	2017	375,000	
	3.80%	2018	390,000	
	3.90%	2019	400,000	
	4.00%	2020	420,000	
			<u>4,200,000</u>	<u>25,000</u>

Total general obligation bonds	<u>\$12,835,605</u>	<u>\$792,661</u>
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Amount of long-term liability due within one year, by class:

General obligation bonds	\$ 792,661
Certificates of participation	2,385,000
Land commitment	150,000
Capital leases	824,331
Total	<u>\$ 4,151,992</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Changes in long-term debt during 2005, are summarized as follows:

	Long-Term Debt July 1, 2004	Additions	Retirements	Long-Term Debt June 30, 2005
By type of debt:				
General obligation bonds	\$15,462,044	\$5,323,000	\$7,949,439	\$12,835,605
Certificates of participation	27,290,000	-	2,305,000	24,985,000
Land commitment	300,000	-	150,000	150,000
Capital leases	2,345,338	1,208,112	1,196,208	2,357,242
Vacation pay	1,306,433	831,462	783,631	1,354,264
Total	<u>\$46,703,815</u>	<u>\$7,362,574</u>	<u>\$12,384,278</u>	<u>\$41,682,111</u>
By purpose:				
General government:				
County general capital projects	\$ 4,795,000	\$4,200,000	\$ 4,135,000	\$ 4,860,000
County vehicles	1,027,548	1,208,112	1,019,611	1,216,049
County equipment	128,768	-	33,467	95,301
Energy management	1,189,022	-	143,130	1,045,892
Public safety:				
Fire protection	2,008,000	-	155,395	1,852,605
County jail and radio system	18,011,400	-	1,521,300	16,490,100
Economic and physical development:				
Land commitment	300,000	-	150,000	150,000
Economic development	1,159,044	1,123,000	1,159,044	1,123,000
Culture & recreation:				
County library	7,500,000	-	2,500,000	5,000,000
Civic Center	9,278,600	-	783,700	8,494,900
Vacation pay	1,306,433	831,462	783,631	1,354,264
Total	<u>\$46,703,815</u>	<u>\$7,362,574</u>	<u>\$12,384,278</u>	<u>\$41,682,111</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Annual principal and interest requirements of general obligation bonds are summarized as follows:

Year Ended June 30,	Johnsonville Fire District Bonds		Hannah/Salem/ Friendfield Fire District Bonds		Howe Springs Fire District Bonds	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2006	\$ 25,000	\$ 21,200	\$ 55,000	\$ 25,053	\$ 81,688	\$ 36,607
2007	30,000	19,875	59,000	22,743	85,119	33,176
2008	30,000	18,285	62,000	20,263	88,694	29,602
2009	35,000	16,695	67,000	17,648	92,419	25,876
2010	40,000	14,840	71,000	14,822	96,301	21,995
2011-2015	240,000	40,015	267,000	28,774	427,384	45,798
2016-2020	-	-	-	-	-	-
2021-2025	-	-	-	-	-	-
	<u>\$400,000</u>	<u>\$130,910</u>	<u>\$581,000</u>	<u>\$129,273</u>	<u>\$871,605</u>	<u>\$193,054</u>

Year Ended June 30,	Florence County General Bonds		Florence County Refunding Bonds	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2006	\$ 395,000	\$ 258,245	\$ 210,973	\$ 35,150
2007	415,000	241,775	217,577	28,546
2008	430,000	219,550	224,387	21,736
2009	210,000	195,950	231,410	14,713
2010	220,000	187,550	238,653	7,470
2011-2015	1,245,000	798,130	-	-
2016-2020	1,580,000	502,555	-	-
2021-2025	1,165,000	112,575	-	-
	<u>\$5,660,000</u>	<u>\$2,516,330</u>	<u>\$1,123,000</u>	<u>\$107,615</u>

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

Year Ended June 30,	Florence County Advance Refunding Bonds		Totals	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2006	\$ 25,000	\$ 166,124	\$ 792,661	\$ 542,379
2007	35,000	152,595	841,696	498,710
2008	35,000	151,545	870,081	460,981
2009	275,000	150,495	910,829	421,377
2010	285,000	141,558	950,954	388,235
2011-2015	1,600,000	549,244	3,779,384	1,461,961
2016-2020	1,945,000	232,035	3,525,000	734,590
2021-2025	-	-	1,165,000	112,575
	<u>\$4,200,000</u>	<u>\$1,543,596</u>	<u>\$12,835,605</u>	<u>\$4,620,808</u>

	General		Totals
	<u>Principal</u>	<u>Interest</u>	
Reconciliation:			
Current portion	\$ 792,661	\$ 542,379	\$ 1,335,040
Subsequent years	<u>12,042,944</u>	<u>4,078,429</u>	<u>16,121,373</u>
Total	<u>\$12,835,605</u>	<u>\$4,620,808</u>	<u>\$17,456,413</u>

On December 23, 1992, the County issued \$45,880,000 in certificates of participation with an average interest of 5.54% to advance refund \$41,845,000 of outstanding 1990 certificates of participation with an average interest rate of 7.31%. The net proceeds of \$43,692,903 (after providing for \$2,342,484 in underwriting fees, insurance, and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1990 certificates of participation. As a result, the 1990 certificates of participation are considered to be defeased and the liability for those certificates has been removed from the long-term obligations section of the government-wide financial statements. On March 1, 2000, at the first call date for the 1990 certificates, \$33,862,338 from the irrevocable trust was used to pay the outstanding balance of these certificates. Therefore, at June 30, 2002, the balance outstanding of the 1990 certificates was zero (\$0).

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

The County advance refunded the 1990 certificates of participation to reduce its total debt service payments over the next 22 years by almost \$815,000 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$715,340.

On March 3, 2003, the first call date for the 1992 certificates, the County issued \$29,515,000 variable rate refunding certificates of participation to pay the entire outstanding balance of the 1992 certificates, as well as the issuance costs of the new 2003 certificates.

The County is obligated under the certificates of participation issued on March 3, 2003 as noted above. (See Note 7) The annual payments for these certificates are contingent upon County Council making an annual appropriation for each year's lease requirement. These certificates are accounted for as capital leases in the long-term obligations section of the government-wide financial statements. Because they are not backed by the full faith and credit of the County, they do not represent general obligation debt of the County. Since these are variable rate certificates, the following is a schedule of future minimum lease principle payments under capital leases as of June 30, 2005. No future interest payments are presented.

Year ending June 30	Long-term debt
2006	\$ 2,385,000
2007	2,475,000
2008	2,570,000
2009	2,665,000
2010	2,765,000
2011-2015	<u>12,125,000</u>
Minimum capital lease principal payments	<u>\$24,985,000</u>

On October 27, 2004, the County entered into a capital lease. The lease bears interest at a rate of 2.68%. Interest payments and principal payments were due quarterly beginning on December 1, 2005, with the first payment being in the amount of \$104,679. The final payment is due September 1, 2007. The proceeds of this lease are being used to fund the purchase of new vehicles and equipment.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS
Year Ended June 30, 2005

NOTE 2. DETAIL NOTES on ALL FUNDS (Continued)

The gross amount of capital assets acquired under capital leases by major assets class as of June 30, 2005 is as follows:

Improvements other than buildings	\$ 98,000
Autos & trucks	686,538
Machinery & equipment	<u>1,321,249</u>
Total	<u>\$2,105,787</u>

The County is obligated under other leases accounted for as noncancellable operating leases. The following is a schedule of future minimum lease payments under noncancellable operating leases as of June 30, 2005:

Year ending June 30	
2006	\$ 41,500
2007	41,500
2008	41,500
2009	41,500
2010	41,500
2011-2015	<u>148,542</u>
	<u>\$ 356,042</u>

NOTE 3. RESTRICTED ASSETS - ENTERPRISE FUNDS

The balances of the restricted asset accounts in the enterprise funds are as follows:

Restricted cash – held for closure and postclosure costs	\$943,405
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NOTE 4. SUMMARY DISCLOSURE of SIGNIFICANT CONTINGENCIES

Litigation

The County is defendant in several miscellaneous litigations. Any losses which may be incurred and are not fully covered by County insurance are not expected to be material. Legal fees related to these litigations are also not expected to be material.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2005

NOTE 4. SUMMARY DISCLOSURE of SIGNIFICANT CONTINGENCIES (Continued)

Federal and State Assisted Programs

The County has received proceeds from several Federal and State Grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant monies.

NOTE 5. LEASING ARRANGEMENTS

The County has entered into an operating lease agreement with a fire district whereby the district will pay the County for renting a portion of the Lower Florence County Public Service Building. At June 30, 2005, the minimum future rentals under this lease are \$22,483 annually for 14 years or \$314,762 total. The revenue from these rentals is recorded by the County in the Lower Florence County Public Service Building Debt Service Fund.

NOTE 6. NO-COMMITMENT DEBT

At June 30, 2005 approximately \$207,630,000 of industrial and hospital revenue bonds bearing the County's name were outstanding. This debt is repayable only by the entities for whom the debt is issued and the County assumes no responsibility for repayment.

In addition, during fiscal year 1994, the County entered into a three-county industrial park agreement. Subsequent to this agreement, a company, with locations in Florence County and the other two counties, obtained industrial revenue bond financing which will allow them to borrow up to \$200,000,000 over the next five years. At June 30, 2005 approximately \$10,700,000 of the \$200,000,000 was included in the revenue bonds disclosed in the preceding paragraph. The portion of proceeds spent in Florence County will constitute "no-commitment debt" for the County and the County will assume no responsibility for its repayment.

NOTE 7. COMMITMENTS

Of the total unreserved general fund balance of \$9,719,684, \$8,740,727 is undesignated. The remaining \$978,957 is designated to finance current and future capital improvement needs of Florence County.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 7. COMMITMENTS (Continued)

During fiscal year 1993, Florence County Council approved an ordinance and certain agreements authorizing the sale of \$45,880,000 of Refunding Series Certificates of Participation. The proceeds of this issue were placed in an irrevocable trust to provide for all future debt service payments of the 1990 Certificates of Participation. The County's obligation to repay these certificates is dependent upon annual appropriations being made by the County for that purpose. Although this obligation of the County does not constitute a pledge of the full faith, credit, or taxing power of the County within the meaning of any state constitutional or statutory provision, the County is financially obligated for repayment and has set up certain Special Revenue and Debt Service funds from which it contemplates making the annual appropriations. The proceeds of these certificates were used to finance the construction of a Law Enforcement Center, a Civic Center, a radio transmission tower, and to purchase other County equipment.

On March 3, 2003, the first call date for the 1992 certificates, the County issued \$29,515,000 variable rate refunding certificates of participation to pay the entire outstanding balance of the 1992 certificates, as well as the issuance costs of the new 2003 certificates.

Principal and interest payments for the refunding series of certificates of participation are being funded by annual appropriations made by County Council. In fiscal year 2005, the millage requirement for debt service, jail operations, and the sheriff's department was 31.5 mils.

The debt service costs and the operation and maintenance costs for the Civic Center are being jointly paid by the City of Florence and the County. The two entities have entered into a service agreement whereby each are making equal annual payments into a Civic Center Debt Service and Operations and Maintenance Fund from which these costs will be paid. All Civic Center revenues are to be used to offset operation and maintenance costs, thereby reducing the amounts needed from the Debt Service and Operations and Maintenance Fund. In fiscal year 2003, the County began using revenues from the Local Accommodations Tax Special Revenue Fund to meet its obligations under this service agreement. The City-County service agreement requires that, if the annual payments and balances on hand in the Debt Service and Operations and Maintenance Fund are not sufficient in any year to pay the debt service and net operations and maintenance costs, the County and City must make equal additional payments to fund the deficiency. The annual payment from both the County and the City was approximately \$1,130,000 each for the fiscal year ended June 30, 2005. It is expected that the City's and County's annual payments will decrease to approximately \$1,050,000 per year beginning in fiscal year 2006.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 8. CONTINGENCIES

Pursuant to the Solid Waste Management Act of 1991, Florence County must operate a Sub-title D landfill in compliance with the provisions of the Act, to continue to accept solid waste into its landfill after October, 1995. Among the requirements of Sub-title D operation are installation of synthetic liners in all fill areas, installation of a cap over the filled areas at the time of closure, and funding of a post-closure account to defray costs of monitoring and compliance after closure.

On October 5, 1995, the County received a six-month extension on compliance with the Act and did not have to operate a Sub-title D landfill until April 9, 1996.

On April 9, 1996, the County closed the vertical expansion portion of the landfill and contracted with a private company to transport the County's solid waste to another landfill.

Because the County elected to close the vertical expansion portion of the landfill, the County will now incur costs for closure of this portion of the landfill as well as post-closure care costs such as the purchase of liability insurance to protect the County in the event of an incident of contamination and the monitoring of this portion of the landfill for a thirty year period. These costs are estimated at approximately \$943,405 at June 30, 2005 and has been funded by user fees which were being collected through September, 1995. Since the vertical expansion portion of the landfill was closed on April 9, 1996, the estimated amount for closure and post closure costs have been fully accrued at June 30, 2005. Costs for closure and post-closure care are based on engineering estimates and are subject to change based on various factors some of which include inflation, deflation, changes in technology, and changes in laws or regulations.

The Solid Waste Management Act, which was amended on June 23, 1995, requires the County to adopt one, or a combination of a few, financial assurance mechanisms that would bind and legally enforce the County to make the payments necessary for closure and post-closure care costs. The County has restricted the cash necessary for the payment of the closure and post-closure care costs in the Landfill Enterprise Fund and has chosen the local government financial test as its financial assurance mechanism. This test requires that the finance director provide certification annually that the County meets certain financial ratios and certain other criteria in order to comply with financial assurance under the Solid Waste Management Act.

FLORENCE COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS Year Ended June 30, 2005

NOTE 9. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains commercial insurance coverage covering each of those risks of loss. The County participates in certain state-wide funds for the purchasing of workers compensation insurance and liability insurance. The County's primary risk with regard to these funds is only for the annual premiums. However, the County does bear a secondary risk if the funds were to default due to either a wide-spread increase in claim experience or mismanagement of the funds assets. If this event were to occur, the County, along with all other participants in the funds, would be charged additional assessments. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for revenues from earmarked revenue sources which by law are designated to finance particular functions or activities of government and which, therefore, cannot be diverted to other uses.

Florence Darlington TEC Fund - To account for the receipt of tax revenues and the disbursement of these revenues to Florence Darlington TEC.

S.C. Accommodations Tax Fund - To account for the receipt of accommodations taxes and the disbursement of these taxes to various cultural and tourism related organizations.

Civic Center Fund - To account for the receipt and disbursement of the annual appropriation for the Civic Center from Florence County and the City of Florence.

Capital Improvements Fund - To account for specific capital projects of the County.

Treasurer Delinquent Tax Fund - To account for the collection of delinquent tax costs and fees and the expenditures of the delinquent tax office.

Victim/Witness Assistance Fund - To account for the receipt of fines and fees charges in magistrate court and general sessions court and the expenditures to assist victims and witnesses of various crimes.

Howe Springs Fire District - To account for the receipt of property tax revenue and the disbursement of this revenue to the fire district.

Sardis - Timmonsville Fire District - To account for the receipt of property tax revenue and the disbursement of this revenue to the fire district.

Johnsonville Fire District - To account of the receipt of property tax revenue and the disbursement of this revenue to the fire district.

Law Library Fund - To account for the receipt of fee revenue and the expenditure of this revenue for the law library.

Economic Development Partnership Fund - To account for the receipt of both private revenue sources as well as a matching transfer from the General Fund and the expenditure of these revenues for economic development purposes.

Emergency Management Fund - To account for the receipt of property tax revenue and other revenues and the expenditures of the radio system, central dispatch, and the emergency management department.

Local Accommodations Fee Fund - To account for the receipt of local accommodations fees and the expenditures for tourist-related activities.

County Library Fund - To account for operation of the county library system.

Senior Citizens Center Fund - To account for the operation of the senior citizens center

NONMAJOR GOVERNMENTAL FUNDS (Continued)

DEBT SERVICE FUNDS

The Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt and long-term obligation principal, interest, and related costs.

The following funds are reported in this section:

Hannah/Salem/Friendfield Fire District Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the fire district.

Johnsonville Fire District Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the fire district.

Howe - Springs Fire District Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the fire district.

Lower Florence County Public Service Building Debt Service Fund - To account for the receipt of rent revenue and interest income and the payment of debt service on this building.

Civic Center Debt Service Fund - To account for the receipt of the annual appropriation from Florence County and the City of Florence and the payment of the annual debt service for the Civic Center.

2000 General Obligation Bond Debt Service Fund - To account for the receipt of the annual appropriation from the General Fund and the payment of debt service on the bond which was issued for various purposes.

2000 Economic Development Bond Debt Service Fund - To account for the annual appropriation from the General Fund and the payment of debt service on the bond which was issued for economic development purposes.

Energy Management Debt Service Fund - To account for the annual appropriation from the General Fund and the payment of debt service on the lease which was entered into for energy management purposes.

Capital Lease Debt Service Fund - To account for the annual appropriation from the General Fund and the payment of debt service on various capital leases which were entered into to finance the purchase of various vehicles and equipment.

Library Debt Service Fund - To account for the receipt of property tax revenue and the payment of debt service for the new Florence County Library building.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for the receipt and disbursement of resources for the purpose of building or buying major capital assets.

The following funds are reported in this section:

Hannah/Salem/Friendfield Fire District Capital Project Fund - To account for the various capital projects of the fire district.

Street Sign Capital Project Fund - To account for the installation of street signs in various locations throughout Florence County.

Florence County General Capital Project Fund - To account for various projects funded by the 2000 Florence County General Obligation Bond.

Johnsonville Fire District Capital Project Fund - To account for the various capital projects of the fire district.

Radio System Upgrade Capital Project Fund - To account for the installation of an additional radio tower and various other radio and dispatch equipment in order to upgrade the county radio system.

Library Capital Project Fund - To account for the construction of the new main library.

Howe Springs Fire District Capital Project Fund - To account for the various capital projects of the fire district.

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

	Special Revenue Funds			
	Florence Darlington TEC Fund	S.C. Accommodations Tax Fund	Civic Center Fund	Capital Improvements Fund
ASSETS AND OTHER DEBITS				
Assets:				
Cash and investments	\$ 384,418	\$ -	\$ 135	\$ 1,489,598
Receivables:				
Property taxes (net)	-	-	517	-
Other governmental units and agencies	-	118,473	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Prepays	-	-	-	-
Due from other funds	-	-	-	-
Total assets and other debits	<u><u>\$ 384,418</u></u>	<u><u>\$ 118,473</u></u>	<u><u>\$ 652</u></u>	<u><u>\$ 1,489,598</u></u>
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 101,331
Payroll withholdings and accruals	-	-	-	2,080
Other payables	-	-	-	-
Due to other funds	-	29,465	-	-
Deferred revenues	125,759	-	-	-
Total liabilities	<u><u>125,759</u></u>	<u><u>29,465</u></u>	<u><u>-</u></u>	<u><u>103,411</u></u>
Fund equity:				
Fund balance:				
Reserved for debt service reserve	-	-	-	-
Reserved for encumbrances	-	-	-	-
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Unreserved, reported in:				
Special revenue funds	258,659	89,008	652	1,386,187
Debt service funds	-	-	-	-
Capital project funds	-	-	-	-
Total fund equity	<u><u>258,659</u></u>	<u><u>89,008</u></u>	<u><u>652</u></u>	<u><u>1,386,187</u></u>
Total liabilities and fund equity	<u><u>\$ 384,418</u></u>	<u><u>\$ 118,473</u></u>	<u><u>\$ 652</u></u>	<u><u>\$ 1,489,598</u></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

(Continued)

	Special Revenue Funds		
	Law Library Fund	Victim/ Witness Assistance Fund	Treasurer Delinquent Tax Fund
ASSETS AND OTHER DEBITS			
Assets:			
Cash and investments	\$ -	\$ 788,549	\$ 122,121
Receivables:			
Property taxes (net)	-	-	-
Other governmental units and agencies	-	11,888	-
Others (net)	-	-	-
Inventory	-	-	-
Prepays	-	46	-
Due from other funds	-	-	-
Total assets and other debits	<u><u>\$ -</u></u>	<u><u>\$ 800,483</u></u>	<u><u>\$ 122,121</u></u>
LIABILITIES AND FUND EQUITY			
Liabilities:			
Accounts payable	\$ 41	\$ 4,918	\$ 6,175
Payroll withholdings and accruals	640	8,608	4,605
Other payables	-	-	-
Due to other funds	6,932	-	-
Deferred revenues	-	-	7,983
Total liabilities	<u><u>7,613</u></u>	<u><u>13,526</u></u>	<u><u>18,763</u></u>
Fund equity:			
Fund balance:			
Reserved for debt service reserve	-	-	-
Reserved for encumbrances	-	-	-
Reserved for inventory	-	-	-
Reserved for debt service	-	-	-
Unreserved, reported in:			
Special revenue funds	(7,613)	786,957	103,358
Debt service funds	-	-	-
Capital project funds	-	-	-
Total fund equity	<u><u>(7,613)</u></u>	<u><u>786,957</u></u>	<u><u>103,358</u></u>
Total liabilities and fund equity	<u><u>\$ -</u></u>	<u><u>\$ 800,483</u></u>	<u><u>\$ 122,121</u></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

(Continued)

	Special Revenue Funds			
	Howe Springs Fire District	Sardis- Timmons- ville Fire District	Johnsonville Fire District	Economic Development Partnership Fund
ASSETS AND OTHER DEBITS				
Assets:				
Cash and investments	\$ 9,257	\$ 62,152	\$ 18,941	\$ 824,125
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	41,243
Inventory	-	-	-	-
Prepays	-	-	-	393
Due from other funds	-	-	-	-
Total assets and other debits	\$ 9,257	\$ 62,152	\$ 18,941	\$ 865,761
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 6,036
Payroll withholdings and accruals	-	-	-	14,293
Other payables	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenues	-	18,871	20,316	-
Total liabilities	-	18,871	20,316	20,329
Fund equity:				
Fund balance:				
Reserved for debt service reserve	-	-	-	-
Reserved for encumbrances	-	-	-	-
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Unreserved, reported in:				
Special revenue funds	9,257	43,281	(1,375)	845,432
Debt service funds	-	-	-	-
Capital project funds	-	-	-	-
Total fund equity	9,257	43,281	(1,375)	845,432
Total liabilities and fund equity	\$ 9,257	\$ 62,152	\$ 18,941	\$ 865,761

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

(Continued)

	Special Revenue Funds			
	Emergency Management Fund	County Library Fund	Senior Citizens Center Fund	Local Accommodations Fee Fund
ASSETS AND OTHER DEBITS				
Assets:				
Cash and investments	\$ 7,398	\$ 1,749,690	\$ 362,585	\$ 1,938,503
Receivables:				
Property taxes (net)	14,652	(4,876)	1,131	-
Other governmental units and agencies	153,948	112,842	15,395	-
Others (net)	1	-	-	101,881
Inventory	-	-	-	-
Prepays	3,040	-	-	-
Due from other funds	-	-	-	-
Total assets and other debits	\$ 179,039	\$ 1,857,656	\$ 379,111	\$ 2,040,384
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ 200,542	\$ 215,627	\$ 14,055	\$ -
Payroll withholdings and accruals	62,287	49,252	-	-
Other payables	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenues	-	-	-	-
Total liabilities	262,829	264,879	14,055	-
Fund equity:				
Fund balance:				
Reserved for debt service reserve	-	-	-	-
Reserved for encumbrances	-	-	-	-
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Unreserved, reported in:				
Special revenue funds	(83,790)	1,592,777	365,056	2,040,384
Debt service funds	-	-	-	-
Capital project funds	-	-	-	-
Total fund equity	(83,790)	1,592,777	365,056	2,040,384
Total liabilities and fund equity	\$ 179,039	\$ 1,857,656	\$ 379,111	\$ 2,040,384

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

(Continued)

	Debt Service Funds			
	Hannah/ Salem/ Friendfield Fire District Fund	Johnsonville Fire District Fund	Howe Springs Fire District Fund	Lower Florence County Public Service Building Fund
ASSETS AND OTHER DEBITS				
Assets:				
Cash and investments	\$ 89,261	\$ 23,801	\$ 60,176	\$ 312,567
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Prepays	-	-	-	-
Due from other funds	-	-	-	-
Total assets and other debits	\$ 89,261	\$ 23,801	\$ 60,176	\$ 312,567
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-	-
Other payables	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenues	-	5,078	-	-
Total liabilities	-	5,078	-	-
Fund equity:				
Fund balance:				
Reserved for debt service reserve	-	-	-	-
Reserved for encumbrances	-	-	-	-
Reserved for inventory	-	-	-	-
Reserved for debt service	89,261	18,723	60,176	312,567
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Debt service funds	-	-	-	-
Capital project funds	-	-	-	-
Total fund equity	89,261	18,723	60,176	312,567
Total liabilities and fund equity	\$ 89,261	\$ 23,801	\$ 60,176	\$ 312,567

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

(Continued)

	Debt Service Funds			
	Civic Center Fund	2000 General Obligation Bond Fund	2000 Economic Development Bond Fund	Energy Management Fund
ASSETS AND OTHER DEBITS				
Assets:				
Cash and investments	\$ 399,701	\$ 1,868	\$ -	\$ -
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	506,988	-	-	36,418
Others (net)	344,484	-	-	-
Inventory	-	-	-	-
Prepays	-	-	-	-
Due from other funds	-	-	-	-
Total assets and other debits	<u>\$ 1,251,173</u>	<u>\$ 1,868</u>	<u>\$ -</u>	<u>\$ 36,418</u>
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ -	\$ 1,868	\$ -	\$ -
Payroll withholdings and accruals	-	-	-	-
Other payables	-	-	-	-
Due to other funds	-	-	-	36,418
Deferred revenues	-	-	-	-
Total liabilities	<u>-</u>	<u>1,868</u>	<u>-</u>	<u>36,418</u>
Fund equity:				
Fund balance:				
Reserved for debt service reserve	1,251,173	-	-	-
Reserved for encumbrances	-	-	-	-
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Debt service funds	-	-	-	-
Capital project funds	-	-	-	-
Total fund equity	<u>1,251,173</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 1,251,173</u>	<u>\$ 1,868</u>	<u>\$ -</u>	<u>\$ 36,418</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

(Continued)

	Debt Service Funds		Capital Project Funds	
	Capital Lease Fund	Library Fund	Library Fund	County General Fund
ASSETS AND OTHER DEBITS				
Assets:				
Cash and investments	\$ -	\$ 753,295	\$ 1,001,765	\$ 2,843,075
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	46,185	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Prepays	-	-	-	-
Due from other funds	-	-	-	-
Total assets and other debits	<u><u>\$ -</u></u>	<u><u>\$ 799,480</u></u>	<u><u>\$ 1,001,765</u></u>	<u><u>\$ 2,843,075</u></u>
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 58	\$ 27,352
Payroll withholdings and accruals	-	-	-	-
Other payables	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenues	-	-	-	-
Total liabilities	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>58</u></u>	<u><u>27,352</u></u>
Fund equity:				
Fund balance:				
Reserved for debt service reserve	-	-	-	-
Reserved for encumbrances	-	-	-	-
Reserved for inventory	-	-	-	-
Reserved for debt service	-	799,480	-	-
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Debt service funds	-	-	-	-
Capital project funds	-	-	1,001,707	2,815,723
Total fund equity	<u><u>-</u></u>	<u><u>799,480</u></u>	<u><u>1,001,707</u></u>	<u><u>2,815,723</u></u>
Total liabilities and fund equity	<u><u>\$ -</u></u>	<u><u>\$ 799,480</u></u>	<u><u>\$ 1,001,765</u></u>	<u><u>\$ 2,843,075</u></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

(Continued)

	Capital Project Funds			
	Radio System Upgrade Fund	Hannah/ Salem/ Friendfield Fire District Fund	Street Sign Fund	Johnsonville Fire District Fund
ASSETS AND OTHER DEBITS				
Assets:				
Cash and investments	\$ -	\$ 11,767	\$ 53,730	\$ 6,648
Receivables:				
Property taxes (net)	-	-	-	-
Other governmental units and agencies	-	-	-	-
Others (net)	-	-	-	-
Inventory	-	-	-	-
Prepays	-	-	-	-
Due from other funds	-	-	-	-
Total assets and other debits	<u>\$ -</u>	<u>\$ 11,767</u>	<u>\$ 53,730</u>	<u>\$ 6,648</u>
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payroll withholdings and accruals	-	-	-	-
Other payables	-	-	-	-
Due to other funds	296,075	-	-	-
Deferred revenues	-	-	-	-
Total liabilities	<u>296,075</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund equity:				
Fund balance:				
Reserved for debt service reserve	-	-	-	-
Reserved for encumbrances	-	-	-	-
Reserved for inventory	-	-	-	-
Reserved for debt service	-	-	-	-
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Debt service funds	-	-	-	-
Capital project funds	(296,075)	11,767	53,730	6,648
Total fund equity	<u>(296,075)</u>	<u>11,767</u>	<u>53,730</u>	<u>6,648</u>
Total liabilities and fund equity	<u>\$ -</u>	<u>\$ 11,767</u>	<u>\$ 53,730</u>	<u>\$ 6,648</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2005

(Continued)

	Capital Project Fund	
	Howe Springs Fire District Fund	Total
ASSETS AND OTHER DEBITS		
Assets:		
Cash and investments	\$ 6,097	\$ 13,321,223
Receivables:		
Property taxes (net)	-	11,424
Other governmental units and agencies	-	1,002,137
Others (net)	-	487,609
Inventory	-	-
Prepays	-	3,479
Due from other funds	-	-
Total assets and other debits	<u>\$ 6,097</u>	<u>\$ 14,825,872</u>
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	\$ -	\$ 578,003
Payroll withholdings and accruals	-	141,765
Other payables	-	-
Due to other funds	-	368,890
Deferred revenues	-	178,007
Total liabilities	<u>-</u>	<u>1,266,665</u>
Fund equity:		
Fund balance:		
Reserved for debt service reserve	-	1,251,173
Reserved for encumbrances	-	-
Reserved for inventory	-	-
Reserved for debt service	-	1,280,207
Unreserved, reported in:		
Special revenue funds	-	7,428,230
Debt service funds	-	-
Capital project funds	6,097	3,599,597
Total fund equity	<u>6,097</u>	<u>13,559,207</u>
Total liabilities and fund equity	<u>\$ 6,097</u>	<u>\$ 14,825,872</u>



FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005

	Special Revenue Funds			
	Florence Darlington TEC Fund	S.C. Accommodations Tax Fund	Civic Center Fund	Capital Improvements Fund
Revenues:				
Taxes	\$ 1,454,037	\$ -	\$ 29	\$ -
Licenses and permits	-	-	-	-
Fines and fees	-	-	-	-
Intergovernmental	-	392,433	-	-
Sales and other functional revenues	-	-	-	-
Miscellaneous	8,159	1,644	3	-
Total revenues	<u>1,462,196</u>	<u>394,077</u>	<u>32</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	530,628
Public safety	-	-	-	-
Economic and physical development	-	120,481	-	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	578,500	-	-
Education	2,014,195	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>2,014,195</u>	<u>698,981</u>	<u>-</u>	<u>530,628</u>
Revenues over (under) expenditures	(551,999)	(304,904)	32	(530,628)
Other financing sources (uses):				
Proceeds of bond issue	-	-	-	-
Proceeds of capital lease	-	-	-	-
Operating transfer in	-	-	-	450,000
Operating transfer out	-	-	-	-
Net change in fund balances	(551,999)	(304,904)	32	(80,628)
Fund balance - beginning of year	<u>810,658</u>	<u>393,912</u>	<u>620</u>	<u>1,466,815</u>
Fund balance - end of year	<u>\$ 258,659</u>	<u>\$ 89,008</u>	<u>\$ 652</u>	<u>\$ 1,386,187</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005

(Continued)

	Special Revenue Funds		
	Law Library Fund	Victim/ Witness Assistance Fund	Treasurer Delinquent Tax Fund
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Fines and fees	50,306	325,837	472,541
Intergovernmental	-	-	-
Sales and other functional revenues	-	-	-
Miscellaneous	-	16,934	-
Total revenues	<u>50,306</u>	<u>342,771</u>	<u>472,541</u>
Expenditures:			
Current:			
General government	67,269	319,436	325,213
Public safety	-	141,453	-
Economic and physical development	-	-	-
Public works	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirements	-	-	-
Interest	-	-	-
Paying agent fee	-	-	-
Total expenditures	<u>67,269</u>	<u>460,889</u>	<u>325,213</u>
Revenues over (under) expenditures	(16,963)	(118,118)	147,328
Other financing sources (uses):			
Proceeds of bond issue	-	-	-
Proceeds of capital lease	-	-	-
Operating transfer in	-	-	-
Operating transfer out	-	-	(150,000)
Net change in fund balances	(16,963)	(118,118)	(2,672)
Fund balance - beginning of year	<u>9,350</u>	<u>905,075</u>	<u>106,030</u>
Fund balance - end of year	<u>\$ (7,613)</u>	<u>\$ 786,957</u>	<u>\$ 103,358</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005

(Continued)

	Special Revenue Funds			
	Howe Springs Fire District	Sardis- Timmons ville Fire District	Johnsonville Fire District	Economic Development Partnership Fund
Revenues:				
Taxes	\$ 404,644	\$ 201,694	\$ 241,676	\$ -
Licenses and permits	-	-	-	-
Fines and fees	-	-	-	375,372
Intergovernmental	31,358	6,435	5,392	-
Sales and other functional revenues	-	-	-	-
Miscellaneous	572	906	12,248	13,700
Total revenues	<u>436,574</u>	<u>209,035</u>	<u>259,316</u>	<u>389,072</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	439,127	177,127	269,648	-
Economic and physical development	-	-	-	663,408
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	22,485	-	-
Interest	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>439,127</u>	<u>199,612</u>	<u>269,648</u>	<u>663,408</u>
Revenues over (under) expenditures	(2,553)	9,423	(10,332)	(274,336)
Other financing sources (uses):				
Proceeds of bond issue	-	-	-	-
Proceeds of capital lease	-	-	-	-
Operating transfer in	-	-	-	330,000
Operating transfer out	-	-	-	-
Net change in fund balances	(2,553)	9,423	(10,332)	55,664
Fund balance - beginning of year	<u>11,810</u>	<u>33,858</u>	<u>8,957</u>	<u>789,768</u>
Fund balance - end of year	<u>\$ 9,257</u>	<u>\$ 43,281</u>	<u>\$ (1,375)</u>	<u>\$ 845,432</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005

(Continued)

	Special Revenue Funds			
	Emergency Management Fund	County Library Fund	Senior Citizens Center Fund	Local Accommodations Fee Fund
Revenues:				
Taxes	\$ 1,860,643	\$ 1,337,971	\$ 185,023	\$ -
Licenses and permits	-	-	-	-
Fines and fees	-	-	-	1,182,056
Intergovernmental	-	-	-	-
Sales and other functional revenues	23,279	-	-	-
Miscellaneous	-	38,850	5,035	49,373
Total revenues	<u>1,883,922</u>	<u>1,376,821</u>	<u>190,058</u>	<u>1,231,429</u>
Expenditures:				
Current:				
General government	-	-	900	29,625
Public safety	2,191,836	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	3,043,443	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>2,191,836</u>	<u>3,043,443</u>	<u>900</u>	<u>29,625</u>
Revenues over (under) expenditures	(307,914)	(1,666,622)	189,158	1,201,804
Other financing sources (uses):				
Proceeds of bond issue	-	-	-	-
Proceeds of capital lease	-	-	-	-
Operating transfer in	45,505	1,320,000	-	-
Operating transfer out	-	(29,840)	-	(1,131,898)
Net change in fund balances	(262,409)	(376,462)	189,158	69,906
Fund balance - beginning of year	<u>178,619</u>	<u>1,969,239</u>	<u>175,898</u>	<u>1,970,478</u>
Fund balance - end of year	<u>\$ (83,790)</u>	<u>\$ 1,592,777</u>	<u>\$ 365,056</u>	<u>\$ 2,040,384</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005

(Continued)

	Debt Service Funds			
	Hannah/ Salem/ Friendfield Fire District Fund	Johnsonville Fire District Fund	Howe Springs Fire District Fund	Lower Florence County Public Service Building Fund
Revenues:				
Taxes	\$ 76,556	\$ 45,035	\$ 93,146	\$ -
Licenses and permits	-	-	-	-
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Sales and other functional revenues	-	-	-	-
Miscellaneous	1,303	472	52,299	28,435
Total revenues	<u>77,859</u>	<u>45,507</u>	<u>145,445</u>	<u>28,435</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	52,000	25,000	78,395	-
Interest	26,840	22,529	39,900	-
Paying agent fee	-	-	-	-
Total expenditures	<u>78,840</u>	<u>47,529</u>	<u>118,295</u>	<u>-</u>
Revenues over (under) expenditures	(981)	(2,022)	27,150	28,435
Other financing sources (uses):				
Proceeds of bond issue	-	-	-	-
Proceeds of capital lease	-	-	-	-
Operating transfer in	-	-	-	-
Operating transfer out	-	-	-	-
Net change in fund balances	(981)	(2,022)	27,150	28,435
Fund balance - beginning of year	<u>90,242</u>	<u>20,745</u>	<u>33,026</u>	<u>284,132</u>
Fund balance - end of year	<u>\$ 89,261</u>	<u>\$ 18,723</u>	<u>\$ 60,176</u>	<u>\$ 312,567</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005

(Continued)

	Debt Service Funds			
	Civic Center Fund	2000 General Obligation Bond Fund	2000 Economic Development Bond Fund	Energy Management Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and fees	-	-	-	-
Intergovernmental	1,131,898	-	-	-
Sales and other functional revenues	-	-	-	-
Miscellaneous	12,656	-	-	-
Total revenues	<u>1,144,554</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	935,934	-	-	-
Education	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirements	783,700	200,000	74,375	118,359
Interest	554,628	261,395	34,366	55,652
Paying agent fee	2,190	(10,518)	-	-
Total expenditures	<u>2,276,452</u>	<u>450,877</u>	<u>108,741</u>	<u>174,011</u>
Revenues over (under) expenditures	(1,131,898)	(450,877)	(108,741)	(174,011)
Other financing sources (uses):				
Proceeds of bond issue	-	-	-	-
Proceeds of capital lease	-	-	-	-
Operating transfer in	1,131,898	450,877	108,741	174,011
Operating transfer out	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balance - beginning of year	<u>1,251,173</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - end of year	<u><u>\$ 1,251,173</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005

(Continued)

	Debt Service Funds		Capital Project Funds	
	Capital Lease Fund	Library Fund	Library Fund	County General Fund
Revenues:				
Taxes	\$ -	\$ 590,963	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and fees	-	-	-	-
Intergovernmental	-	-	-	-
Sales and other functional revenues	-	-	-	-
Miscellaneous	-	8,571	57,939	53,215
Total revenues	<u>-</u>	<u>599,534</u>	<u>57,939</u>	<u>53,215</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	-	-	597,831	931,013
Debt service:				
Principal retirements	1,016,419	2,500,000	-	-
Interest	28,654	290,825	-	-
Paying agent fee	-	1,938	-	-
Total expenditures	<u>1,045,073</u>	<u>2,792,763</u>	<u>597,831</u>	<u>931,013</u>
Revenues over (under) expenditures	(1,045,073)	(2,193,229)	(539,892)	(877,798)
Other financing sources (uses):				
Proceeds of bond issue	-	-	-	-
Proceeds of capital lease	-	-	-	-
Operating transfer in	1,045,073	2,500,000	-	1,703,383
Operating transfer out	-	-	(2,500,000)	(104,059)
Net change in fund balances	-	306,771	(3,039,892)	721,526
Fund balance - beginning of year	-	492,709	4,041,599	2,094,197
Fund balance - end of year	<u>\$ -</u>	<u>\$ 799,480</u>	<u>\$ 1,001,707</u>	<u>\$ 2,815,723</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2005

(Continued)

	Capital Project Funds			
	Radio System Upgrade Fund	Hannah/ Salem/ Friendfield Fire District Fund	Street Sign Fund	Johnsonville Fire District Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and fees	-	-	-	-
Intergovernmental	383,955	-	-	-
Sales and other functional revenues	-	-	-	-
Miscellaneous	-	671	1,069	132
Total revenues	<u>383,955</u>	<u>671</u>	<u>1,069</u>	<u>132</u>
Expenditures:				
Current:				
General government	5,047	-	-	-
Public safety	-	-	-	-
Economic and physical development	-	-	-	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Capital outlay	706,382	110,302	-	-
Debt service:				
Principal retirements	-	-	-	-
Interest	-	-	-	-
Paying agent fee	-	-	-	-
Total expenditures	<u>711,429</u>	<u>110,302</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	(327,474)	(109,631)	1,069	132
Other financing sources (uses):				
Proceeds of bond issue	-	-	-	-
Proceeds of capital lease	-	-	-	-
Operating transfer in	-	-	-	-
Operating transfer out	-	-	-	-
Net change in fund balances	(327,474)	(109,631)	1,069	132
Fund balance - beginning of year	<u>31,399</u>	<u>121,398</u>	<u>52,661</u>	<u>6,516</u>
Fund balance - end of year	<u>\$ (296,075)</u>	<u>\$ 11,767</u>	<u>\$ 53,730</u>	<u>\$ 6,648</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2005

(Continued)

	Capital Project Fund	
	Howe Springs Fire District Fund	Total
Revenues:		
Taxes	\$ -	\$ 6,491,417
Licenses and permits	-	-
Fines and fees	-	2,406,112
Intergovernmental	-	1,951,471
Sales and other functional revenues	-	23,279
Miscellaneous	6,097	370,283
Total revenues	<u>6,097</u>	<u>11,242,562</u>
Expenditures:		
Current:		
General government	-	1,278,118
Public safety	-	3,219,191
Economic and physical development	-	783,889
Public works	-	-
Health	-	-
Welfare	-	-
Culture and recreation	-	4,557,877
Education	-	2,014,195
Capital outlay	944,969	3,290,497
Debt service:		
Principal retirements	-	4,870,733
Interest	-	1,314,789
Paying agent fee	-	(6,390)
Total expenditures	<u>944,969</u>	<u>21,322,899</u>
Revenues over (under) expenditures	(938,872)	(10,080,337)
Other financing sources (uses):		
Proceeds of bond issue	-	-
Proceeds of capital lease	-	-
Operating transfer in	-	9,259,488
Operating transfer out	-	(3,915,797)
Net change in fund balances	(938,872)	(4,736,646)
Fund balance - beginning of year	<u>944,969</u>	<u>18,295,853</u>
Fund balance - end of year	<u><u>\$ 6,097</u></u>	<u><u>\$ 13,559,207</u></u>

FIDUCIARY FUNDS

The County maintains thirteen Agency Funds. They are used to account for the collection and payment to the School Funds, Municipalities, and Special Assessment districts of property taxes, intergovernmental revenues, and interest on investments of amounts collected by the County for their behalf.

The following activities of the County are reported in this section:

School General Fund - To account for the receipt of property tax and federal and state aid revenue and other revenues and the disbursement of these revenues to the school districts.

School Debt Service Fund - To account for the receipt of property tax and other revenues and the payment of debt service for the school districts.

School Capital Project Fund - To account for the receipt of the proceeds from various bond issues and the disbursement of these receipts to the school districts.

Municipalities Fund - To account for the receipt of property tax and other revenues and the disbursement of these revenues to the municipalities.

Lynches Lake Camp Branch Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to Lynches Lake Camp Branch.

Fire Board Fund - To account for the receipt of property tax and other revenue and the disbursement of this revenue to the fire districts.

Salem Watershed Fund - To account for the receipt of property tax and other revenue and the disbursement of this revenue to the watershed.

Regional Airport Authority Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to the authority.

Commission on Alcohol and Drug Abuse Fund - To account for the receipt of state revenue and the disbursement of this revenue to the commission.

Williamsburg County Fund - To account for the receipt of property tax revenue and the disbursement of this revenue to Williamsburg County.

Magistrate Fund - To account for fines and fees collected but not yet remitted to the County or to the State of South Carolina.

Clerk of Court Fund - To account for fines and fees collected but not yet remitted to the County or to the State of South Carolina.

Sheriff Fund - To account for money received but not yet disposed of by the court system.

FLORENCE COUNTY, SOUTH CAROLINA

**FIDUCIARY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2005**

	Agency Funds					
	School General Fund	School Debt Service Fund	School Capital Project Fund	Municipalities Fund	Fire Board Fund	Lynches Lake/Camp Branch Fund
ASSETS						
Cash and investments	\$ 1,057,499	\$ 2,620,483	\$ 1,463,777	\$ 73,758	\$ 40,131	\$ 999
TOTAL ASSETS	<u>\$ 1,057,499</u>	<u>\$ 2,620,483</u>	<u>\$ 1,463,777</u>	<u>\$ 73,758</u>	<u>\$ 40,131</u>	<u>\$ 999</u>
LIABILITIES						
Due to						
Other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Others	-	-	-	-	-	-
Other taxing units:						
School District One	709,792	1,857,134	1,229,046	-	-	-
School District Two	45,486	305,354	1,137	-	-	-
School District Three	182,530	238,677	9	-	-	-
School District Four	55,962	(40,506)	8,643	-	-	-
School District Five	63,729	259,824	224,942	-	-	-
Municipalities	-	-	-	73,758	-	-
Fire Boards	-	-	-	-	40,131	-
Lynches Lake/Camp Branch	-	-	-	-	-	999
Salem Watershed	-	-	-	-	-	-
Regional Airport Authority	-	-	-	-	-	-
Commission on Alcohol and Drug Abuse	-	-	-	-	-	-
Williamsburg County	-	-	-	-	-	-
TOTAL LIABILITIES	<u>\$ 1,057,499</u>	<u>\$ 2,620,483</u>	<u>\$ 1,463,777</u>	<u>\$ 73,758</u>	<u>\$ 40,131</u>	<u>\$ 999</u>

Salem Watershed Fund	Regional Airport Authority Fund	Commission on Alcohol and Drug Abuse Fund	Williams-burg County Fund	Magistrate Fund	Clerk of Court Fund	Sheriff Fund	Totals
<u>\$ 8,389</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,071</u>	<u>\$ 310,419</u>	<u>\$1,058,212</u>	<u>\$ 268,795</u>	<u>\$ 7,035,533</u>
<u><u>\$ 8,389</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 133,071</u></u>	<u><u>\$ 310,419</u></u>	<u><u>\$1,058,212</u></u>	<u><u>\$ 268,795</u></u>	<u><u>\$ 7,035,533</u></u>
\$ -	\$ 8,095	\$ -	\$ -	\$ 274,174	\$ 212,445	\$ -	\$ 494,714
-	-	-	-	36,245	845,767	268,795	1,150,807
-	-	-	-	-	-	-	3,795,972
-	-	-	-	-	-	-	351,977
-	-	-	-	-	-	-	421,216
-	-	-	-	-	-	-	24,099
-	-	-	-	-	-	-	548,495
-	-	-	-	-	-	-	73,758
-	-	-	-	-	-	-	40,131
-	-	-	-	-	-	-	999
8,389	-	-	-	-	-	-	8,389
-	(8,095)	-	-	-	-	-	(8,095)
-	-	-	-	-	-	-	-
-	-	-	133,071	-	-	-	133,071
<u>\$ 8,389</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,071</u>	<u>\$ 310,419</u>	<u>\$1,058,212</u>	<u>\$ 268,795</u>	<u>\$ 7,035,533</u>

FLORENCE COUNTY, SOUTH CAROLINA

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
ALL FIDUCIARY FUNDS
Year Ended June 30, 2005**

	Agency Funds					Lynches Lake/Camp Branch Fund
	School General Fund	School Debt Service Fund	School Capital Project Fund	Municipalities Fund	Fire Board Fund	
Cash due from Treasurer - beginning	\$ 1,166,264	\$ 3,451,607	\$ 7,251,806	\$ 86,201	\$ 45,190	\$ 983
Add receipts:						
Current property taxes	36,378,753	5,467,961	-	7,653,972	998,740	5,949
Inventory exemption	570,369	204,288	-	-	27,197	-
Vehicle taxes	9,569,126	1,443,752	-	1,457,047	244,965	-
Delinquent property taxes	1,953,211	399,116	-	442,978	63,086	628
Penalties	89,292	19,988	-	8,204	3,505	48
Fee transfer	(15,843)	(1,160)	-	-	-	-
State and federal aid	105,421,614	-	-	-	230,830	2,000
Interest on investments	45,348	91,673	74,017	-	2,569	84
Proceeds from bond issue	-	-	161,834	-	-	-
State homestead exemption	8,125,847	321,406	-	-	52,742	878
Fees in lieu of taxes	2,515,819	277,040	-	5,981	171,788	-
Increase in due to other funds	-	-	-	-	-	-
Cash received from others	-	-	-	-	-	-
Less local option sales tax credits	-	-	-	(5,709,174)	-	-
Total receipts	164,653,536	8,224,064	235,851	3,859,008	1,795,422	9,587
Less disbursements:						
Claims paid	164,586,664	-	6,023,880	3,854,051	1,795,559	9,571
Cash paid to others	-	-	-	-	-	-
Refunds	175,637	28,017	-	17,400	4,922	-
Bond principal paid	-	7,338,594	-	-	-	-
Interest payments	-	1,677,116	-	-	-	-
Paying agent fee	-	11,461	-	-	-	-
Total disbursements	164,762,301	9,055,188	6,023,880	3,871,451	1,800,481	9,571
Cash due from Treasurer - ending	\$ 1,057,499	\$ 2,620,483	\$ 1,463,777	\$ 73,758	\$ 40,131	\$ 999

Salem Watershed Fund	Regional Airport Authority Fund	Commission on Alcohol and Drug Abuse Fund	Williams-burg County Fund	Magistrate Fund	Clerk of Court Fund	Sheriff Fund	Totals
<u>\$ 8,631</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31</u>	<u>\$ 350,573</u>	<u>\$ 862,300</u>	<u>\$ 193,104</u>	<u>\$13,416,690</u>
53,058	-	-	3,026,774	-	-	-	53,585,207
-	-	-	-	-	-	-	801,854
-	-	-	-	-	-	-	12,714,890
5,604	-	-	-	-	-	-	2,864,623
499	-	-	-	-	-	-	121,536
-	-	-	-	-	-	-	(17,003)
-	-	215,423	-	-	-	-	105,869,867
710	-	-	-	-	-	-	214,401
-	-	-	-	-	-	-	161,834
8,777	-	-	-	-	-	-	8,509,650
-	-	-	-	-	-	-	2,970,628
-	-	-	-	-	-	-	-
-	-	-	-	3,278,729	6,270,553	815,979	10,365,261
-	-	-	-	-	-	-	(5,709,174)
<u>68,649</u>	<u>-</u>	<u>215,423</u>	<u>3,026,774</u>	<u>3,278,729</u>	<u>6,270,553</u>	<u>815,979</u>	<u>192,453,575</u>
68,891	-	215,423	2,893,734	-	-	-	179,447,773
-	-	-	-	3,318,883	6,074,641	740,288	10,133,812
-	-	-	-	-	-	-	225,976
-	-	-	-	-	-	-	7,338,594
-	-	-	-	-	-	-	1,677,116
-	-	-	-	-	-	-	11,461
<u>68,891</u>	<u>-</u>	<u>215,423</u>	<u>2,893,734</u>	<u>3,318,883</u>	<u>6,074,641</u>	<u>740,288</u>	<u>198,834,732</u>
<u>\$ 8,389</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,071</u>	<u>\$ 310,419</u>	<u>\$1,058,212</u>	<u>\$ 268,795</u>	<u>\$ 7,035,533</u>



COMPONENT UNITS

Component units are entities which are legally separate from the County but are included in the County' reporting entity because of the significance of their operational or financial relationships with the County.

FLORENCE COUNTY, SOUTH CAROLINA

**COMPONENT UNIT
STATEMENT OF CASH FLOWS
Year Ended June 30, 2005**

Florence
City-County
Building
Commission

CASH FLOWS FROM OPERATING ACTIVITIES

Cash received from operations	\$ 1,235,327
Cash paid to suppliers and employees	(1,086,159)
Net cash provided by operating activities	<u>149,168</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Proceeds from notes receivable	-
Acquisition of capital assets	(420,165)
Proceeds from long-term debt	334,500
Principal paid on capital debt	(49,489)
Net cash provided (used) by capital and related financing activities	<u>(135,154)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from redemption of investments	49,603
Purchases of investments	-
Interest received	1,479
Net cash provided (used) by investing activities	<u>51,082</u>
Net increase (decrease) in cash and cash equivalents	65,096

Cash and cash equivalents, July 1	<u>109,104</u>
Cash and cash equivalents, June 30	<u>\$ 174,200</u>

**Reconciliations of operating income to net cash
provided (used) by operating activities:**

Operating loss	<u>\$ (77,850)</u>
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:	
Depreciation expense	179,267
(Increase) decrease in accounts receivable	20,492
Increase in prepaid items	14,559
Increase (decrease) in accounts payable	5,678
Increase (decrease) in accrued payroll taxes and employee withholding	795
Increase (decrease) in accrued salaries	2,925
Increase (decrease) in accumulated unpaid vacation pay	3,302
Total adjustments	<u>227,018</u>

Net cash provided by operating activities	<u>\$ 149,168</u>
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Non-cash investing, capital, and financing activities:

Net increase (decrease) in fair value of investments	<u>\$ 1,102</u>
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FLORENCE COUNTY, SOUTH CAROLINA

COMPONENT UNIT
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS
Year Ended June 30, 2005

Florence
City-County
Building
Commission

Operating revenues:	
Intergovernmental	\$ 1,169,156
Other revenues	<u>45,679</u>
Total operating revenues	<u>1,214,835</u>
Operating expenses:	
Building operation and maintenance	1,113,418
Depreciation	<u>179,267</u>
Total operating expenses	<u>1,292,685</u>
Operating income (loss)	<u>(77,850)</u>
Nonoperating revenues (expenses):	
Interest income	2,582
Interest expense	<u>-</u>
Total nonoperating revenue (expenses)	<u>2,582</u>
Changes in net assets	(75,268)
Total net assets - beginning	<u>2,172,445</u>
Total net assets - ending	<u>\$ 2,097,177</u>

FLORENCE COUNTY, SOUTH CAROLINA

COMPONENT UNIT
STATEMENT OF NET ASSETS
June 30, 2005

Florence
City-County
Building
Commission

ASSETS

Current assets:

Cash and investments	\$ 174,200
Intergovernmental receivable	48,013
Prepaid items	20,257
Total current assets	<u>242,470</u>

Noncurrent assets:

Capital assets (net of accumulated depreciation)	<u>2,202,329</u>
Total noncurrent assets	<u>2,202,329</u>

Total assets	<u>2,444,799</u>
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LIABILITIES

Current liabilities:

Accounts payable	31,895
Accrued payroll taxes and employee withholdings	3,129
Accrued salaries	12,217
Accumulated unpaid vacation pay	15,370
Current maturities of long-term debt	21,000
Total current liabilities	<u>83,611</u>
Total liabilities	<u>83,611</u>

Long-term debt, less current maturities	<u>264,011</u>
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NET ASSETS

Invested in capital assets, net of related debt	1,917,318
Unrestricted	<u>179,859</u>

Total net assets	<u>\$ 2,097,177</u>
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FLORENCE COUNTY, SOUTH CAROLINA

**FLORENCE-DARLINGTON TECHNICAL EDUCATION
CENTER AND LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 1,280,441	\$ 1,455,241	\$ 174,800
Penalties	-	3,155	3,155
Less refunds	-	(4,360)	(4,360)
Total taxes	<u>1,280,441</u>	<u>1,454,037</u>	<u>173,596</u>
Miscellaneous			
Interest on investments	<u>25,000</u>	<u>8,159</u>	<u>(16,841)</u>
Total miscellaneous	<u>25,000</u>	<u>8,159</u>	<u>(16,841)</u>
Total revenues	<u>1,305,441</u>	<u>1,462,196</u>	<u>156,755</u>
Expenditures:			
Education:			
Direct assistance -			
Florence-Darlington TEC	<u>1,305,441</u>	<u>2,014,195</u>	<u>(708,754)</u>
Total education	<u>1,305,441</u>	<u>2,014,195</u>	<u>(708,754)</u>
Total expenditures	<u>1,305,441</u>	<u>2,014,195</u>	<u>(708,754)</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>(551,999)</u>	<u><u>\$ (551,999)</u></u>
Fund balance - beginning of year		<u>810,658</u>	
Fund balance - end of year		<u><u>\$ 258,659</u></u>	

FLORENCE COUNTY, SOUTH CAROLINA

**CAPITAL IMPROVEMENT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental:			
State aid	\$ -	\$ -	\$ -
Total intergovernmental	-	-	-
Total revenues	-	-	-
Expenditures:			
General government:			
Other	450,000	530,628	(80,628)
Total general government	450,000	530,628	(80,628)
Total expenditures	450,000	530,628	(80,628)
Revenues over (under) expenditures	(450,000)	(530,628)	(80,628)
Other financing sources (uses):			
Operating transfer in	450,000	450,000	-
Operating transfer out	-	-	-
Total other financing sources (uses)	450,000	450,000	-
Net change in fund balance	\$ -	(80,628)	\$ (80,628)
Fund balance - beginning of year		1,466,815	
Fund balance - end of year		\$ 1,386,187	

FLORENCE COUNTY, SOUTH CAROLINA

**LAW LIBRARY
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Fines and fees:			
Law library surcharge	\$ 79,683	\$ 50,306	\$ (29,377)
Total fines and fees	<u>79,683</u>	<u>50,306</u>	<u>(29,377)</u>
Total revenues	<u>79,683</u>	<u>50,306</u>	<u>(29,377)</u>
Expenditures:			
General government			
Other	<u>79,683</u>	<u>67,269</u>	<u>12,414</u>
Total general government	<u>79,683</u>	<u>67,269</u>	<u>12,414</u>
Total expenditures	<u>79,683</u>	<u>67,269</u>	<u>12,414</u>
Net change in fund balance	<u><u>\$ -</u></u>	(16,963)	<u><u>\$ (16,963)</u></u>
Fund balance - beginning of year		<u>9,350</u>	
Fund balance - end of year		<u><u>\$ (7,613)</u></u>	

FLORENCE COUNTY, SOUTH CAROLINA

**VICTIM/WITNESS ASSISTANCE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Fines and fees	<u>\$ 482,492</u>	<u>\$ 325,837</u>	<u>\$ (156,656)</u>
Intergovernmental	<u>-</u>	<u>-</u>	<u>-</u>
Miscellaneous:			
Interest on investments	<u>-</u>	<u>16,934</u>	<u>16,934</u>
Total miscellaneous	<u>-</u>	<u>16,934</u>	<u>16,934</u>
Total revenues	<u>482,492</u>	<u>342,771</u>	<u>(139,721)</u>
Expenditures:			
General Government:			
Clerk of Court	16,086	14,724	1,362
Solicitor	198,946	194,909	4,037
Magistrates	37,400	34,803	2,597
Other	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Total general government	<u>327,432</u>	<u>319,436</u>	<u>7,996</u>
Public Safety:			
Sheriff	<u>155,060</u>	<u>141,453</u>	<u>13,607</u>
Total public safety	<u>155,060</u>	<u>141,453</u>	<u>13,607</u>
Total expenditures	<u>482,492</u>	<u>460,889</u>	<u>21,603</u>
Revenues over (under) expenditures	-	(118,118)	(118,118)
Other financing sources (uses):			
Transfer out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>(118,118)</u>	<u><u>\$ (118,118)</u></u>
Fund balance - beginning of year		<u>905,075</u>	
Fund balance - end of year		<u><u>\$ 786,957</u></u>	

FLORENCE COUNTY, SOUTH CAROLINA

**TREASURER DELINQUENT TAX
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Fines and fees:			
Tax collector's costs and fees	\$ 449,629	\$ 472,541	\$ 22,912
Total fines and fees	<u>449,629</u>	<u>472,541</u>	<u>22,912</u>
Miscellaneous:			
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>449,629</u>	<u>472,541</u>	<u>22,912</u>
Expenditures:			
General government:			
Other	<u>436,629</u>	<u>325,213</u>	<u>111,416</u>
Total general government	<u>436,629</u>	<u>325,213</u>	<u>111,416</u>
Total expenditures	<u>436,629</u>	<u>325,213</u>	<u>111,416</u>
Revenues over (under) expenditures	13,000	147,328	134,328
Other financing sources (uses):			
Operating transfer out	<u>(13,000)</u>	<u>(150,000)</u>	<u>(137,000)</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>(2,672)</u>	<u><u>\$ (2,672)</u></u>
Fund balance - beginning of year		<u>106,030</u>	
Fund balance - end of year		<u><u>\$ 103,358</u></u>	

FLORENCE COUNTY, SOUTH CAROLINA

HOWE SPRINGS FIRE DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 395,234	\$ 404,854	\$ 9,620
Penalties	-	1,533	1,533
Less refunds	-	(1,743)	(1,743)
Total taxes	<u>395,234</u>	<u>404,644</u>	<u>9,410</u>
Intergovernmental:			
State aid	-	31,358	31,358
Total intergovernmental	<u>-</u>	<u>31,358</u>	<u>31,358</u>
Miscellaneous			
Interest on investments	1,000	572	(428)
Total miscellaneous	<u>1,000</u>	<u>572</u>	<u>(428)</u>
Total revenues	<u>396,234</u>	<u>436,574</u>	<u>40,340</u>
Expenditures:			
Public Safety:			
Direct assistance - Howe Springs Fire District	396,234	439,127	(42,893)
Total Public Safety	<u>396,234</u>	<u>439,127</u>	<u>(42,893)</u>
Total expenditures	<u>396,234</u>	<u>439,127</u>	<u>(42,893)</u>
Net change in fund balance	<u>\$ -</u>	(2,553)	<u>\$ (2,553)</u>
Fund balance - beginning of year		<u>11,810</u>	
Fund balance - end of year		<u>\$ 9,257</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**SARDIS-TIMMONSVILLE FIRE DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 132,722	\$ 201,525	\$ 68,803
Penalties	-	793	793
Less refunds	-	(624)	(624)
Total taxes	<u>132,722</u>	<u>201,694</u>	<u>68,972</u>
 Intergovernmental:			
State aid	-	6,435	6,435
Total intergovernmental	<u>-</u>	<u>6,435</u>	<u>6,435</u>
 Miscellaneous			
Interest on investments	2,500	906	(1,594)
Total miscellaneous	<u>2,500</u>	<u>906</u>	<u>(1,594)</u>
 Total revenues	<u>135,222</u>	<u>209,035</u>	<u>73,813</u>
 Expenditures:			
Public Safety:			
Direct assistance - Sardis/ Timmons ville Fire District	118,222	177,127	(58,905)
Debt Service	17,000	22,485	(5,485)
Total Public Safety	<u>135,222</u>	<u>199,612</u>	<u>(64,390)</u>
 Total expenditures	<u>135,222</u>	<u>199,612</u>	<u>(64,390)</u>
 Net change in fund balance	<u>\$ -</u>	9,423	<u>\$ 9,423</u>
 Fund balance - beginning of year		<u>33,858</u>	
 Fund balance - end of year		<u>\$ 43,281</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**JOHNSONVILLE FIRE DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 254,670	\$ 241,882	\$ (12,788)
Penalties	-	644	644
Less refunds	-	(850)	(850)
Total taxes	<u>254,670</u>	<u>241,676</u>	<u>(12,994)</u>
Intergovernmental:			
State aid	-	5,392	5,392
Total intergovernmental	<u>-</u>	<u>5,392</u>	<u>5,392</u>
Miscellaneous			
Other	-	11,727	11,727
Interest on investments	3,000	521	(2,479)
Total miscellaneous	<u>3,000</u>	<u>12,248</u>	<u>9,248</u>
Total revenues	<u>257,670</u>	<u>259,316</u>	<u>1,646</u>
Expenditures:			
Public Safety:			
Direct assistance - Johnsonville			
Fire District	257,670	269,648	(11,978)
Total Public Safety	<u>257,670</u>	<u>269,648</u>	<u>(11,978)</u>
Total expenditures	<u>257,670</u>	<u>269,648</u>	<u>(11,978)</u>
Net change in fund balance	<u>\$ -</u>	(10,332)	<u>\$ (10,332)</u>
Fund balance - beginning of year		<u>8,957</u>	
Fund balance - end of year		<u>\$ (1,375)</u>	

FLORENCE COUNTY, SOUTH CAROLINA

ECONOMIC DEVELOPMENT PARTNERSHIP
SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Fines and fees:			
Local contributions	\$ 376,651	\$ 375,372	\$ (1,279)
Total fines and fees	<u>376,651</u>	<u>375,372</u>	<u>(1,279)</u>
Miscellaneous			
Interest on investments	-	13,700	13,700
Total miscellaneous	<u>-</u>	<u>13,700</u>	<u>13,700</u>
Total revenues	<u>376,651</u>	<u>389,072</u>	<u>12,421</u>
Expenditures:			
Economic and physical development:			
Economic development promotion	706,651	663,408	43,243
Total economic and physical development	<u>706,651</u>	<u>663,408</u>	<u>43,243</u>
Total expenditures	<u>706,651</u>	<u>663,408</u>	<u>43,243</u>
Revenues over (under) expenditures	(330,000)	(274,336)	55,664
Other financing sources (uses):			
Operating transfer	<u>330,000</u>	<u>330,000</u>	<u>-</u>
Total other financing sources (uses)	<u>330,000</u>	<u>330,000</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	55,664	<u>\$ 55,664</u>
Fund balance - beginning of year		<u>789,768</u>	
Fund balance - end of year		<u>\$ 845,432</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**EMERGENCY MANAGEMENT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 1,257,459	\$ 1,049,335	\$ (208,124)
Penalties	11,000	3,605	(7,395)
Less refunds	(7,000)	(6,236)	764
Sales tax	750,000	813,938	63,938
Total taxes	<u>2,011,459</u>	<u>1,860,643</u>	<u>(150,816)</u>
Revenue from service charges	<u>13,000</u>	<u>24,354</u>	<u>11,354</u>
Miscellaneous:			
Interest on investments	25,000	(1,075)	(26,075)
Other	-	-	-
Total miscellaneous	<u>25,000</u>	<u>(1,075)</u>	<u>(26,075)</u>
Total revenues	<u>2,049,459</u>	<u>1,883,922</u>	<u>(165,537)</u>
Expenditures:			
Public Safety:			
County Radio System	243,348	261,500	(18,152)
Emergency Preparedness	218,386	219,180	(794)
Central Dispatch	1,755,725	1,711,155	44,570
Total public safety	<u>2,217,459</u>	<u>2,191,836</u>	<u>25,623</u>
Total expenditures	<u>2,217,459</u>	<u>2,191,836</u>	<u>25,623</u>
Revenues over (under) expenditures	(168,000)	(307,914)	(139,914)
Other financing sources (uses):			
Transfer in	<u>57,000</u>	<u>45,505</u>	<u>(11,495)</u>
Total other financing sources (uses)	<u>57,000</u>	<u>45,505</u>	<u>(11,495)</u>
Net change in fund balance	<u>\$ (111,000)</u>	(262,409)	<u>\$ (151,409)</u>
Fund balance - beginning of year		<u>178,619</u>	
Fund balance - end of year		<u>\$ (83,790)</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**LOCAL ACCOMMODATIONS FEE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Fines and fees	\$ 950,000	\$ 1,182,056	\$ 232,056
Total fines and fees	<u>950,000</u>	<u>1,182,056</u>	<u>232,056</u>
Miscellaneous:			
Interest on investments	<u>-</u>	<u>49,373</u>	<u>49,373</u>
Total miscellaneous	<u>-</u>	<u>49,373</u>	<u>49,373</u>
Total revenues	<u>950,000</u>	<u>1,231,430</u>	<u>281,430</u>
Expenditures:			
General Government:			
Other	<u>100,000</u>	<u>29,625</u>	<u>70,375</u>
Total general government	<u>100,000</u>	<u>29,625</u>	<u>70,375</u>
Total expenditures	<u>100,000</u>	<u>29,625</u>	<u>70,375</u>
Revenues over (under) expenditures	850,000	1,201,804	351,804
Other financing sources (uses):			
Operating transfer out	<u>(850,000)</u>	<u>(1,131,898)</u>	<u>(281,898)</u>
Total other financing sources (uses)	<u>(850,000)</u>	<u>(1,131,898)</u>	<u>(281,898)</u>
Net change in fund balance	<u><u>\$ -</u></u>	69,906	<u><u>\$ 69,906</u></u>
Fund balance - beginning of year		<u>1,970,478</u>	
Fund balance - end of year		<u><u>\$ 2,040,384</u></u>	

FLORENCE COUNTY, SOUTH CAROLINA

**COUNTY LIBRARY
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 1,225,000	\$ 770,031	\$ (454,969)
Penalties	-	2,520	2,520
Less refunds	-	(4,336)	(4,336)
Sales taxes	-	569,756	569,756
Total taxes	<u>1,225,000</u>	<u>1,337,971</u>	<u>112,971</u>
Miscellaneous:			
Interest on investments	-	38,850	38,850
Total miscellaneous	<u>-</u>	<u>38,850</u>	<u>38,850</u>
Total revenues	<u>1,225,000</u>	<u>1,376,821</u>	<u>151,821</u>
Expenditures:			
Culture & recreation:			
Library	3,100,004	3,043,443	56,561
Total culture & recreation	<u>3,100,004</u>	<u>3,043,443</u>	<u>56,561</u>
Total expenditures	<u>3,100,004</u>	<u>3,043,443</u>	<u>56,561</u>
Revenues over (under) expenditures	(1,875,004)	(1,666,621)	208,383
Other financing sources (uses):			
Operating transfer in	1,330,000	1,320,000	(10,000)
Operating transfer out	-	(29,840)	(29,840)
Total other financing sources (uses)	<u>1,330,000</u>	<u>1,290,160</u>	<u>(39,840)</u>
Net change in fund balance	<u>\$ (545,004)</u>	(376,462)	<u>\$ 168,542</u>
Fund balance - beginning of year		<u>1,969,239</u>	
Fund balance - end of year		<u>\$ 1,592,777</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**SENIOR CITIZENS CENTER
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property taxes	\$ 175,000	\$ 103,845	\$ (71,155)
Penalties	-	360	360
Less refunds	-	(576)	(576)
Sales tax	-	81,394	81,394
Total taxes	<u>175,000</u>	<u>185,023</u>	<u>10,023</u>
Miscellaneous:			
Interest on investments	-	5,035	5,035
Other	-	-	-
Total miscellaneous	<u>-</u>	<u>5,035</u>	<u>5,035</u>
Total revenues	<u>175,000</u>	<u>190,058</u>	<u>15,058</u>
Expenditures:			
General government:			
Senior Citizens Center	<u>175,000</u>	<u>900</u>	<u>174,100</u>
Total general government	<u>175,000</u>	<u>900</u>	<u>174,100</u>
Total expenditures	<u>175,000</u>	<u>900</u>	<u>174,100</u>
Net change in fund balance	<u><u>\$ -</u></u>	189,158	<u><u>\$ 189,158</u></u>
Fund balance - beginning of year		<u>175,898</u>	
Fund balance - end of year		<u><u>\$ 365,056</u></u>	

CAPITAL ASSETS
USED IN THE OPERATION
OF GOVERNMENTAL FUNDS

FLORENCE COUNTY, SOUTH CAROLINA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE

June 30, 2005

Governmental funds capital assets:

Land	\$ 7,907,144
Buildings and additions	46,233,529
Improvements other than buildings	4,310,612
Autos and trucks	7,764,449
Furniture and fixtures	245,015
Machinery and equipment	19,083,447
Infrastructure	47,314,090
Total governmental funds capital assets	<u><u>\$ 132,858,286</u></u>

Investments in governmental funds capital assets by source:

General fund	\$ 75,433,316
Special revenue funds	31,435,676
Capital project funds	25,989,294
Total governmental funds capital assets	<u><u>\$ 132,858,286</u></u>

FLORENCE COUNTY, SOUTH CAROLINA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY

June 30, 2005

Function and Activity	Land	Buildings and Additions	Improvements Other Than Buildings	Autos and Trucks	Furniture and Fixtures	Machinery and Equipment	Infrastructure	Total
General government:								
Council	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,116	-	\$ 8,116
Administrator	3,193,498	41,122	-	-	-	7,943	-	3,242,563
Finance	-	53,761	-	-	-	62,548	-	116,309
Treasurer	-	-	5,340	35,809	-	20,549	-	61,698
Data processing	-	-	-	-	-	907,880	-	907,880
Auditor	-	-	-	41,686	-	20,633	-	62,319
Tax assessor	-	-	-	97,498	5,720	38,049	-	141,267
Planning	-	-	-	29,160	-	15,713	-	44,873
Central services	-	-	-	-	-	133,202	-	133,202
Clerk of Court	-	5,000	-	-	-	264,516	-	269,516
Court of Common Pleas	-	12,305	-	-	-	-	-	12,305
Solicitor	-	-	-	17,433	-	14,803	-	32,236
Human resources management	-	-	-	-	6,737	12,939	-	19,676
Family court	-	37,274	-	-	94,989	46,155	-	178,418
Judge of Probate	-	-	-	-	-	40,261	-	40,261
Public defender	-	-	-	27,622	-	11,479	-	39,101
Engineering	-	-	-	36,811	-	-	-	36,811
Magistrates' offices	-	186,726	-	330,966	-	-	-	517,692
Building inspections	-	-	-	161,742	-	153,430	-	315,172
Election commission	-	-	-	-	-	-	-	-
Public services buildings	304,611	3,626,541	47,960	58,665	-	7,855	-	4,045,632
Other	518,989	1,281,537	529,004	14,301	-	3,656,974	-	6,000,805
Total general government	4,017,098	5,244,266	582,304	851,693	107,446	5,423,045	-	16,225,852
Public Safety:								
Sheriff	13,258	35,477	-	3,200,446	-	605,426	-	3,854,607
County Jail	382,710	17,395,565	-	220,528	-	1,048,447	-	19,047,250
Radio System and Central Dispatch	9,240	8,942	-	238,950	-	6,175,400	-	6,432,532
Total public safety	405,208	17,439,984	-	3,659,924	-	7,829,273	-	29,334,389

FLORENCE COUNTY, SOUTH CAROLINA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY

June 30, 2005

	Land	Buildings and Additions	Improvements Other Than Buildings	Autos and Trucks	Furniture and Fixtures	Machinery and Equipment	Infrastructure	Total
Function and Activity								
Economic Development	921,034	1,130,179	1,810,163	28,295	13,551	5,547	-	3,908,769
Public Works:								
Central Maintenance	-	19,798	10,400	55,658	-	27,775	-	113,631
Public Works operating	527,595	819,826	-	785,054	-	4,783,208	47,314,090	54,229,773
Total public works	527,595	839,624	10,400	840,712	-	4,810,983	47,314,090	54,343,404
Health:								
Health department	115,000	2,199,655	-	-	-	-	-	2,314,655
Environmental services	-	63,259	-	231,190	-	33,611	-	328,060
Emergency medical services	16,650	890,094	-	1,038,856	-	203,364	-	2,148,964
Rescue - ambulance squads	-	15,500	32,221	649,190	-	201,367	-	898,278
Coroner	-	-	-	42,864	-	-	-	42,864
Total health	131,650	3,168,508	32,221	1,962,100	-	438,342	-	5,732,821
Culture and Recreation:								
Recreation	840,038	1,151,949	1,719,646	253,606	-	125,503	-	4,090,742
Freedom Florence	-	33,122	35,616	-	-	14,097	-	82,835
Lynches River County Park	13,820	23,384	-	65,052	-	33,282	-	135,538
County Library	1,050,701	17,202,513	120,262	103,067	124,018	403,375	-	19,003,936
Total culture and recreation	1,904,559	18,410,968	1,875,524	421,725	124,018	576,257	-	23,313,051
Total governmental funds capital assets	\$ 7,907,144	\$ 46,233,529	\$ 4,310,612	\$ 7,764,449	\$ 245,015	\$ 19,083,447	\$ 47,314,090	\$ 132,858,286

FLORENCE COUNTY, SOUTH CAROLINA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY

For the Year Ended June 30, 2005

Function and Activity	Governmental Funds Capital Assets July 1, 2004	Additions	Deductions	Governmental Funds Capital Assets June 30, 2005
General government:				
Council	\$ -	\$ 8,116	\$ -	\$ 8,116
Administrator	3,127,441	115,122	-	3,242,563
Finance	116,309	-	-	116,309
Treasurer	61,698	-	-	61,698
Data processing	880,017	27,863	-	907,880
Auditor	40,988	21,331	-	62,319
Tax assessor	169,626	-	28,359	141,267
Planning	44,873	-	-	44,873
Central services	133,202	-	-	133,202
Clerk of Court	241,016	28,500	-	269,516
Court of Common Pleas	12,305	-	-	12,305
Solicitor	32,236	-	-	32,236
Human resources management	19,676	-	-	19,676
Family court	178,418	-	-	178,418
Judge of Probate	40,261	-	-	40,261
Public defender	39,101	-	-	39,101
Engineering	36,811	-	-	36,811
Magistrates' offices	475,477	42,215	-	517,692
Building inspections	302,190	27,746	14,764	315,172
Election Commission	60,800	-	60,800	-
Public services buildings	4,040,232	5,400	-	4,045,632
Other	5,737,127	263,678	-	6,000,805
Total general government	<u>15,789,804</u>	<u>539,971</u>	<u>103,923</u>	<u>16,225,852</u>
Public Safety:				
Sheriff	3,802,959	844,238	792,590	3,854,607
County Jail	19,065,193	28,394	46,337	19,047,250
Radio System and Central Dispatch	5,615,030	817,502	-	6,432,532
Total public safety	<u>28,483,182</u>	<u>1,690,134</u>	<u>838,927</u>	<u>29,334,389</u>
Economic Development	<u>3,717,085</u>	<u>215,949</u>	<u>24,265</u>	<u>3,908,769</u>
Public Works:				
Central Maintenance	125,675	-	12,044	113,631
Public Works operating	51,665,010	2,924,283	359,520	54,229,773
Total public works	<u>51,790,685</u>	<u>2,924,283</u>	<u>371,564</u>	<u>54,343,404</u>

FLORENCE COUNTY, SOUTH CAROLINA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY

For the Year Ended June 30, 2005

Function and Activity	Governmental Funds Capital Assets July 1, 2004	Additions	Deductions	Governmental Funds Capital Assets June 30, 2005
Health:				
Health department	2,314,655	-	-	2,314,655
Environmental services	329,043	30,825	31,808	328,060
Emergency medical services	1,876,572	341,982	69,590	2,148,964
Rescue - ambulance squads	840,190	104,219	46,131	898,278
Coroner	42,864	-	-	42,864
Total health	<u>5,403,324</u>	<u>477,026</u>	<u>147,529</u>	<u>5,732,821</u>
Culture and Recreation:				
Recreation	3,754,454	365,582	29,294	4,090,742
Freedom Florence	11,997	70,838	-	82,835
Lynches River County Park	72,874	69,705	7,041	135,538
County Library	18,628,151	498,231	122,446	19,003,936
Total culture and recreation	<u>22,467,476</u>	<u>1,004,356</u>	<u>158,781</u>	<u>23,313,051</u>
Total governmental funds capital assets	<u>\$ 127,651,556</u>	<u>\$ 6,851,719</u>	<u>\$ 1,644,989</u>	<u>\$ 132,858,286</u>

**LONG-TERM DEBT OBLIGATIONS
OF
GOVERNMENTAL FUNDS**

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT

Year Ended June 30, 2005

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2004
Hannah-Salem-Friendfield Fire District Bonds	5.00%	1993	<u>25,000</u>
Subtotal			<u>25,000</u>
Florence County General Bonds	5.20%	2000	200,000
	5.20%	2000	210,000
	7.00%	2000	220,000
	7.00%	2000	230,000
	5.50%	2000	240,000
	5.00%	2000	255,000
	5.00%	2000	265,000
	5.10%	2000	280,000
	5.20%	2000	295,000
	5.30%	2000	315,000
	5.30%	2000	330,000
	5.40%	2000	350,000
	5.40%	2000	370,000
	5.40%	2000	390,000
	5.40%	2000	410,000
	5.40%	2000	<u>435,000</u>
Subtotal			<u>4,795,000</u>
Johnsonville Rural Fire District Bonds	5.30%	2000	25,000
	5.30%	2000	25,000
	5.30%	2000	30,000
	5.30%	2000	30,000
	5.30%	2000	35,000
	5.30%	2000	40,000
	5.30%	2000	40,000
	5.30%	2000	45,000
	5.30%	2000	50,000
	5.30%	2000	50,000
	5.30%	2000	<u>55,000</u>
Subtotal			<u>425,000</u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2005	Next Fiscal Year Requirements	
			Principal	Interest
-	25,000	-	-	-
-	25,000	-	-	-
-	200,000	-	-	-
-	-	210,000	210,000	42,420
-	-	220,000	-	-
-	-	230,000	-	-
-	240,000	-	-	-
-	255,000	-	-	-
-	265,000	-	-	-
-	280,000	-	-	-
-	295,000	-	-	-
-	315,000	-	-	-
-	330,000	-	-	-
-	350,000	-	-	-
-	370,000	-	-	-
-	390,000	-	-	-
-	410,000	-	-	-
-	435,000	-	-	-
-	4,135,000	660,000	210,000	42,420
-	25,000	-	-	-
-	-	25,000	25,000	21,200
-	-	30,000	-	-
-	-	30,000	-	-
-	-	35,000	-	-
-	-	40,000	-	-
-	-	40,000	-	-
-	-	45,000	-	-
-	-	50,000	-	-
-	-	50,000	-	-
-	-	55,000	-	-
-	25,000	400,000	25,000	21,200

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT

Year Ended June 30, 2005

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2004
(Continued)			
Florence County Economic	5.93%	2000	150,955
Development Bonds	5.93%	2000	160,039
	5.93%	2000	169,670
	5.93%	2000	179,881
	5.93%	2000	190,706
	5.93%	2000	202,183
	5.93%	2000	105,610
Subtotal			<u>1,159,044</u>
Hannah-Salem-Friendfield Fire	4.10%	2001	19,000
District Bonds	4.10%	2001	46,000
	4.10%	2001	49,000
	4.10%	2001	50,000
	4.10%	2001	54,000
	4.10%	2001	57,000
	4.10%	2001	60,000
	4.10%	2001	63,000
Subtotal			<u>398,000</u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2005	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	150,955	-	-	-
-	160,039	-	-	-
-	169,670	-	-	-
-	179,881	-	-	-
-	190,706	-	-	-
-	202,183	-	-	-
-	105,610	-	-	-
-	1,159,044	-	-	-
-	19,000	-	-	-
-	-	46,000	46,000	15,539
-	-	49,000	-	-
-	-	50,000	-	-
-	-	54,000	-	-
-	-	57,000	-	-
-	-	60,000	-	-
-	-	63,000	-	-
-	19,000	379,000	46,000	15,539

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT
Year Ended June 30, 2005

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2004
(Continued)			
Florence County General Bonds	3.00%	2002	2,500,000
	3.00%	2002	185,000
	3.50%	2002	195,000
	3.75%	2002	200,000
	4.00%	2002	210,000
	4.00%	2002	220,000
	4.00%	2002	225,000
	4.00%	2002	235,000
	4.10%	2002	250,000
	4.20%	2002	260,000
	4.30%	2002	275,000
	4.40%	2002	285,000
	4.45%	2002	300,000
	4.55%	2002	315,000
	4.65%	2002	330,000
	4.70%	2002	350,000
	4.75%	2002	370,000
	4.75%	2002	385,000
	4.75%	2002	410,000
Subtotal			<u>7,500,000</u>
Hannah-Salem-Friendfield Fire District Bonds	4.71%	2004	8,000
	4.71%	2004	9,000
	4.71%	2004	10,000
	4.71%	2004	12,000
	4.71%	2004	13,000
	4.71%	2004	14,000
	4.71%	2004	14,000
	4.71%	2004	15,000
	4.71%	2004	55,000
	4.71%	2004	60,000
Subtotal			<u>210,000</u>

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2005	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	2,500,000	-	-	-
-	-	185,000	185,000	215,825
-	-	195,000	-	-
-	-	200,000	-	-
-	-	210,000	-	-
-	-	220,000	-	-
-	-	225,000	-	-
-	-	235,000	-	-
-	-	250,000	-	-
-	-	260,000	-	-
-	-	275,000	-	-
-	-	285,000	-	-
-	-	300,000	-	-
-	-	315,000	-	-
-	-	330,000	-	-
-	-	350,000	-	-
-	-	370,000	-	-
-	-	385,000	-	-
-	-	410,000	-	-
-	2,500,000	5,000,000	185,000	215,825
-	8,000	-	-	-
-	-	9,000	9,000	9,514
-	-	10,000	-	-
-	-	12,000	-	-
-	-	13,000	-	-
-	-	14,000	-	-
-	-	14,000	-	-
-	-	15,000	-	-
-	-	55,000	-	-
-	-	60,000	-	-
-	8,000	202,000	9,000	9,514

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT
Year Ended June 30, 2005

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2004
(Continued)			
Howe Springs Fire District Bonds	4.20%	2004	78,395
	4.20%	2004	81,688
	4.20%	2004	85,119
	4.20%	2004	88,694
	4.20%	2004	92,419
	4.20%	2004	96,301
	4.20%	2004	100,345
	4.20%	2004	104,560
	4.20%	2004	108,951
	4.20%	2004	<u>113,528</u>
Subtotal			<u>950,000</u>
Florence County Refunding Bonds	3.13%	2005	-
	3.13%	2005	-
	3.13%	2005	-
	3.13%	2005	-
	3.13%	2005	<u>-</u>
Subtotal			<u>-</u>
Florence County Advance Refunding Bonds	3.00%	2005	-
	3.00%	2005	-
	3.00%	2005	-
	3.25%	2005	-
	3.50%	2005	-
	3.50%	2005	-
	3.50%	2005	-
	3.50%	2005	-
	3.63%	2005	-
	3.63%	2005	-
	3.63%	2005	-
	3.63%	2005	-
	3.75%	2005	-
	3.80%	2005	-
	3.90%	2005	-
	4.00%	2005	<u>-</u>
Subtotal			<u>-</u>
Total general bonded indebtedness			15,462,044

(Continued)

Charges Issued	Retired During Year	Amount Outstanding 6/30/2005	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	78,395	-	-	-
-	-	81,688	81,688	36,607
-	-	85,119	-	-
-	-	88,694	-	-
-	-	92,419	-	-
-	-	96,301	-	-
-	-	100,345	-	-
-	-	104,560	-	-
-	-	108,951	-	-
-	-	113,528	-	-
-	78,395	871,605	81,688	36,607
210,973	-	210,973	210,973	35,150
217,577	-	217,577	-	-
224,387	-	224,387	-	-
231,410	-	231,410	-	-
238,653	-	238,653	-	-
1,123,000	-	1,123,000	210,973	35,150
25,000	-	25,000	25,000	166,124
35,000	-	35,000	-	-
35,000	-	35,000	-	-
275,000	-	275,000	-	-
285,000	-	285,000	-	-
295,000	-	295,000	-	-
305,000	-	305,000	-	-
320,000	-	320,000	-	-
335,000	-	335,000	-	-
345,000	-	345,000	-	-
360,000	-	360,000	-	-
375,000	-	375,000	-	-
390,000	-	390,000	-	-
400,000	-	400,000	-	-
420,000	-	420,000	-	-
4,200,000	-	4,200,000	25,000	166,124
5,323,000	7,949,439	12,835,605	792,661	542,379

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF LONG-TERM DEBT
Year Ended June 30, 2005

Description	Issue Interest Rate %	Date Issued	Amount Outstanding 6/30/2004
(Continued)			
Certificates of participation	Variable	2003	27,290,000
Honda land commitment	N/A	2002	300,000
Capital leases	5.66%	2000	1,189,022
	2.87%	2001	20,581
	N/A	2001	30,768
	2.71%	2003	62,231
	2.08%	2004	921,744
	4.55%	2004	98,000
	4.59%	2004	22,992
	2.68%	2005	-
Vacation pay earned but not used			<u>1,306,433</u>
Total			<u><u>\$ 46,703,815</u></u>

Charges Issued	Retired During Year	Amount Outstanding 6/30/2005	Next Fiscal Year Requirements	
			Principal	Interest
(Continued)				
-	2,305,000	24,985,000	2,385,000	N/A
-	150,000	150,000	150,000	N/A
-	143,130	1,045,892	151,231	59,198
-	20,581	-	-	-
-	15,384	15,384	15,384	N/A
-	35,200	27,031	27,031	367
-	661,278	260,466	207,831	3,804
-	18,083	79,917	18,563	3,935
-	5,749	17,243	6,018	666
1,208,112	296,803	911,309	398,273	20,443
<u>831,462</u>	<u>783,631</u>	<u>1,354,264</u>	<u>-</u>	<u>-</u>
<u>\$ 7,362,574</u>	<u>\$ 12,384,278</u>	<u>\$ 41,682,111</u>	<u>\$ 4,151,992</u>	<u>\$ 630,792</u>



ADDITIONAL ACCOMPANYING INFORMATION

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
BALANCE SHEET
June 30, 2005

ASSETS

Cash and investments	\$ 10,577,241
Receivables:	
Property taxes (net)	60,687
Other governmental units and agencies	4,655,866
Other (net)	1,383,607
Inventory	171,703
Due from other funds	1,309,660
	<hr/>
Total assets	\$ 18,158,764

LIABILITIES AND FUND EQUITY

Liabilities:	
Accounts payable	\$ 924,947
Payroll withholdings and accruals	516,630
Other payables	3,956,231
Deferred revenues	2,886,390
	<hr/>
Total liabilities	8,284,198
	<hr/>
Fund equity:	
Fund balance:	
Reserved for encumbrances	9,157
Reserved for inventory	145,725
Unreserved:	
Designated for capital improvements	978,957
Undesignated	8,740,727
	<hr/>
Total fund equity/fund balance	9,874,566
	<hr/>
Total liabilities and fund equity	\$ 18,158,764

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ 12,748,850	\$ 11,610,906	\$ (1,137,944)
Licenses and permits	4,743,750	4,687,407	(56,343)
Fines and fees	3,376,705	3,370,013	(6,692)
Intergovernmental	7,176,040	7,147,581	(28,459)
Sales and other functional revenues	2,301,100	2,729,615	428,515
Miscellaneous	546,400	628,240	81,840
Total revenues	30,892,845	30,173,762	(719,083)
Expenditures:			
Current:			
General government	15,656,937	15,078,714	578,223
Public safety	15,000	14,544	456
Public works	3,582,109	4,147,082	(564,973)
Health	4,598,739	4,339,848	258,891
Welfare	533,312	518,207	15,105
Culture and recreation	2,505,073	2,371,905	133,168
Education	4,950	4,950	-
Total expenditures	26,896,120	26,475,250	420,870
Revenues over (under) expenditures	3,996,725	3,698,512	(298,213)

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
(Continued)			
Other financing sources (uses):			
Proceeds of capital lease	1,111,800	1,183,612	71,812
Operating transfer in	1,783,190	2,292,383	509,193
Operating transfer out	<u>(7,391,715)</u>	<u>(8,049,156)</u>	<u>(657,441)</u>
Net change in fund balance	<u>\$ (500,000)</u>	<u>(874,649)</u>	<u>\$ (374,649)</u>
Fund balance - beginning of year		<u>10,618,477</u>	
Fund balance - end of year		<u>\$ 9,743,828</u>	
Reconciliation of fund balance:			
GAAP basis		\$ 9,874,566	
Increase (decrease):			
Due to expenditures:			
Encumbrances		(9,157)	
Inventories		(145,725)	
Cash - Juror fee accounts		<u>24,144</u>	
Budgetary basis		<u>\$ 9,743,828</u>	

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
Year Ended June 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
General government:			
County Council	\$ 223,814	\$ 203,462	\$ 20,352
Attorney	157,616	157,775	(159)
Administrator	546,845	495,009	51,836
Finance	546,853	542,777	4,076
Treasurer	760,214	687,271	72,943
Data processing	729,097	699,624	29,473
Auditor	441,854	382,438	59,416
Tax assessor	1,265,977	1,168,573	97,404
Procurement and facilities	253,734	190,585	63,149
Clerk of Court	890,145	869,415	20,730
Court of Common Pleas	169,081	128,798	40,283
Solicitor	960,994	902,329	58,665
Human resources management	231,445	227,069	4,376
Family court	623,921	613,829	10,092
Judge of Probate	477,824	457,694	20,130
Public defender	548,732	531,792	16,940
Master in Equity	45,010	45,594	(584)
Magistrates' offices	1,923,531	1,885,240	38,291
Building inspections	1,606,137	1,419,293	186,844
Voter registration and election commission	259,210	393,366	(134,156)
Veterans' affairs	127,330	124,132	3,198
Public services buildings	780,050	785,305	(5,255)
Direct assistance	1,182,485	1,135,515	46,970
Other	905,038	1,031,829	(126,791)
Total general government	<u>15,656,937</u>	<u>15,078,714</u>	<u>578,223</u>
Public safety:			
Direct assistance	15,000	14,544	456
Total public safety	<u>15,000</u>	<u>14,544</u>	<u>456</u>
Public works:			
Central maintenance	813,700	923,324	(109,624)
Public works operating	2,768,409	3,223,758	(455,349)
Total public works	<u>3,582,109</u>	<u>4,147,082</u>	<u>(564,973)</u>
Health:			
Health department	86,000	88,299	(2,299)
Environmental services	517,109	463,469	53,640
Emergency medical services	3,477,193	3,299,327	177,866
Rescue - ambulance squads	281,137	240,179	40,958
Coroner	221,400	232,674	(11,274)
Direct assistance	15,900	15,900	-
Total health	<u>4,598,739</u>	<u>4,339,848</u>	<u>258,891</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
Year Ended June 30, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
(Continued)			
Welfare:			
Indigent care	463,312	461,600	1,712
Social services	52,000	40,807	11,193
Direct assistance	18,000	15,800	2,200
Total welfare	<u>533,312</u>	<u>518,207</u>	<u>15,105</u>
Culture and recreation:			
Recreation	1,888,131	1,678,104	210,027
Freedom Florence	359,024	442,804	(83,780)
Lynches River County Park	247,918	240,997	6,921
Museum	10,000	10,000	-
Total culture and recreation	<u>2,505,073</u>	<u>2,371,905</u>	<u>133,168</u>
Education:			
Direct assistance	4,950	4,950	-
Total education	<u>4,950</u>	<u>4,950</u>	<u>-</u>
Total expenditures	<u><u>\$ 26,896,120</u></u>	<u><u>\$ 26,475,250</u></u>	<u><u>\$ 420,870</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
Year Ended June 30, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
Taxes:			
Property tax	\$ 7,191,100	\$ 5,926,430	\$ (1,264,670)
Sales tax	4,367,750	4,558,050	190,300
Fees in lieu of tax	1,190,000	1,126,426	(63,574)
Total taxes	<u>12,748,850</u>	<u>11,610,906</u>	<u>(1,137,944)</u>
Licenses and permits:			
Road system maintenance fees	3,030,000	3,076,112	46,112
Tax assessor fees	17,450	19,308	1,858
Cable TV fees	451,500	356,341	(95,159)
Scrap tire fees	4,000	5,000	1,000
Building permit fees	1,049,800	1,146,604	96,804
Landfill permits	2,000	2,059	59
Planning commission fees	189,000	81,983	(107,017)
Total licenses and permits	<u>4,743,750</u>	<u>4,687,407</u>	<u>(56,343)</u>
Fines and fees:			
Library fines	20,870	40,266	19,396
Magistrates' fines	1,663,173	1,552,202	(110,971)
Clerk of Court fines	78,240	90,030	11,790
Clerk of Court fees	991,921	949,794	(42,127)
Master in Equity fees	40,000	97,701	57,701
Judge of Probate fees	218,000	243,269	25,269
Family court fees	364,501	396,751	32,250
Total fines and fees	<u>3,376,705</u>	<u>3,370,013</u>	<u>(6,692)</u>
Intergovernmental:			
Library state and federal	125,810	103,254	(22,556)
State revenue - local government fund	5,628,000	5,663,684	35,684
Election commission	15,000	9,852	(5,148)
Veterans' affairs	11,300	8,245	(3,055)
Public defender	117,000	115,385	(1,615)
Solicitor	165,000	184,081	19,081
Municipalities	54,000	64,125	10,125
Merchant inventory exemption	356,006	356,006	0
Accommodations tax	44,000	45,654	1,654
Others	659,924	597,295	(62,629)
Total intergovernmental	<u>7,176,040</u>	<u>7,147,581</u>	<u>(28,459)</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF REVENUES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 Year Ended June 30, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
(Continued)			
Sales and other functional revenues:			
Rent	254,600	276,064	21,464
Hospital reimbursements/MIAF administration	37,000	44,395	7,395
Emergency medical services	1,580,500	1,895,012	314,512
Recreation	425,000	511,244	86,244
Other	4,000	2,900	(1,100)
Total sales and other functional revenues	2,301,100	2,729,615	428,515
Miscellaneous:			
Interest on investments	539,400	324,481	(214,919)
Tax sale escrow accounts held five years	5,000	15,099	10,099
Sales of abandoned property	-	275,914	275,914
Others	2,000	12,746	10,746
Total miscellaneous	546,400	628,240	81,840
Total revenues	\$ 30,892,845	\$ 30,173,762	\$ (719,083)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 Year Ended June 30, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
General government:			
County Council:			
Personnel services	\$ 165,064	\$ 154,049	\$ 11,015
Supplies	5,975	6,198	(223)
Other service and charges	41,775	33,338	8,437
Capital outlay	11,000	9,877	1,123
Total County Council	<u>223,814</u>	<u>203,462</u>	<u>20,352</u>
Attorney:			
Personnel services	124,966	141,463	(16,497)
Supplies	1,500	545	955
Other service and charges	30,650	15,303	15,347
Capital outlay	500	464	36
Total attorney	<u>157,616</u>	<u>157,775</u>	<u>(159)</u>
Administrator:			
Personnel services	456,837	360,294	96,543
Supplies	6,943	6,848	95
Other service and charges	82,425	127,423	(44,998)
Capital outlay	640	444	196
Total administrator	<u>546,845</u>	<u>495,009</u>	<u>51,836</u>
Finance:			
Personnel services	482,013	487,081	(5,068)
Supplies	22,370	21,766	604
Other service and charges	41,483	34,922	6,561
Capital outlay	987	(992)	1,979
Total finance	<u>546,853</u>	<u>542,777</u>	<u>4,076</u>
Treasurer:			
Personnel services	580,687	520,401	60,286
Supplies	59,400	46,480	12,920
Other service and charges	115,127	116,701	(1,574)
Capital outlay	5,000	3,689	1,311
Total treasurer	<u>760,214</u>	<u>687,271</u>	<u>72,943</u>
Data processing:			
Personnel services	239,097	218,299	20,798
Supplies	5,784	4,546	1,238
Other service and charges	340,821	344,824	(4,003)
Capital outlay	143,395	131,955	11,440
Total data processing	<u>729,097</u>	<u>699,624</u>	<u>29,473</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
Year Ended June 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
Auditor:			
Personnel services	366,534	325,391	41,143
Supplies	20,727	16,511	4,216
Other service and charges	31,732	18,751	12,981
Capital outlay	22,861	21,785	1,076
Total auditor	<u>441,854</u>	<u>382,438</u>	<u>59,416</u>
Tax assessor:			
Personnel services	1,025,608	996,563	29,045
Supplies	14,144	11,537	2,607
Other service and charges	182,305	160,153	22,152
Capital outlay	43,920	320	43,600
Total tax assessor	<u>1,265,977</u>	<u>1,168,573</u>	<u>97,404</u>
Procurement & facilities:			
Personnel services	184,694	172,504	12,190
Supplies	2,870	2,522	348
Other service and charges	35,670	8,826	26,844
Capital outlay	30,500	6,733	23,767
Total central services	<u>253,734</u>	<u>190,585</u>	<u>63,149</u>
Clerk of Court:			
Personnel services	760,947	757,045	3,902
Supplies	58,995	48,595	10,400
Other service and charges	63,953	58,011	5,942
Capital outlay	6,250	5,764	486
Total Clerk of Court	<u>890,145</u>	<u>869,415</u>	<u>20,730</u>
Court of Common Pleas			
Personnel services	93,831	91,891	1,940
Supplies	1,250	279	971
Other service and charges	74,000	36,628	37,372
Total court of common pleas	<u>169,081</u>	<u>128,798</u>	<u>40,283</u>
Solicitor:			
Personnel services	888,895	821,250	67,645
Supplies	13,439	13,912	(473)
Other service and charges	58,660	67,167	(8,507)
Capital outlay	-	-	-
Total solicitor	<u>960,994</u>	<u>902,329</u>	<u>58,665</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 Year Ended June 30, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
Human resources management:			
Personnel services	215,745	210,660	5,085
Supplies	5,091	6,829	(1,738)
Other service and charges	10,609	9,580	1,029
Capital outlay	-	-	-
Total human resources management	<u>231,445</u>	<u>227,069</u>	<u>4,376</u>
Family court:			
Personnel services	529,445	533,960	(4,515)
Supplies	30,341	22,737	7,604
Other service and charges	62,635	57,132	5,503
Capital outlay	1,500	-	1,500
Total family court	<u>623,921</u>	<u>613,829</u>	<u>10,092</u>
Judge of Probate:			
Personnel services	426,874	416,682	10,192
Supplies	15,400	12,540	2,860
Other service and charges	32,850	28,274	4,576
Capital outlay	2,700	198	2,502
Total Judge of Probate	<u>477,824</u>	<u>457,694</u>	<u>20,130</u>
Public defender:			
Personnel services	518,844	507,813	11,031
Supplies	4,450	4,416	34
Other service and charges	22,900	17,088	5,812
Capital outlay	2,538	2,475	63
Total public defender	<u>548,732</u>	<u>531,792</u>	<u>16,940</u>
Master in Equity:			
Personnel services	44,260	44,895	(635)
Supplies	350	378	(28)
Other service and charges	400	321	79
Total Master in Equity	<u>45,010</u>	<u>45,594</u>	<u>(584)</u>
Magistrates' Offices			
Personnel services	1,643,331	1,609,129	34,202
Supplies	22,000	22,018	(18)
Other service and charges	225,800	223,152	2,648
Capital outlay	32,400	30,941	1,459
Total magistrates' offices	<u>1,923,531</u>	<u>1,885,240</u>	<u>38,291</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
Year Ended June 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
Building inspections:			
Personnel services	1,379,313	1,253,333	125,980
Supplies	27,275	27,486	(211)
Other service and charges	110,290	89,042	21,248
Capital outlay	89,259	49,432	39,827
Total building inspections	<u>1,606,137</u>	<u>1,419,293</u>	<u>186,844</u>
Voter registration and election commission:			
Personnel services	209,710	224,123	(14,413)
Supplies	16,500	17,741	(1,241)
Other service and charges	27,700	148,716	(121,016)
Capital outlay	5,300	2,786	2,514
Total voter registration and election commission	<u>259,210</u>	<u>393,366</u>	<u>(134,156)</u>
Veterans' affairs:			
Personnel services	113,740	110,915	2,825
Supplies	1,175	1,085	90
Other service and charges	12,415	12,132	283
Total veterans' affairs	<u>127,330</u>	<u>124,132</u>	<u>3,198</u>
Public services buildings:			
Personnel services	267,203	259,203	8,000
Supplies	3,621	4,133	(512)
Other service and charges	463,514	512,301	(48,787)
Capital outlay	45,712	9,668	36,044
Total public services buildings	<u>780,050</u>	<u>785,305</u>	<u>(5,255)</u>
Direct assistance:			
City-County Complex	1,044,553	1,002,583	41,970
Council of Governments	75,457	75,457	-
Senior Citizens Association	12,000	12,000	-
Pee Dee CAA	10,000	10,000	-
City-County Stadium Commission	28,000	28,000	-
Others	12,475	7,475	5,000
Total direct assistance	<u>1,182,485</u>	<u>1,135,515</u>	<u>46,970</u>
Other:			
Personnel services	547,700	762,948	(215,248)
Supplies	1,000	552	448
Other service and charges	351,338	263,329	88,009
Capital outlay	-	-	-
Direct assistance	5,000	5,000	-
Total other	<u>905,038</u>	<u>1,031,829</u>	<u>(126,791)</u>
Total general government	<u>15,656,937</u>	<u>15,078,714</u>	<u>578,223</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

**GENERAL FUND
DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
AND ACTUAL
Year Ended June 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
Public safety:			
Direct assistance:			
Rural fire departments	15,000	14,544	456
Total direct assistance	<u>15,000</u>	<u>14,544</u>	<u>456</u>
Total public safety	<u>15,000</u>	<u>14,544</u>	<u>456</u>
Public works:			
Central maintenance:			
Supplies	1,700	1,700	-
Other service and charges	807,000	917,016	(110,016)
Capital outlay	5,000	4,608	392
Total central maintenance	<u>813,700</u>	<u>923,324</u>	<u>(109,624)</u>
Public works operating:			
Personnel services	1,559,006	1,584,775	(25,769)
Supplies	6,500	6,816	(316)
Other service and charges	360,483	873,649	(513,166)
Capital outlay	842,420	758,518	83,902
Total public works operating	<u>2,768,409</u>	<u>3,223,758</u>	<u>(455,349)</u>
Total public works	<u>3,582,109</u>	<u>4,147,082</u>	<u>(564,973)</u>
Health:			
Health department:			
Supplies	401	401	-
Other service and charges	85,599	87,898	(2,299)
Capital outlay	-	-	-
Total health department	<u>86,000</u>	<u>88,299</u>	<u>(2,299)</u>
Environmental services:			
Personnel services	379,879	342,780	37,099
Supplies	7,985	8,105	(120)
Other service and charges	55,248	65,363	(10,115)
Capital outlay	73,997	47,221	26,776
Total environmental services	<u>517,109</u>	<u>463,469</u>	<u>53,640</u>
Emergency medical services:			
Personnel services	2,956,314	2,856,436	99,878
Supplies	22,845	20,799	2,046
Other service and charges	319,334	309,023	10,311
Capital outlay	178,700	113,069	65,631
Total emergency medical services	<u>3,477,193</u>	<u>3,299,327</u>	<u>177,866</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 Year Ended June 30, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
Rescue - ambulance squads:			
Supplies	31,708	26,087	5,621
Capital outlay	151,411	120,168	31,243
Direct assistance	98,018	93,924	4,094
Total rescue - ambulance squads	<u>281,137</u>	<u>240,179</u>	<u>40,958</u>
Coroner:			
Personnel services	165,800	157,462	8,338
Supplies	3,400	3,309	91
Other service and charges	52,200	71,903	(19,703)
Capital outlay	-	-	-
Total coroner	<u>221,400</u>	<u>232,674</u>	<u>(11,274)</u>
Direct assistance:			
Direct assistance	15,900	15,900	-
Total direct assistance	<u>15,900</u>	<u>15,900</u>	<u>-</u>
Total health	<u>4,598,739</u>	<u>4,339,848</u>	<u>258,891</u>
Welfare:			
Indigent care:			
Other services and charges	463,312	461,600	1,712
Total indigent care	<u>463,312</u>	<u>461,600</u>	<u>1,712</u>
Social services:			
Other services and charges	52,000	40,807	11,193
Total social services	<u>52,000</u>	<u>40,807</u>	<u>11,193</u>
Direct assistance:			
Pee Dee Coalition	10,000	10,000	-
Paupers' funerals	8,000	5,800	2,200
Total direct assistance	<u>18,000</u>	<u>15,800</u>	<u>2,200</u>
Total welfare	<u>533,312</u>	<u>518,207</u>	<u>15,105</u>
Culture and recreation:			
Recreation:			
Personnel services	728,906	785,984	(57,078)
Supplies	83,294	88,495	(5,201)
Other service and charges	904,971	648,122	256,849
Capital outlay	97,485	94,509	2,976
Direct assistance	73,475	60,994	12,481
Total recreation	<u>1,888,131</u>	<u>1,678,104</u>	<u>210,027</u>

(Continued)

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND
 DETAIL SCHEDULE OF EXPENDITURES - BUDGET (BUDGETARY BASIS)
 AND ACTUAL
 Year Ended June 30, 2005

	Budget	Actual	Variance Favorable (Unfavorable)
Freedom Florence			
Personnel services	119,509	150,494	(30,985)
Supplies	38,000	45,821	(7,821)
Other service and charges	180,515	240,227	(59,712)
Capital outlay	21,000	6,262	14,738
Total Freedom Florence	<u>359,024</u>	<u>442,804</u>	<u>(83,780)</u>
Lynches River County Park:			
Personnel services	139,943	127,937	12,006
Supplies	13,875	16,340	(2,465)
Other service and charges	65,400	70,534	(5,134)
Capital outlay	28,700	26,186	2,514
Total Lynches River County Park	<u>247,918</u>	<u>240,997</u>	<u>6,921</u>
Direct assistance:			
Museum	10,000	10,000	-
Total direct assistance	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Total culture and recreation	<u>2,505,073</u>	<u>2,371,905</u>	<u>133,168</u>
Education:			
Direct assistance:			
Literacy Council	4,950	4,950	-
Total direct assistance	<u>4,950</u>	<u>4,950</u>	<u>-</u>
Total education	<u>4,950</u>	<u>4,950</u>	<u>-</u>
Total expenditures	<u>\$ 26,896,120</u>	<u>\$ 26,475,250</u>	<u>\$ 420,870</u>

FLORENCE COUNTY, SOUTH CAROLINA

ANALYSIS OF CURRENT LEVY

June 30, 2005

Original assessment	
Regular	\$ 56,564,103
Mill exemption	793,231
Homestead exemption	3,533,478
Local option sales tax	8,995,275
School exemption	<u>5,660,365</u>
	<u>75,546,452</u>
 Additions	
Regular	6,022,538
Mill exemption	13,040
Homestead exemption	237,850
Local option sales tax	596,159
School exemption	<u>209,451</u>
	<u>7,079,038</u>
 Abatements	
Regular	5,094,202
Mill exemption	26,898
Homestead exemption	33,354
Local option sales tax	568,016
School exemption	<u>155,149</u>
	<u>5,877,619</u>
 Collections and credits	
Regular	53,841,340
Mill exemption	764,317
Homestead exemption	3,737,974
Local option sales tax	8,378,390
School exemption	<u>5,714,667</u>
	<u>72,436,688</u>
 Executions	<u><u>\$ 4,311,183</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF TAXES RECEIVABLE - DELINQUENT

June 30, 2005

	Uncollected Balance July 1, 2004	Additions	Collections	Credits (Debits)	Uncollected Balance June 30, 2005
2004	\$ -	\$ 4,169,696	\$ 1,594,328	\$ 220,254	\$ 2,355,114
2003	2,175,899	87,998	1,531,599	234,390	497,908
2002	564,610	30,529	28,190	150,281	416,668
2001	359,470	14,771	16,273	105,435	252,533
2000	311,143	3,378	8,351	139,821	166,349
1999	223,004	1,352	4,572	34,170	185,614
1998	165,149	1,041	1,333	17,530	147,327
1997	181,020	585	1,357	10,270	169,978
1996	4,389	1,622	202	1,615	4,194
1995	17,353	211	76	3,160	14,328
1994	1,611	-	-	1,611	-
	<u>\$ 4,003,648</u>	<u>\$ 4,311,183</u>	<u>\$ 3,186,281</u>	<u>\$ 918,537</u>	<u>\$ 4,210,013</u>

The schedule is not reduced for an allowance for uncollectible taxes, nor does it include costs and execution fees relating to the above receivables nor accounts nulla bonnaed. It includes delinquent taxes and penalties.

The schedule also includes \$3,083,818 of receivables relating to school districts.

Reconciliation follows:

Per balance sheet (page 27)	\$ 170,285
Add:	
Allowance for delinquent doubtful accounts	1,545,579
Fiduciary funds	3,201,924
Less costs and fees receivable	<u>(707,775)</u>
As above	<u>\$ 4,210,013</u>

FLORENCE COUNTY, SOUTH CAROLINA

ASSESSED VALUE OF TAXABLE PROPERTY IN FLORENCE COUNTY LAST TEN YEARS (UNAUDITED)

The assessed value of all taxable real and personal property (non-industrial property) and the assessed value of all real and personal industrial property in the County for each of the last 10 years is set forth below:

Tax Year	Non-manufacturing		Manufacturing*		Total Assessments
	Real	Personal	Real	Personal	
1995	132,698,241	57,791,965	22,083,988	69,891,217	282,465,411
1996	139,972,747	66,913,835	22,192,074	82,033,003	311,111,659
1997	145,508,958	71,743,882	19,207,351	72,667,796	309,127,987
1998	148,853,865	71,885,305	19,083,506	66,420,523	306,243,199
1999	200,934,877	85,502,852	17,028,681	65,977,727	369,444,137
2000	206,331,852	94,334,679	17,805,324	65,581,829	384,053,684
2001	210,621,959	85,521,813	17,049,943	63,531,012	376,724,727
2002	217,688,421	80,118,648	18,032,345	59,988,736	375,828,150
2003	223,070,997	77,901,350	16,106,416	60,269,076	377,347,839
2004	227,583,167	74,195,939	16,259,777	62,206,241	380,245,124

* Assessed values for Utilities and Railroads property are included in Manufacturing personal. The breakdown between personal and real property for Utilities and Railroads is not readily available from the South Carolina Department of Revenue and Taxation.

FLORENCE COUNTY, SOUTH CAROLINA

MARKET AND ASSESSED VALUE OF TAXABLE PROPERTY IN FLORENCE COUNTY TAX YEAR BEGINNING DECEMBER 31, 2004, BY PROPERTY CLASSIFICATION (UNAUDITED)

The assessed value of all taxable property in Florence County for Tax Year 2004, according to classification of property, is set forth below:

Classification of Property	Market Value	Assessment
Real Estate (Non-manufacturing) Farm	\$ 219,213,618	\$ 9,031,433
Real Estate (Non-Manufacturing) Non-farm	4,302,459,566	206,929,925
Mobile Homes	268,434,409	11,621,809
Business Personal	42,270,447	4,438,398
Watercraft	21,251,420	2,231,400
Aircraft	5,600,472	588,050
Utilities	236,992,268	24,884,189
Manufacturers' Furniture & Fixtures	145,189,229	15,244,870
Manufacturers' Real Estate	154,855,008	16,259,777
Manufacturers' Personal	197,876,372	20,777,020
Railroads	14,498,730	1,377,380
Vehicles	827,461,018	66,860,873
Totals	<u>\$6,436,102,557</u>	<u>\$380,245,124</u>

Exempt Manufacturing Property

Article X, Section 3 of the Constitution provides that all new manufacturing establishments located in any county after July 1, 1977, and all additions (in excess of \$50,000) to existing manufacturing establishments are exempt from ad valorem taxation for five years for county taxes only. No exemption is granted from school or municipal taxes.

The following table provides a breakdown of the total assessment between property subject to the exemption and property which is fully taxable for each of the last ten (10) years for which the information is available:

Year Ending 12/31	Exempt Manufacturing Property	Total Assessment Not Exempt	Total Assessment
1995	21,096,800	261,368,611	282,465,411
1996	37,080,284	274,031,375	311,111,659
1997	27,797,357	281,330,630	309,127,987
1998	24,255,869	281,987,330	306,243,199
1999	23,324,278	346,119,859	369,444,137
2000	22,947,673	361,106,011	384,053,684
2001	12,899,770	363,824,957	376,724,727
2002	11,012,180	364,815,970	375,828,150
2003	10,439,940	366,907,899	377,347,839
2004	12,384,860	367,860,264	380,245,124

FLORENCE COUNTY, SOUTH CAROLINA

**ASSESSED VALUE OF TAXABLE PROPERTY IN FLORENCE COUNTY
TAX YEAR ENDING DECEMBER 31, 2004 BY TAX DISTRICT
(UNAUDITED)**

The assessed value of all taxable property in Florence County for tax year 2004, by tax district and according to major category, is set forth below:

District		Real Property	Personal Property
100	Florence Rural Fire District	\$ 73,908,570	\$ 1,376,089
110	City of Florence	81,374,103	4,191,015
120	Town of Quinby	1,404,236	23,929
130	Howe Springs Fire District	24,901,495	575,020
School District #1		181,588,404	6,166,053
200	Hannah-Salem-Friendfield	2,550,082	54,500
210	Town of Pamplico	1,270,721	25,791
220	Howe Springs Fire District	1,038,105	4,820
230	Hannah-Salem-Friendfield	2,831,539	30,660
School District #2		7,690,447	115,771
300	South Lynches Fire District	2,133,412	58,334
301	SLFD/Salem Watershed	1,648,993	-
310	South Lynches Fire District	5,439,649	130,509
311	SLFD/Salem Watershed	1,835,980	-
319	SLFD/Joint Ind Park	43,269	589
320	City of Lake City	8,696,898	383,548
330	Town of Olanta	888,963	30,006
340	Town of Coward	508,329	84,478
341	Town of Coward/Salem Watershed	73,256	-
350	Town of Scranton	328,881	18,258
351	Town of Scranton/Salem Watershed	431,120	-
360	SLFD/Lynches Lake Camp Branch	6,674	480
361	SLFD/Lynches Lake Camp Branch	44,680	-
371	SLFD/Lynches Lake Camp Branch	51,672	-
380	Florence Rural Fire District	1,426,010	23,202
381	FRFD/Salem Watershed	73,033	-
390	FRFD/Lynches Lake Camp Branch	3,777	120
391	FRFD/Lynches Lake Camp Branch	295,510	-
School District #3		23,930,106	729,524
400	Sardis-Timmons ville Fire District	5,238,821	119,375
410	Town of Timmons ville	2,363,890	18,311
420	Florence Rural Fire District	372,555	38,538
School District #4		7,975,266	176,224
500	Johnsonville Rural Fire District	4,454,988	104,327
510	Town of Johnsonville	1,943,956	43,167
School District #5		6,398,944	147,494
Total County		\$ 227,583,167	\$ 7,335,066

Tax Commission	Vehicles	Total Assessment
\$ 38,836,634	\$ 24,129,765	\$ 138,251,058
15,625,534	16,803,129	117,993,781
206,751	307,220	1,942,136
<u>4,233,270</u>	<u>9,375,669</u>	<u>39,085,454</u>
<u>58,902,189</u>	<u>50,615,783</u>	<u>297,272,429</u>
1,816,969	845,010	5,266,561
656,973	434,770	2,388,255
9,640	442,000	1,494,565
<u>176,538</u>	<u>1,206,670</u>	<u>4,245,407</u>
<u>2,660,120</u>	<u>2,928,450</u>	<u>13,394,788</u>
1,108,059	1,114,620	4,414,425
-	-	1,648,993
2,167,903	3,682,090	11,420,151
-	-	1,835,980
3,962,547	-	4,006,405
2,262,544	1,825,760	13,168,750
455,459	271,810	1,646,238
105,160	69,610	767,577
-	-	73,256
123,709	162,050	632,898
-	-	431,120
-	510	7,664
-	-	44,680
-	-	51,672
23,540	707,720	2,180,472
-	-	73,033
-	11,220	15,117
<u>-</u>	<u>-</u>	<u>295,510</u>
<u>10,208,921</u>	<u>7,845,390</u>	<u>42,713,941</u>
1,623,082	2,328,420	9,309,698
834,285	537,700	3,754,186
<u>-</u>	<u>420</u>	<u>411,513</u>
<u>2,457,367</u>	<u>2,866,540</u>	<u>13,475,397</u>
3,643,530	1,973,210	10,176,055
<u>593,891</u>	<u>631,500</u>	<u>3,212,514</u>
<u>4,237,421</u>	<u>2,604,710</u>	<u>13,388,569</u>
<u>\$ 78,466,018</u>	<u>\$ 66,860,873</u>	<u>\$ 380,245,124</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SCHOOL GENERAL FUND

CASH DUE FROM TREASURER

Year Ended June 30, 2005

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 775,983	\$ 53,725	\$ 208,112
Add receipts:			
Current property taxes	28,818,792	1,040,766	4,145,767
Inventory exemption	440,969	9,789	94,239
Vehicle taxes	7,161,310	431,452	1,143,080
Delinquent property taxes	1,355,570	98,894	287,439
Penalties	60,858	5,175	13,776
Fee transfer	-	-	(15,843)
State and federal aid	61,625,459	6,177,240	22,821,256
Interest on investments	34,020	1,549	5,613
State homestead exemption	5,693,757	425,915	1,195,528
Fees in lieu of taxes	1,395,707	27,521	515,681
Total receipts	<u>106,586,442</u>	<u>8,218,301</u>	<u>30,206,536</u>
Less disbursements:			
Claims paid to School Districts	106,527,814	8,217,226	30,206,268
Refunds	124,819	9,314	25,850
Total disbursements	<u>106,652,633</u>	<u>8,226,540</u>	<u>30,232,118</u>
Cash due from Treasurer - ending	<u>\$ 709,792</u>	<u>\$ 45,486</u>	<u>\$ 182,530</u>

District Four	District Five	Total
<u>\$ 64,477</u>	<u>\$ 63,967</u>	<u>\$ 1,166,264</u>
690,201	1,683,227	36,378,753
17,467	7,905	570,369
334,857	498,427	9,569,126
108,362	102,946	1,953,211
3,957	5,526	89,292
-	-	(15,843)
7,267,576	7,530,083	105,421,614
1,569	2,597	45,348
403,548	407,099	8,125,847
<u>474,048</u>	<u>102,862</u>	<u>2,515,819</u>
<u>9,301,585</u>	<u>10,340,672</u>	<u>164,653,536</u>
9,304,394	10,330,962	164,586,664
<u>5,706</u>	<u>9,948</u>	<u>175,637</u>
<u>9,310,100</u>	<u>10,340,910</u>	<u>164,762,301</u>
<u><u>\$ 55,962</u></u>	<u><u>\$ 63,729</u></u>	<u><u>\$ 1,057,499</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SCHOOL DEBT SERVICE FUND

CASH DUE FROM TREASURER

Year Ended June 30, 2005

	District One	District Two	District Three
Cash due from Treasurer - beginning	\$ 2,099,864	\$ 319,165	\$ 249,140
Add receipts:			
Current property taxes	3,674,358	535,433	344,869
Inventory exemption	175,434	1,240	22,165
Vehicle taxes	876,393	159,447	102,933
Delinquent property taxes	193,312	52,667	34,043
Fee transfer	-	-	(1,160)
Penalties	9,464	3,661	1,626
Interest on investments	68,817	5,852	6,066
Homestead exemption	163,714	56,953	28,808
Fees in lieu of taxes	183,512	4,016	20,103
Total receipts	<u>5,345,004</u>	<u>819,269</u>	<u>559,453</u>
Less disbursements:			
Bond principal paid	4,926,688	475,000	455,000
Interest payments	640,842	354,050	111,399
Paying agent fees	3,873	760	1,050
Refunds	16,331	3,270	2,467
Total disbursements	<u>5,587,734</u>	<u>833,080</u>	<u>569,916</u>
Cash due from Treasurer - ending	<u>\$ 1,857,134</u>	<u>\$ 305,354</u>	<u>\$ 238,677</u>

District Four	District Five	Total
<u>\$ 499,161</u>	<u>\$ 284,277</u>	<u>\$ 3,451,607</u>
331,736	581,565	5,467,961
2,015	3,434	204,288
171,509	133,470	1,443,752
81,991	37,103	399,116
-	-	(1,160)
2,595	2,642	19,988
5,993	4,945	91,673
32,071	39,860	321,406
<u>51,527</u>	<u>17,882</u>	<u>277,040</u>
<u>679,437</u>	<u>820,901</u>	<u>8,224,064</u>
800,000	681,906	7,338,594
412,497	158,328	1,677,116
3,215	2,563	11,461
<u>3,392</u>	<u>2,557</u>	<u>28,017</u>
<u>1,219,104</u>	<u>845,354</u>	<u>9,055,188</u>
<u><u>\$ (40,506)</u></u>	<u><u>\$ 259,824</u></u>	<u><u>\$ 2,620,483</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SCHOOL CAPITAL PROJECT FUND

CASH DUE FROM TREASURER

Year Ended June 30, 2005

	District One	District Two	District Three
Cash due from Treasurer - beginning	<u>\$ 6,697,735</u>	<u>\$ 311,639</u>	<u>\$ 2,158</u>
Add receipts:			
Interest on investments	67,828	1,137	9
Proceeds from bond issue	<u>31,481</u>	<u>-</u>	<u>-</u>
Total receipts	<u>99,309</u>	<u>1,137</u>	<u>9</u>
Less disbursements:			
Claims paid to School Districts	<u>5,567,998</u>	<u>311,639</u>	<u>2,158</u>
Total disbursements	<u>5,567,998</u>	<u>311,639</u>	<u>2,158</u>
Cash due from Treasurer - ending	<u><u>\$ 1,229,046</u></u>	<u><u>\$ 1,137</u></u>	<u><u>\$ 9</u></u>

District Four	District Five	Total
<u>\$ 8,287</u>	<u>\$ 231,987</u>	<u>\$ 7,251,806</u>
356	4,687	74,017
<u>43,834</u>	<u>86,519</u>	<u>161,834</u>
<u>44,190</u>	<u>91,206</u>	<u>235,851</u>
<u>43,834</u>	<u>98,251</u>	<u>6,023,880</u>
<u>43,834</u>	<u>98,251</u>	<u>6,023,880</u>
<u><u>\$ 8,643</u></u>	<u><u>\$ 224,942</u></u>	<u><u>\$ 1,463,777</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF MUNICIPALITIES FUND

CASH DUE FROM TREASURER

Year Ended June 30, 2005

	Florence	Quinby	Pamplico
Cash due from Treasurer - beginning	<u>\$ 52,634</u>	<u>\$ 212</u>	<u>\$ 1,518</u>
Add receipts:			
Current property taxes	5,611,500	17,128	145,748
Vehicle taxes	1,002,568	3,982	39,564
Delinquent property taxes	197,580	1,538	8,379
Penalties	2,540	-	102
Fees in lieu of taxes	5,981	-	-
Less local option sales tax credits	<u>(4,596,670)</u>	<u>(22,101)</u>	<u>(127,742)</u>
Total receipts	<u>2,223,499</u>	<u>547</u>	<u>66,051</u>
Less disbursements:			
Payments to municipality	2,226,051	550	65,246
Refunds	<u>11,102</u>	<u>-</u>	<u>511</u>
Total disbursements	<u>2,237,153</u>	<u>550</u>	<u>65,757</u>
Cash due from Treasurer - ending	<u><u>\$ 38,980</u></u>	<u><u>\$ 209</u></u>	<u><u>\$ 1,812</u></u>

Lake City	Olanta	Coward	Scranton	Timmons ville	Johnsonville	Total
<u>\$ 30,132</u>	<u>\$ 230</u>	<u>\$ 131</u>	<u>\$ 190</u>	<u>\$ 1,079</u>	<u>\$ 75</u>	<u>\$ 86,201</u>
1,499,900	60,775	-	-	207,962	110,959	7,653,972
311,369	15,206	-	-	49,861	34,497	1,457,047
177,098	4,772	-	-	43,391	10,220	442,978
5,487	14	-	-	36	25	8,204
-	-	-	-	-	-	5,981
<u>(512,290)</u>	<u>(58,850)</u>	<u>-</u>	<u>-</u>	<u>(245,762)</u>	<u>(145,759)</u>	<u>(5,709,174)</u>
<u>1,481,564</u>	<u>21,917</u>	<u>-</u>	<u>-</u>	<u>55,488</u>	<u>9,942</u>	<u>3,859,008</u>
1,475,166	22,091	-	-	55,042	9,905	3,854,051
<u>5,518</u>	<u>24</u>	<u>-</u>	<u>-</u>	<u>231</u>	<u>14</u>	<u>17,400</u>
<u>1,480,684</u>	<u>22,115</u>	<u>-</u>	<u>-</u>	<u>55,273</u>	<u>9,919</u>	<u>3,871,451</u>
<u><u>\$ 31,012</u></u>	<u><u>\$ 32</u></u>	<u><u>\$ 131</u></u>	<u><u>\$ 190</u></u>	<u><u>\$ 1,294</u></u>	<u><u>\$ 98</u></u>	<u><u>\$ 73,758</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF FIRE BOARD FUND

CASH DUE FROM TREASURER

Year Ended June 30, 2005

	South Lynches River Fire District	Florence Rural Fire District	Pamplico Fire District	Hannah- Salem- Friendfield Fire District
Cash due from Treasurer - beginning	\$ 24,763	\$ 15,636	\$ 196	\$ 3,960
Add receipts:				
Current property taxes	360,003	547,514	-	91,223
Inventory exemption	11,208	15,989	-	-
Vehicle taxes	90,252	124,121	-	30,592
Delinquent property taxes	22,294	30,479	-	10,313
Penalties	1,520	1,364	-	621
Interest on investments	877	1,270	3	196
State aid	14,708	93,641	1,741	6,111
Homestead exemption	23,092	20,399	-	9,251
Fee in lieu of property tax	90,481	81,307	-	-
Total receipts	614,435	916,084	1,744	148,307
Less disbursements:				
Claims paid to Fire Board	616,358	914,174	1,741	148,657
Refunds	2,157	2,174	-	591
Penalty abatements	-	-	-	-
Total disbursements	618,515	916,348	1,741	149,248
Cash due from Treasurer - ending	\$ 20,683	\$ 15,372	\$ 199	\$ 3,019

City of Florence	City of Lake City	City of Olanta	City of Scranton	City of Timmons ville	City of Johnsonville	Total
<u>\$ 509</u>	<u>\$ 68</u>	<u>\$ 8</u>	<u>\$ 8</u>	<u>\$ 28</u>	<u>\$ 14</u>	<u>\$ 45,190</u>
-	-	-	-	-	-	998,740
-	-	-	-	-	-	27,197
-	-	-	-	-	-	244,965
-	-	-	-	-	-	63,086
-	-	-	-	-	-	3,505
188	21	2	1	6	5	2,569
96,990	10,710	1,185	-	3,130	2,614	230,830
-	-	-	-	-	-	52,742
-	-	-	-	-	-	171,788
<u>97,178</u>	<u>10,731</u>	<u>1,187</u>	<u>1</u>	<u>3,136</u>	<u>2,619</u>	<u>1,795,422</u>
96,990	10,710	1,185	-	3,130	2,614	1,795,559
-	-	-	-	-	-	4,922
-	-	-	-	-	-	-
<u>96,990</u>	<u>10,710</u>	<u>1,185</u>	<u>-</u>	<u>3,130</u>	<u>2,614</u>	<u>1,800,481</u>
<u>\$ 697</u>	<u>\$ 89</u>	<u>\$ 10</u>	<u>\$ 9</u>	<u>\$ 34</u>	<u>\$ 19</u>	<u>\$ 40,131</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF LYNCHES LAKE/CAMP BRANCH FUND

CASH DUE FROM TREASURER

Year Ended June 30, 2005

Cash due from Treasurer - beginning	<u>\$ 983</u>
Add receipts:	
Current property taxes	5,949
Delinquent property taxes	628
Homestead exemption	878
Penalties	48
State and federal aid	2,000
Interest on investments	<u>84</u>
Total receipts	<u>9,587</u>
Less disbursements:	
Claims paid to Lynchess Lake/Camp Branch	<u>9,571</u>
Total disbursements	<u>9,571</u>
Cash due from Treasurer - ending	<u><u>\$ 999</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SALEM WATERSHED FUND

CASH DUE FROM TREASURER

Year Ended June 30, 2005

Cash due from Treasurer - beginning	<u>\$ 8,631</u>
Add receipts:	
Current property taxes	53,058
Vehicle taxes	-
Delinquent property taxes	5,604
Penalties	499
Homestead exemption	8,777
Interest on investments	<u>710</u>
Total receipts	<u>68,649</u>
Less disbursements:	
Claims paid to Salem Watershed	<u>68,891</u>
Total disbursements	<u>68,891</u>
Cash due from Treasurer - ending	<u><u>\$ 8,389</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF REGIONAL AIRPORT AUTHORITY FUND

CASH DUE TO TREASURER

Year Ended June 30, 2005

Cash due to Treasurer - beginning	<u>\$ (8,095)</u>
Add receipts:	
Interest on investments	<u>-</u>
Total receipts	<u>-</u>
Less disbursements:	
Refunds	<u>-</u>
Total disbursements	<u>-</u>
Cash due to Treasurer - ending	<u><u>\$ (8,095)</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF COMMISSION ON ALCOHOL AND DRUG ABUSE FUND
CASH DUE FROM TREASURER
Year Ended June 30, 2005**

Cash due from Treasurer - beginning	<u>\$ -</u>
Add receipts:	
State aid	<u>215,423</u>
Total receipts	<u>215,423</u>
Less disbursements:	
Claims paid to Commission	<u>215,423</u>
Total disbursements	<u>215,423</u>
Cash due from Treasurer - ending	<u><u>\$ -</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF WILLIAMSBURG COUNTY FUND
CASH DUE FROM TREASURER
Year Ended June 30, 2005**

Cash due from Treasurer - beginning	<u>\$ 31</u>
Add receipts:	
Current property taxes	<u>3,026,774</u>
Total receipts	<u>3,026,774</u>
Less disbursements:	
Claims paid to Williamsburg County	<u>2,893,734</u>
Total disbursements	<u>2,893,734</u>
Cash due from Treasurer - ending	<u><u>\$ 133,071</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF MAGISTRATE FUND
CASH DUE TO OTHERS
Year Ended June 30, 2005**

Cash due to others - beginning	<u>\$ 350,573</u>
Add receipts:	
Cash received from others	<u>3,278,729</u>
Total receipts	<u>3,278,729</u>
Less disbursements:	
Cash paid to others	<u>3,318,883</u>
Total disbursements	<u>3,318,883</u>
Cash due to others - ending	<u><u>\$ 310,419</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF CLERK OF COURT FUND
CASH DUE TO OTHERS
Year Ended June 30, 2005**

Cash due to others - beginning	<u>\$ 862,300</u>
Add receipts:	
Cash received from others	<u>6,270,553</u>
Total receipts	<u>6,270,553</u>
Less disbursements:	
Cash paid to others	<u>6,074,641</u>
Total disbursements	<u>6,074,641</u>
Cash due to others - ending	<u><u>\$ 1,058,212</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF SHERIFF FUND

CASH DUE TO OTHERS

Year Ended June 30, 2005

Cash due to others - beginning	<u>\$ 193,104</u>
Add receipts:	
Cash received from others	<u>815,979</u>
Total receipts	<u>815,979</u>
Less disbursements:	
Cash paid to others	<u>740,288</u>
Total disbursements	<u>740,288</u>
Cash due to others - ending	<u><u>\$ 268,795</u></u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF GENERAL FUND

BALANCE SHEET

June 30, 2005

	General Operations
ASSETS	
Cash and investments	\$ 6,579,767
Receivables:	
Property taxes (net)	60,687
Other governmental units and agencies	4,655,866
Other (net)	1,383,607
Inventory	171,703
Due from other funds	1,309,660
Total assets	\$ 14,161,290
LIABILITIES AND FUND EQUITY	
Liabilities:	
Accounts payable	\$ 924,947
Payroll withholdings and accruals	516,630
Other payables	882,913
Deferred revenues	2,886,390
Total liabilities	5,210,880
Fund equity:	
Fund balance:	
Reserved for encumbrances	9,157
Reserved for inventory	145,725
Unreserved:	
Designated for capital improvements	-
Undesignated	8,795,528
Total fund equity/fund balance	8,950,410
Total liabilities and fund equity	\$ 14,161,290

Treasurer and Tax Sale	Road Paving	Total
\$ 3,018,517	\$ 978,957	\$ 10,577,241
-	-	60,687
-	-	4,655,866
-	-	1,383,607
-	-	171,703
-	-	1,309,660
<u>\$ 3,018,517</u>	<u>\$ 978,957</u>	<u>\$ 18,158,764</u>
\$ -	\$ -	\$ 924,947
-	-	516,630
3,073,318	-	3,956,231
-	-	2,886,390
<u>3,073,318</u>	<u>-</u>	<u>8,284,198</u>
-	-	9,157
-	-	145,725
-	978,957	978,957
(54,801)	-	8,740,727
<u>(54,801)</u>	<u>978,957</u>	<u>9,874,566</u>
<u>\$ 3,018,517</u>	<u>\$ 978,957</u>	<u>\$ 18,158,764</u>

FLORENCE COUNTY, SOUTH CAROLINA

**DETAIL SCHEDULE OF GENERAL FUND
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 2005**

	General Operations	Treasurer and Tax Sale
Revenues:		
Taxes	\$ 11,610,906	\$ -
Licenses and permits	4,687,407	-
Fines and fees	3,370,013	-
Intergovernmental	7,147,581	-
Sales and other functional revenues	2,729,615	-
Miscellaneous	628,240	-
Total revenues	<u>30,173,762</u>	<u>-</u>
Expenditures:		
Current:		
General government	15,105,305	-
Public safety	14,544	-
Public works	3,876,583	-
Health	4,339,942	-
Welfare	518,207	-
Culture and recreation	2,412,336	-
Education	4,950	-
Total expenditures	<u>26,271,867</u>	<u>-</u>
Revenues over (under) expenditures	3,901,895	-
Other financing sources (uses):		
Proceeds of capital lease	1,183,612	-
Operating transfer in	2,292,383	-
Operating transfer out	<u>(8,469,156)</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	(1,091,266)	-
Fund balance - beginning of year	10,020,217	(54,801)
Change in reserve for inventory	<u>21,459</u>	<u>-</u>
Fund balance - end of year	<u>\$ 8,950,410</u>	<u>\$(54,801)</u>

Road Paving	Elimination	Total
\$ -	\$ -	\$ 11,610,906
-	-	4,687,407
-	-	3,370,013
-	-	7,147,581
-	-	2,729,615
-	-	628,240
<u>-</u>	<u>-</u>	<u>30,173,762</u>
-	-	15,105,305
-	-	14,544
335,301	-	4,211,884
-	-	4,339,942
-	-	518,207
-	-	2,412,336
-	-	4,950
<u>335,301</u>	<u>-</u>	<u>26,607,168</u>
(335,301)	-	3,566,594
-	-	1,183,612
420,000	(420,000)	2,292,383
<u>-</u>	<u>420,000</u>	<u>(8,049,156)</u>
84,699	-	(1,006,567)
894,258	-	10,859,674
-	-	21,459
<u>\$ 978,957</u>	<u>\$ -</u>	<u>\$ 9,874,566</u>

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND

DETAIL SCHEDULE OF EXPENDITURES - RECONCILIATION OF BUDGETARY

BASIS TO ACCRUAL BASIS

Year Ended June 30, 2005

	Budgetary Basis	Encumbrances		Juror Fees	Accrual Basis
		6/30/2004	6/30/2005		
General government:					
County Council	\$ 203,462	\$ 241	\$ -	\$ -	\$ 203,703
Attorney	157,775	-	-	-	157,775
Administrator	495,009	-	-	-	495,009
Finance	542,777	3,659	-	-	546,436
Treasurer	687,271	-	-	-	687,271
Data processing	699,624	9,784	-	-	709,408
Auditor	382,438	(105)	-	-	382,333
Tax assessor	1,168,573	(79)	-	-	1,168,494
Support services	190,585	-	-	-	190,585
Clerk of Court	869,415	(19)	(45)	-	869,351
Court of common pleas	128,798	-	-	14,296	143,094
Solicitor	902,329	-	-	-	902,329
Human resources management	227,069	-	-	-	227,069
Family court	613,829	-	(762)	-	613,067
Judge of Probate	457,694	-	-	-	457,694
Public Defender	531,792	-	-	-	531,792
Master in Equity	45,594	-	-	-	45,594
Magistrates' offices	1,885,240	(171)	(47)	64	1,885,086
Building inspections	1,419,293	(225)	-	-	1,419,068
Voter registration & election commission	393,366	-	-	-	393,366
Veterans' affairs	124,132	-	-	-	124,132
Public services buildings	785,305	-	-	-	785,305
Direct assistance	1,135,515	-	-	-	1,135,515
Other	1,031,829	-	-	-	1,031,829
Total general government	<u>15,078,714</u>	<u>13,085</u>	<u>(854)</u>	<u>14,360</u>	<u>15,105,305</u>
Public safety:					
Direct assistance	14,544	-	-	-	14,544
Total public safety	<u>14,544</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,544</u>
Public works:					
Central maintenance	923,324	-	-	-	923,324
Public works operating	3,223,758	65,720	(918)	-	3,288,560
Total public works	<u>4,147,082</u>	<u>65,720</u>	<u>(918)</u>	<u>-</u>	<u>4,211,884</u>
Health:					
Health Department	88,299	-	-	-	88,299
Environmental services	463,469	2,347	-	-	465,816
Emergency medical services	3,299,327	177	(2,533)	-	3,296,971
Rescue-ambulance squads	240,179	103	-	-	240,282
Coroner	232,674	-	-	-	232,674
Direct assistance	15,900	-	-	-	15,900
Total health	<u>4,339,848</u>	<u>2,627</u>	<u>(2,533)</u>	<u>-</u>	<u>4,339,942</u>

FLORENCE COUNTY, SOUTH CAROLINA

GENERAL FUND

DETAIL SCHEDULE OF EXPENDITURES - RECONCILIATION OF BUDGETARY

BASIS TO ACCRUAL BASIS

Year Ended June 30, 2005

	Budgetary Basis	Encumbrances		Juror Fees	Accrual Basis
		6/30/2004	6/30/2005		
Welfare:					
Indigent care	461,600	-	-	-	461,600
Social Services	40,807	-	-	-	40,807
Direct assistance	15,800	-	-	-	15,800
Total welfare	<u>518,207</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>518,207</u>
Culture and recreation:					
Recreation	1,678,104	43,871	(3,401)	-	1,718,574
Freedom Florence	442,804	1,412	(492)	-	443,724
Lynches River County Park	240,997	-	(959)	-	240,038
Direct assistance	10,000	-	-	-	10,000
Total culture and recreation	<u>2,371,905</u>	<u>45,283</u>	<u>(4,852)</u>	<u>-</u>	<u>2,412,336</u>
Education:					
Literacy Council	4,950	-	-	-	4,950
Total education	<u>4,950</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,950</u>
Total expenditures	<u>\$ 26,475,250</u>	<u>\$ 126,715</u>	<u>\$ (9,157)</u>	<u>\$ 14,360</u>	<u>\$ 26,607,168</u>

FLORENCE COUNTY, SOUTH CAROLINA

DETAIL SCHEDULE OF LIBRARY EXPENDITURES

Year Ended June 30, 2005

	<u>Source of Funding</u>		<u>Total</u>
	<u>County</u> <u>Appropriation</u>	<u>State</u>	
Personnel services	\$ 1,824,887	\$ -	\$ 1,824,887
Supplies	50,165	-	50,165
Books and publications	308,031	103,254	411,285
Capital outlay	145,197	-	145,197
Other services and charges	641,748	-	641,748
	<u>\$ 2,970,029</u>	<u>\$ 103,254</u>	<u>\$ 3,073,283</u>

**FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINES, ASSESSMENTS, AND SURCHARGES
VICTIM/WITNESS SPECIAL REVENUE FUND
Year Ended June 30, 2005**

Magistrate Court Fines	
Court fines collected	\$ 1,100,990
Court fines retained by County	<u>1,094,724</u>
Court fines remitted to the State Treasurer	<u>\$ 6,266</u>
Magistrate Court Assessments	
Court assessments collected	\$ 1,386,909
Court assessments retained by County	<u>103,819</u>
Court assessments remitted to the State Treasurer	<u>\$ 1,283,089</u>
Magistrate Court Surcharges	
Court surcharges collected	<u>\$ 154,831</u>
Court surcharges retained by County	<u>\$ 154,831</u>
General Sessions & Circuit Court Fines	
Court fines collected	\$ 184,355
Court fines remitted to solicitor	12,543
Court fines remitted to municipality	6,962
Court fines retained by County	<u>91,645</u>
Court fines remitted to the State Treasurer	<u>\$ 73,205</u>
General Sessions Court Assessments	
Court assessments collected	\$ 56,014
Court assessments retained by County	<u>4,630</u>
Court assessments remitted to the State Treasurer	<u>\$ 51,384</u>
General Sessions Court Surcharges	
Court surcharges collected	<u>\$ 62,582</u>
Court surcharges retained by County	<u>\$ 62,582</u>
Victim Services	
Magistrate Court assessments allocated to Victim Services	\$ 103,819
Magistrate Court surcharges allocated to Victim Services	154,831
General Sessions Court assessments allocated to Victim Services	4,630
General Sessions Court surcharges allocated to Victim Services	62,582
Investment Income	<u>16,934</u>
Funds allocated to Victim Services	342,795
Victim Services expenditures	<u>(460,888)</u>
Funds available for carryforward	<u>\$ (118,093)</u>



FLORENCE COUNTY, SOUTH CAROLINA
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
(1)

FISCAL YEAR	GENERAL GOVT	PUBLIC SAFETY	ECONOMIC DEVELOP	PUB WORKS/ HEALTH & WELFARE	CULTURE & RECREATION/ EDUCATION	CAPITAL PROJECT	DEBT SERVICE	TOTAL
2005	\$ 18,357,705	\$ 16,796,948	\$ 2,051,830	\$ 9,104,319	\$ 9,247,903	\$ 3,290,497	\$ 8,781,373	\$ 67,630,575
% OF TOTAL	27.14%	24.84%	3.03%	13.46%	13.67%	4.87%	12.98%	100.00%
2004	\$ 16,637,668	\$ 15,839,767	\$ 3,272,623	\$ 8,128,951	\$ 6,448,525	\$ 17,163,544	\$ 8,964,868	\$ 76,455,946
% OF TOTAL	21.76%	20.72%	4.28%	10.63%	8.43%	22.45%	11.73%	100.00%
2003	\$ 16,975,932	\$ 15,475,478	\$ 1,666,267	\$ 7,812,528	\$ 6,476,858	\$ 8,859,059	\$ 5,403,911	\$ 62,670,033
% OF TOTAL	27.09%	24.69%	2.66%	12.47%	10.33%	14.14%	8.62%	100.00%
2002	\$ 15,062,336	\$ 15,297,461	\$ 2,509,387	\$ 8,104,282	\$ 5,992,147	\$ 3,275,852	\$ 4,956,663	\$ 55,198,128
% OF TOTAL	27.29%	27.71%	4.55%	14.68%	10.86%	5.93%	8.98%	100.00%
2001	\$ 14,929,674	\$ 14,009,826	\$ 3,762,717	\$ 8,506,268	\$ 5,779,993	\$ 1,791,715	\$ 4,497,488	\$ 53,277,681
% OF TOTAL	28.02%	26.30%	7.06%	15.97%	10.85%	3.36%	8.44%	100.00%
2000	\$ 16,481,212	\$ 13,533,146	\$ 3,177,439	\$ 7,752,469	\$ 4,840,922	\$ 556,562	\$ 4,010,158	\$ 50,351,908
% OF TOTAL	32.73%	26.88%	6.31%	15.40%	9.61%	1.11%	7.96%	100.00%
1999	\$ 14,169,436	\$ 12,713,681	\$ 2,509,762	\$ 7,036,398	\$ 3,947,244	\$ -	\$ 4,050,246	\$ 44,426,767
% OF TOTAL	31.89%	28.62%	5.65%	15.84%	8.88%	-	9.12%	100.00%
1998	\$ 14,252,976	\$ 12,057,136	\$ 11,007,393	\$ 5,534,249	\$ 3,293,877	\$ -	\$ 4,051,090	\$ 50,196,721
% OF TOTAL	28.39%	24.02%	21.93%	11.03%	6.56%	-	8.07%	100.00%
1997	\$ 9,887,240	\$ 10,285,319	\$ 2,618,712	\$ 5,946,923	\$ 2,821,313	\$ -	\$ 4,059,970	\$ 35,619,477
% OF TOTAL	27.75%	28.88%	7.35%	16.70%	7.92%	-	11.40%	100.00%
1996	\$ 8,534,310	\$ 8,773,546	\$ 2,058,374	\$ 6,459,422	\$ 2,560,840	\$ 161,099	\$ 3,815,529	\$ 32,363,120
% OF TOTAL	26.37%	27.11%	6.36%	19.96%	7.91%	0.50%	11.79%	100.00%

(1) Includes General , Special Revenue, Debt Service and Capital Projects Funds.

SOURCE: ANNUAL FINANCIAL REPORTS

**FLORENCE COUNTY, SOUTH CAROLINA
GENERAL GOVERNMENT REVENUES BY SOURCES
LAST TEN FISCAL YEARS
(1)**

FISCAL YEAR	TAXES	FEES & FINES	LICENSES & PERMITS	SALES & OTHER	INTER- GOVERN	OTHER	TOTAL
2005 % OF TOTAL	\$ 30,393,466 50.14%	\$ 5,850,189 9.65%	\$ 4,687,407 7.73%	\$ 2,752,894 4.54%	\$ 13,796,677 22.76%	\$ 3,134,556 5.17%	\$ 60,615,189 100.00%
2004 % OF TOTAL	\$ 30,342,019 51.40%	\$ 5,691,459 9.64%	\$ 4,474,471 7.58%	\$ 2,662,609 4.51%	\$ 14,050,752 23.80%	\$ 1,814,514 3.07%	\$ 59,035,824 100.00%
2003 % OF TOTAL	\$ 30,403,008 47.06%	\$ 5,608,251 8.68%	\$ 2,831,758 4.38%	\$ 2,355,863 3.65%	\$ 13,849,780 21.44%	\$ 9,555,664 14.79%	\$ 64,604,324 100.00%
2002 % OF TOTAL	\$ 27,758,281 48.56%	\$ 5,822,479 10.18%	\$ 2,725,395 4.77%	\$ 1,974,427 3.45%	\$ 12,817,700 22.42%	\$ 6,069,755 10.62%	\$ 57,168,037 100.00%
2001 % OF TOTAL	\$ 26,828,504 48.85%	\$ 5,246,791 9.56%	\$ 3,022,492 5.50%	\$ 2,100,224 3.83%	\$ 14,048,806 25.59%	\$ 3,659,999 6.67%	\$ 54,906,816 100.00%
2000 % OF TOTAL	\$ 26,373,766 51.35%	\$ 4,041,571 7.87%	\$ 3,291,756 6.41%	\$ 1,682,102 3.27%	\$ 12,946,776 25.20%	\$ 3,031,352 5.90%	\$ 51,367,323 100.00%
1999 % OF TOTAL	\$ 22,224,681 49.05%	\$ 3,482,295 7.68%	\$ 3,757,948 8.29%	\$ 1,555,094 3.43%	\$ 11,658,120 25.73%	\$ 2,637,347 5.82%	\$ 45,315,485 100.00%
1998 % OF TOTAL	\$ 21,570,394 40.50%	\$ 3,162,277 5.94%	\$ 3,370,835 6.33%	\$ 1,353,416 2.54%	\$ 21,473,909 40.32%	\$ 2,330,084 4.37%	\$ 53,260,915 100.00%
1997 % OF TOTAL	\$ 20,758,123 51.02%	\$ 2,928,871 7.20%	\$ 2,670,980 6.57%	\$ 1,187,382 2.92%	\$ 11,247,043 27.65%	\$ 1,885,419 4.64%	\$ 40,677,818 100.00%
1996 % OF TOTAL	\$ 18,362,161 50.96%	\$ 2,916,474 8.09%	\$ 2,523,846 7.00%	\$ 1,294,612 3.59%	\$ 9,658,430 26.80%	\$ 1,281,356 3.56%	\$ 36,036,879 100.00%

(1) Includes General, Special Revenue, Debt Service and Capital Projects Funds.

SOURCE: ANNUAL FINANCIAL REPORTS

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

FISCAL YEAR	TOTAL TAX LEVY	(1)		DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	(2) PERCENT OF LEVY COLLECTED
		CURRENT TAX COLLECTIONS	PERCENT OF LEVY COLLECTED			
2005	\$ 76,747,871	\$ 72,436,688	94.38%	\$ 3,186,281	\$ 75,622,969	98.53%
2004	\$ 73,968,999	\$ 69,840,158	94.42%	\$ 3,092,065	\$ 72,932,223	98.60%
2003	\$ 71,845,588	\$ 68,016,392	94.67%	\$ 2,679,891	\$ 70,696,283	98.40%
2002	\$ 62,375,147	\$ 59,079,309	94.72%	\$ 2,349,368	\$ 61,428,677	98.48%
2001	\$ 59,942,898	\$ 56,757,418	94.69%	\$ 2,388,816	\$ 59,146,234	98.67%
2000	\$ 59,170,642	\$ 56,125,083	94.85%	\$ 2,063,006	\$ 58,188,089	98.34%
1999	\$ 50,833,725	\$ 48,508,972	95.43%	\$ 1,840,955	\$ 50,349,927	99.05%
1998	\$ 48,229,745	\$ 46,235,769	95.87%	\$ 1,613,003	\$ 47,848,772	99.21%
1997	\$ 46,211,267	\$ 44,196,400	95.64%	\$ 1,723,494	\$ 45,919,894	99.37%
1996	\$ 43,830,945	\$ 42,036,433	95.91%	\$ 2,000,361	\$ 44,036,794	100.47%

(1)Percentage of Current Collections to Tax Levy

(2)Percentage of Total Collections to Tax Levy

SOURCE: ANNUAL FINANCIAL REPORTS

FLORENCE COUNTY, SOUTH CAROLINA
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

FISCAL YEAR	TAX YEAR	NON-MANU		MANU-		TOTAL ASSESSED VALUE	TOTAL ESTIMATED ACTUAL VALUE	RATIO OF ASSESSED VALUE TO ACTUAL VALUE
		FACTURING PERSONAL	FACTURING REAL	FACTURING PERSONAL AND REAL	FACTURING PERSONAL AND REAL			
2005	2004	\$74,195,939	\$227,583,167	\$ 78,466,018	\$ 78,466,018	\$380,245,124	\$6,436,102,557	5.91%
2004	2003	\$77,901,350	\$223,070,997	\$ 76,375,492	\$ 76,375,492	\$377,347,839	\$6,176,758,865	6.11%
2003	2002	\$80,118,648	\$217,688,421	\$ 78,021,081	\$ 78,021,081	\$375,828,150	\$6,176,758,865	6.08%
2002	2001	\$85,521,813	\$210,621,959	\$ 80,580,955	\$ 80,580,955	\$376,724,727	\$6,052,095,341	6.22%
2001	2000	\$94,334,679	\$206,331,852	\$ 83,387,153	\$ 83,387,153	\$384,053,684	\$6,027,642,513	6.37%
2000	1999	\$85,502,852	\$200,934,877	\$ 83,006,408	\$ 83,006,408	\$369,444,137	\$5,817,934,438	6.35%
1999	1998	\$71,885,305	\$148,853,865	\$ 85,504,029	\$ 85,504,029	\$306,243,199	\$4,604,632,369	6.65%
1998	1997	\$71,743,882	\$145,508,958	\$ 91,875,147	\$ 91,875,147	\$309,127,987	\$4,584,280,988	6.74%
1997	1996	\$66,913,835	\$139,972,747	\$104,225,077	\$104,225,077	\$311,111,659	\$4,533,540,788	6.86%
1996	1995	\$57,791,965	\$132,698,241	\$ 91,975,205	\$ 91,975,205	\$282,465,411	\$4,183,895,650	6.75%

SOURCE: ANNUAL FINANCIAL REPORTS

FLORENCE COUNTY, SOUTH CAROLINA
PROPERTY TAX RATES PER \$1,000 ASSESSED VALUE
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

COUNTY (WIDE) TAX RATES	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
General County	27.2	28.0	28.0	28.0	28.0	28.0	28.0	29.9	29.9	29.9
Jail	30.5	31.5	31.5	31.5	30.5	30.5	36.5	39.0	39.0	39.0
Emergency Management	4.9	5.0	5.0	5.0	6.0	6.0	-	-	-	-
Florence-Darlington Technical College	3.4	3.5	3.5	3.5	3.5	3.5	3.5	3.8	3.8	3.8
County Library	4.7	5.0	5.0	5.0	-	-	-	-	-	-
Senior Citizens Center	0.5	0.5	0.5	-	-	-	-	-	-	-
SPECIAL DISTRICTS-FIRE TAX RATES										
Florence Rural Fire District	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Howe Springs Fire District	11.9	12.7	10.0	9.0	10.0	10.0	9.0	11.0	11.0	10.0
South Lynches Fire District	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0
Sardis-Timmons Fire District	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0
Johnsonville Rural Fire District	26.2	25.0	24.4	23.0	22.0	18.0	17.0	13.0	14.0	14.0
Hannah-Salem Friendfield	23.0	23.0	23.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0
SCHOOL DISTRICT TAX RATES										
Florence - School District #1	156.6	162.0	158.2	145.6	123.3	113.4	111.2	109.9	105.2	103.7
Pamplico - School District #2	218.2	212.3	188.8	187.2	174.3	167.6	169.7	190.8	156.2	117.0
Lake City - School District #3	163.3	158.3	152.9	151.4	142.0	132.5	141.6	131.8	128.5	129.3
Timmonsville - School District #4	237.4	156.2	189.3	191.3	187.5	192.0	225.2	190.6	174.6	123.6
Johnsonville - School District #5	242.2	247.7	234.1	231.8	211.7	203.4	198.0	191.8	180.4	158.2
CITY TAX RATES										
Florence	54.9	60.8	60.8	60.8	60.8	60.8	60.8	68.4	68.4	68.4
Quincy	12.5	12.5	12.5	12.5	12.3	12.3	12.3	13.6	13.6	13.6
Pamplico	87.8	88.0	88.0	88.0	88.0	88.0	88.0	87.4	87.4	87.4
Lake City	165.9	165.9	165.9	150.3	150.3	150.3	150.3	150.3	142.0	142.0
Olanta	55.1	55.1	55.1	55.1	55.1	55.1	60.0	60.0	60.0	60.0
Timmonsville	105.5	90.0	90.0	90.0	90.0	90.0	90.0	90.0	90.0	90.0
Johnsonville	50.1	52.8	52.8	52.8	52.8	52.8	52.8	55.3	55.3	55.3
Coward	-	-	-	-	-	-	-	-	-	-
Scranton	-	-	-	-	-	-	-	-	-	-
SPECIAL TAX DISTRICT - OTHER										
Lynches Lake	19.3	19.4	19.4	19.4	19.4	10.0	10.0	10.0	10.0	10.0
Salem Polecat	16.5	17.0	17.0	17.0	17.0	17.0	17.0	17.0	17.0	17.0

SOURCE: FLORENCE COUNTY AUDITOR'S OFFICE

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

FISCAL YEAR	TAX YEAR	(1)		(2)		RATIO OF NET BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT TO PER CAPITA
		POPULATION	TOTAL DEBT OUTSTANDING	LESS DEBT SERVICE RESERVE	NET BONDED DEBT	ASSESSED VALUE	
2005	2004	129,679	\$ 12,835,605	\$ 1,280,207	\$ 11,555,398	\$ 380,245,124	89.11
2004	2003	128,335	\$ 15,462,044	\$ 920,854	\$ 14,541,190	\$ 377,347,839	113.31
2003	2002	127,237	\$ 17,421,430	\$ 1,133,843	\$ 16,287,587	\$ 375,828,150	128.01
2002	2001	126,607	\$ 8,000,735	\$ 1,033,691	\$ 6,967,044	\$ 376,724,727	55.03
2001	2000	125,761	\$ 8,082,813	\$ 1,061,139	\$ 7,021,674	\$ 384,053,684	55.83
2000	1999	125,600	\$ 740,000	\$ 79,583	\$ 660,417	\$ 369,444,137	5.26
1999	1998	125,252	\$ 325,000	\$ 111,271	\$ 213,729	\$ 306,243,199	1.71
1998	1997	124,904	\$ 440,000	\$ 145,671	\$ 294,329	\$ 309,127,987	2.36
1997	1996	124,446	\$ 545,000	\$ 170,960	\$ 374,040	\$ 311,111,659	3.01
1996	1995	123,182	\$ 650,000	\$ 216,779	\$ 433,221	\$ 282,465,411	3.52

SOURCE: (1) Population information obtained from South Carolina Division of Research and Statistical Services.

(2) Assessed valuations were taken from Exhibit A-4.

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

FISCAL YEAR	PRINCIPAL	INTEREST & FISCAL CHARGES	TOTAL	TOTAL GENERAL EXPENDITURES	RATIO OF DEBT SERVICE TO TOTAL GENERAL EXPENDITURES
2005	\$ 2,929,770	\$ 675,855	\$3,605,625	\$ 67,630,576	5.3%
2004	\$ 3,119,386	\$ 762,657	\$3,882,043	\$ 76,455,946	5.1%
2003	\$ 579,304	\$ 679,447	\$1,258,751	\$ 62,670,033	2.0%
2002	\$ 508,861	\$ 467,318	\$ 976,179	\$ 55,198,128	1.8%
2001	\$ 926,000	\$1,097,884	\$2,023,884	\$ 53,277,681	3.8%
2000	\$ 262,924	\$ 79,027	\$ 341,951	\$ 50,351,908	0.7%
1999	\$ 280,945	\$ 98,437	\$ 379,382	\$ 44,426,767	0.9%
1998	\$ 259,201	\$ 116,963	\$ 376,164	\$ 50,196,721	0.7%
1997	\$ 252,109	\$ 136,109	\$ 388,218	\$ 35,619,477	1.1%
1996	\$ 235,385	\$ 151,538	\$ 386,923	\$ 32,363,120	1.2%

SOURCE: General Expenditures were taken from Exhibit A-1.
Prior Annual Financial Statements.

FLORENCE COUNTY, SOUTH CAROLINA
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
GENERAL OBLIGATION BONDS
June 30, 2005

NAME OF JURISDICTION	Principal Balance	Percentage of Debt Applicable to this Jurisdiction	Jurisdiction's Share of Debt
FLO SCH DIST #1	\$ 18,690,000	100%	\$ 18,690,000
FLO SCH DIST #2	\$ 6,825,000	100%	\$ 6,825,000
FLO SCH DIST #3	\$ 2,775,000	100%	\$ 2,775,000
FLO SCH DIST #4	\$ 9,440,000	100%	\$ 9,440,000
FLO SCH DIST #5	\$ 5,398,449	100%	\$ 5,398,449
CITY OF FLORENCE	\$ -	-	\$ -
TOWN OF QUINBY	\$ 53,094	100%	\$ 53,094
TOWN OF PAMPLICO	\$ -	-	\$ -
CITY OF LAKE CITY	\$ 501,644	100%	\$ 501,644
TOWN OF OLANTA	\$ -	100%	\$ -
TOWN OF COWARD	\$ -	-	\$ -
TOWN OF SCRANTON	\$ -	-	\$ -
TOWN OF TIMMONSVILLE	\$ -	100%	\$ -
CITY OF JOHNSONVILLE	\$ -	-	\$ -
TOTAL	\$ 43,683,187	100%	\$ 43,683,187

SOURCE: Florence County Treasurer and surrounding Municipalities

**FLORENCE COUNTY, SOUTH CAROLINA
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	(A) COUNTY POPULATION	(A) PER CAPITA INCOME	(B) UNEMPLOYMENT RATE
2005	129,679	N/A	8.4%
2004	128,335	N/A	8.8%
2003	127,237	\$ 26,088	8.1%
2002	126,607	\$ 25,629	7.0%
2001	125,761	\$ 24,771	5.8%
2000	125,600	\$ 23,795	4.7%
1999	125,252	\$ 22,296	5.5%
1998	124,904	\$ 21,706	4.5%
1997	124,446	\$ 21,161	5.6%
1996	123,182	\$ 20,218	8.4%

SOURCE: (A) Population and Per Capita Income figures above were provided by the Division of Research and Statistical Services - State Data Center.
 (B) Unemployment Rates provided by the South Carolina Employment Security Commission.
 N/A- Information not available.

FLORENCE COUNTY, SOUTH CAROLINA
PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS
LAST TEN FISCAL YEARS

FISCAL YEAR	PROPERTY VALUE (1)			NUMBER OF PERMITS	CONSTRUCTION (2)		(3)
	COMMERCIAL	RESIDENTIAL	TOTAL		COMMERCIAL VALUE	RESIDENTIAL VALUE	BANK DEPOSITS
2005	\$ 78,466,018	\$ 301,779,106	\$ 380,245,124	5,772	\$ 109,314,315	\$ 358,192,338	\$ 1,847,000,000
2004	\$ 76,375,492	\$ 300,972,347	\$ 377,347,839	6,117	\$ 50,185,534	\$ 194,700,249	\$ 1,628,000,000
2003	\$ 78,021,081	\$ 297,807,069	\$ 375,828,150	4,567	\$ 88,778,737	\$ 71,100,788	\$ 1,421,000,000
2002	\$ 80,580,955	\$ 296,143,772	\$ 376,724,727	5,996	\$ 64,749,026	\$ 103,591,582	\$ 1,406,000,000
2001	\$ 83,387,153	\$ 300,736,641	\$ 384,123,794	8,165	\$ 113,335,605	\$ 68,762,331	\$ 1,341,000,000
2000	\$ 83,006,408	\$ 286,437,729	\$ 369,444,137	4,356	\$ 93,326,807	\$ 56,622,707	\$ 1,288,000,000
1999	\$ 85,504,029	\$ 220,739,170	\$ 306,243,199	906	\$ 37,027,182	\$ 45,438,704	\$ 1,185,000,000
1998	\$ 91,875,147	\$ 217,252,840	\$ 309,127,987	931	\$ 47,115,145	\$ 47,706,541	\$ 1,018,000,000
1997	\$ 104,225,077	\$ 206,886,582	\$ 311,111,659	830	\$ 17,818,888	\$ 43,369,583	\$ 960,238,000
1996	\$ 91,975,205	\$ 190,490,206	\$ 282,465,411	841	\$ 19,428,605	\$ 46,895,809	\$ 935,971,000

SOURCE: (1) Property values taken from Exhibit A-4.

(2) Information obtained from Building Department.

(3) Information obtained from SummaryofDeposits@FDIC.gov

**FLORENCE COUNTY, SOUTH CAROLINA
PRINCIPAL TAXPAYERS
June 30, 2005**

	<u>TAXPAYER</u>	<u>TYPE OF BUSINESS</u>	<u>TAXES PAID</u>	<u>PERCENT OF ALL TAXES COLLECTED</u>
1)	Nanya Plastics	Polyester fiber manufacturer	\$ 1,932,521	2.65%
2)	QHG of South Carolina	Hospital facility	\$ 1,397,270	1.92%
3)	Bell South Communications	Telephone utility	\$ 1,084,721	1.49%
4)	McLeod Regional Medical Center	Hospital facility	\$ 755,150	1.04%
5)	Smurfit/Stone Container Corporation	Kraft liner board manufacturer	\$ 733,296	1.01%
6)	Wellman, Inc.	Fiber manufacturer	\$ 731,873	1.00%
7)	Maytag Corporation	Appliance manufacturer	\$ 696,196	0.95%
8)	Teijin/Dupont	Polyester film manufacturer	\$ 629,504	0.86%
9)	Byrd Properties	Real estate development	\$ 591,302	0.81%
10)	General Electric	Magnetic Resonance Imaging (MRI)	\$ 432,607	0.59%

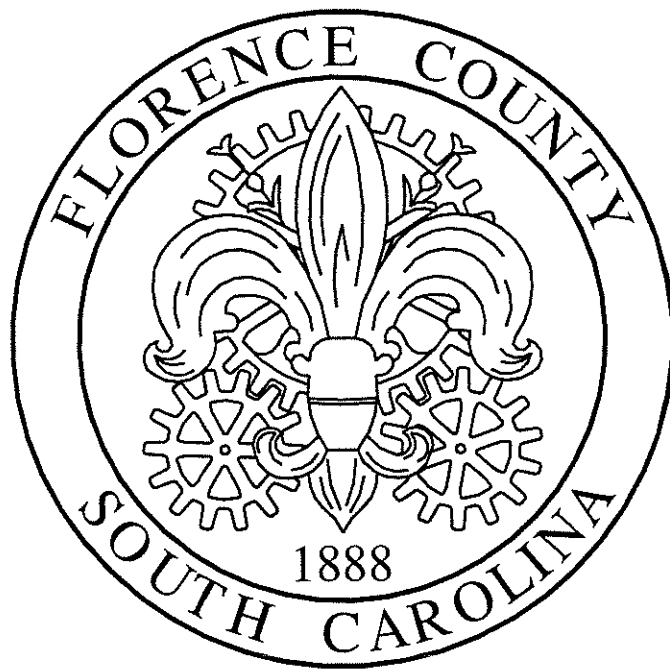
SOURCE: Information obtained from Florence County Auditor's Office.

FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF COMPUTATION OF LEGAL DEBT MARGIN
June 30, 2005

ASSESSED VALUATION	<u>\$ 380,245,124</u>
DEBT LIMIT - 8% OF ASSESSED VALUATION OF TAXABLE PROPERTY	\$ 30,419,610
AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT: GENERAL OBLIGATION (GENERAL PURPOSE) BOND DEBT-ISSUED SUBSEQUENT TO NOVEMBER 30, 1977	<u>\$ 12,835,605</u>
LEGAL DEBT MARGIN	<u>\$ 17,584,005</u>

FLORENCE COUNTY, SOUTH CAROLINA
MISCELLANEOUS STATISTICS
June 30, 2005

Date of Incorporation	1888	
Form of Government	Council / Administrator	
Population	Projection	129,679
Employees	Full time	689
	Part time	137
County Roads	Total County Maintained Roads	600 miles
	County Unimproved Roads	500 miles
Emergency Medical Services	Number of Stations	6
	Number of employees	
	Full time	55
	Part time	24
Law Enforcement	Number of Headquarters	1
	Number of Employees-Sheriff	
	Full time	
	Operations	107
	Administrative	10
	Part time	
	Reserves	8
	Crossing Guards	5
	Number of Employees-Detention	
	Full time	
	Operations	90
	Administrative	5
Building Permits	Total Issued	5,772
	New Construction	\$467,506,653



Baird & Company CPAs, LLC

CERTIFIED PUBLIC ACCOUNTANTS & FINANCIAL ADVISORS
Augusta, Georgia Office

Thomson, Georgia Office

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Benjamin B. Barmore, CPA, MCP, CITP
W. Lee Hammond, CPA

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENTAL AUDITING STANDARDS*

To the County Council
Florence County, South Carolina
Florence, South Carolina

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Florence County, South Carolina, as of and for the year ended June 30, 2005, which collectively comprise Florence County's basic financial statements and have issued our report thereon dated December 16, 2005. We did not audit the financial statements of the Florence City-County Complex Building Commission. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Florence City-County Complex Building Commission is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of The United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Florence County, South Carolina's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low risk that misstatements caused by error or fraud in amounts that would be material in relation to the 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 internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

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

This report is intended solely for the information and use of the County Council, management, others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

Baird & Company, CPAs, LLC

BAIRD & COMPANY, CPAS, LLC
Certified Public Accountants

December 16, 2005
Augusta, Georgia

Baird & Company CPAs, LLC

CERTIFIED PUBLIC ACCOUNTANTS & FINANCIAL ADVISORS
Augusta, Georgia Office

Thomson, Georgia Office

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

To the County Council
Florence County, South Carolina
Florence, South Carolina

Compliance

We have audited the compliance of Florence 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, 2005. Florence 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 Florence County South Carolina's management. Our responsibility is to express an opinion on Florence 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 Florence County, South Carolina'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 Florence County, South Carolina's compliance with those requirements.

In our opinion, Florence 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, 2005.

Internal Control Over Compliance

The management of Florence 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 Florence 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 reportable 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 caused by error or fraud 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 and use of the County Council, management, others within the organization, 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.

Baird & Company, CPAs, LLC

BAIRD & COMPANY, CPAS, LLC
Certified Public Accountants

December 16, 2005
Augusta, Georgia

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2005

Program/ Grant	Grant Agency	Grant Number	Federal CFDA Number	Program/Grant Revenue					Program/Grant Expenditures				
				Total Grant/ Loan Amount	Cash Receipts	Matching and Program Receipts	Less: Beginning (Deferred) Receivable	Add: Ending (Deferred) Receivable	Revenue	Cash Disbursements	Less: Beginning Accrual	Add: Ending Accrual	Expenditures
Federal Assistance													
Department of HUD													
Passed Through State Division Of Economic Development													
CDBG: Lake City Health Department	Dept. of Commerce	4-L- 01-008	14.228	\$ 500,000	\$ -	\$ 131,840	\$ 131,840	\$ -	\$ -	\$ -	\$ -	\$ -	-
Total Department of HUD													
					-	131,840	131,840	-	-	-	-	-	-
Department of Agriculture													
Passed Through South Carolina Forestry Commission													
Urban & Community Forestry	SC Forestry	2004U12	10.664	5,000	5,000	9,028	-	-	14,028	14,028	-	-	14,028
Total Department of Agriculture													
					5,000	9,028	-	-	14,028	14,028	-	-	14,028
Department of Transportation													
Mass Transit	SCDOT	MT-4H303 -90	20.505	24,000	9,169	-	4,028	-	5,141	5,141	-	-	5,141
HMEP Planning	S.C. Emergency Prep. Division	HMEC- 3042110	20.703	5,000	2,965	-	2,905	-	60	102	42	-	60
Bicycle Study	SCDOT	29160	20.203	80,000	10,605	-	-	-	10,605	10,605	-	-	10,605
Total Department of Transportation													
					22,739	-	6,933	-	15,806	15,848	42	-	15,806

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2005

Program/ Grant	Grant Agency	Grant Number	Federal CFDA Number	Total Grant/ Loan Amount	Program/Grant Revenue				Program/Grant Expenditures				
					Cash Receipts	Matching and Program Receipts	Less: Beginning (Deferred) Receivable	Add: Ending (Deferred) Receivable	Revenue	Cash Disbursements	Less: Beginning Accrual	Add: Ending Accrual	Expenditures
Response Team													
County Homeland Security	SLED	3HSS039	16.007	194,635	173,358	-	82,422	-	90,936	108,966	18,030	-	90,936
County Homeland Security	SLED	4SHSP54	97.004	346,581	63,427	-	-	153,121	216,548	122,089	-	94,459	216,548
Law Enforcement Terrorist Prevention	SLED	4LETP26	97.004	57,708	-	-	-	26,422	26,422	22,839	-	3,583	26,422
Total Department of Homeland Security					380,494	-	125,057	179,543	434,980	374,464	37,526	98,042	434,980
Department of Health & Human Services													
Child Support Enforcement Program	SCDSS	C50021C	93.563	339,966	312,935	161,209	-	27,032	501,176	492,122	-	9,054	501,176
Child Support Enforcement Program Service of Process	SCDSS	C50067C	93.563	43,877	39,138	20,162	-	4,739	64,039	60,017	-	4,022	64,039
Child Support Enforcement Program Service of Process	SCDSS	C40067C	93.563	59,310	4,255	-	4,255	-	-	930	930	-	-
Child Support Enforcement Program	SCDSS	C40021C	93.563	385,429	32,249	-	32,249	-	-	4,270	4,270	-	-
County Expense Reimbursement	SCDSS	-	93.667	182,965	182,965	-	-	-	182,965	182,965	-	-	182,965
Total Department of Health and Human Services					571,542	181,371	36,504	31,771	748,180	740,304	5,200	13,076	748,180
Department of Justice:													
SCAAP 2004	USDOJ	2004-AP-BX-0580	16.607	8,609	8,609	-	6,490	-	2,119	2,119	-	-	2,119

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2005

Program/ Grant	Grant Agency	Grant Number	Federal CFDA Number	Total Grant/ Loan Amount	Program/Grant Revenue					Program/Grant Expenditures				
					Cash Receipts	Matching and Program Receipts	Less: Beginning (Deferred) Receivable	Add: Ending (Deferred) Receivable	Revenue	Cash Disbursements	Less: Beginning Accrual	Add: Ending Accrual	Expenditures	
Drug Court	USDOJ	2003-DC- BX-0032	16.585	499,697	206,466	-	59,081	64,029	211,414	213,554	10,377	8,237	211,414	
Passed Through State Department of Public Safety														
Delinquency Prevention	SCDPS	1J03003	16.540	10,369	3,769	-	3,549	-	220	370	150	-	220	
Delinquency Prevention	SCDPS	1J04003	16.540	10,369	1,361	-	-	5,261	6,622	5,517	-	1,105	6,622	
Meth Training	SCDPS	1F02140	16.579	500	374	-	374	-	-	-	-	-	-	
Magistrate	SCDPS	1D04024	16.579	19,937	19,937	6,608	-	-	26,545	26,503	-	42	26,545	
School Resource Officer	SCDPS	1D04049	16.579	60,618	60,618	4,036	-	9,837	74,491	73,243	-	1,248	74,491	
School Resource Officer	SCDPS	1JS03001	16.523	44,359	30,618	-	839	-	29,779	30,254	475	-	29,779	
School Resource Officer	SCDPS	1JS02004	16.523	44,649	23,586	501	18,170	-	5,917	7,972	2,055	-	5,917	
School Resource Officer	SCDPS	1D03011	16.579	36,923	446	12,350	12,796	-	-	1,215	1,215	-	-	
Local Law Enforcement Block Grant	Dept. of Justice/BJA	2002LBBX 1228	16.592	109,085	-	(101)	(113,679)	-	113,578	113,996	418	-	113,578	
VOCA Mental Health	SCDPS	1V02124	16.575	36,000	8,136	-	-	23,777	31,913	9,540	-	22,373	31,913	
Victim Advocate	SCDPS	1V05080	16.575	37,714	-	-	-	10,547	10,547	9,257	-	1,290	10,547	
School Resource Officer	SCDPS	1JS03006	16.523	44,657	44,657	9,146	12,743	-	41,060	43,053	2,035	42	41,060	
Local Law Enforcement	Dept. of Justice/BJA	2003LBBX 1303	16.592	88,732	-	-	(7,617)	(434)	7,183	56,270	49,087	-	7,183	

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2005

Program/ Grant	Grant Agency	Grant Number	Federal CFDA Number	Total Grant/ Loan Amount	Program/Grant Revenue				Program/Grant Expenditures					
					Cash Receipts	Matching and Program Receipts	Less: Beginning (Deferred) Receivable	Add: Ending (Deferred) Receivable	Revenue	Cash Disbursements	Less: Beginning Accrual	Add: Ending Accrual	Expenditures	
Block Grant														
School Resource Officer	SCDPS	1JS02005	16.523	44,747	4,453	9,100	11,510	-	2,043	2,559	516	-	-	2,043
School Resource Officer	SCDPS	1JS02003	16.523	44,649	21,033	-	15,872	-	5,161	7,087	1,926	-	-	5,161
Local Law Enforcement Block Grant	Dept. of Justice/BJA	2004LBBX 0400	16.592	44,236	44,236	4,915	-	(24,151)	25,000	25,000	-	-	-	25,000
Victim Advocate	SCDPS	1V04080	16.575	42,543	42,114	-	9,680	-	32,434	33,486	1,052	-	-	32,434
CDV Investigator	SCDPS	1D03010	16.579	39,439	2,114	8,807	10,921	-	-	1,151	1,151	-	-	-
Total Department of Justice					522,527	55,362	40,729	88,866	626,026	662,146	70,457	34,337		626,026
Department of Homeland Security														
Hazard Emergency Operations Plan	S.C. Emergency Preparedness Division	EMA2002 GR-5076	83.552	28,622	8,268	469	8,737	-	-	8,737	8,737	-	-	-
GIS-Based Land Inventory	S.C. Emergency Prep. Division	EMA2003-5341	83.557	50,000	31,111	-	8,250	20,640	43,501	42,601	4,050	4,950		43,501
LEMPG	S.C. Emergency Prep. Division	EMA2004-GR5006	97.042	53,688	53,688	30,992	27,897	-	56,783	56,783	-	-	-	56,783
EMPG	S.C. Emergency Prep. Division	5EMPG01	97.067	24,051	-	15,408	-	15,408	30,816	30,816	-	-	-	30,816
2004 Ice Storm	FEMA	FEMA1509 DRSC	97.036	288,717	163,251	-	74,681	-	88,570	163,251	74,681	-	-	88,570
Total Department of Homeland Security					256,318	46,869	119,565	36,048	219,670	302,188	87,468	4,950		219,670
Total Federal Assistance					1,758,620	424,470	460,628	336,228	2,058,690	2,108,978	200,693	150,405		2,058,690

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2005

Program/ Grant	Grant Agency	Grant Number	Federal CFDA Number	Program/Grant Revenue					Program/Grant Expenditures					
				Total Grant/ Loan Amount	Cash Receipts	Matching and Program Receipts	Less: Beginning (Deferred) Receivable	Add: Ending (Deferred) Receivable	Revenue	Cash Disbursements	Less: Beginning Accrual	Add: Ending Accrual	Expenditures	
State Assistance:														
Used Oil	SCDHEC	FY04		11,700	50	-	-	50	-	-	-	-	-	
Local Paving	SCDOT	32868		90,977	88,327	-	-	-	-	88,327	88,327	-	88,327	
Library State Aid	State	FY 05		103,253	103,253	2,979,943	-	-	-	3,083,196	2,975,370	-	3,083,196	
Local Paving	SCDOT	32869		134,631	123,457	-	-	-	-	123,457	123,457	-	123,457	
Environmental Services	Palmetto Pride			5,000	-	-	(2,348)	-	-	2,348	2,348	-	2,348	
Local Paving	SCDOT	32870		16,419	16,193	-	-	-	-	16,193	16,193	-	16,193	
Local Paving	SCDOT	34005		92,028	-	-	-	-	70,656	70,656	-	70,656	70,656	
Florence County Transportation Commission	SCDOT			40,257	13,000	-	(28,189)	(33,989)	7,200	7,200	7,200	-	7,200	
EMS GIA	SCDHEC	EM-5-368		21,345	21,345	11,230	-	-	-	32,575	32,260	-	315	32,575
Honda Way	Coordinating Council for Economic Development	1652		2,000,000	375,704	155,319	374,729	(8,153)	148,141	244,116	97,140	1,165	148,141	
We Care Camp	SCDPS	1W05029		5,770	151	-	-	589	740	703	-	37	740	
Pee Dee Commerce Center	Coordinating Council for Economic Development	1633		1,700,000	525,594	-	-	303,373	828,967	525,594	-	303,373	828,967	
IFH	Coordinating Council for Economic Development	1691		223,993	223,993	34,950	-	16,205	275,148	238,716	-	36,432	275,148	
Lake City Library	State Library			750,000	-	-	(118,251)	(112,877)	5,374	(141)	-	5,515	5,374	

FLORENCE COUNTY, SOUTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2005

Program/ Grant	Grant Agency	Grant Number	Federal CFDA Number	Program/Grant Revenue					Program/Grant Expenditures				
				Total Grant/ Loan Amount	Cash Receipts	Matching and Program Receipts	Less: Beginning (Deferred) Receivable	Add: Ending (Deferred) Receivable	Revenue	Cash Disbursements	Less: Beginning Accrual	Add: Ending Accrual	Expenditures
Staying Connected	State Library			7,583	-	-	(2,259)	-	2,259	5,638	5,324	1,945	2,259
Library Computer Technology	Lottery			90,904	90,904	-	-	(27,355)	63,549	88,171	24,622	-	63,549
Special Lottery	State Library			50,000	50,000	-	-	(9,249)	40,751	38,459	-	2,292	40,751
Waste Oil	SCDHEC	21W005		26,505	19,150	-	-	51	19,201	19,201	-	-	19,201
EMS DUI	SCDHEC	EM-5-229		1,366	1,366	346	-	-	1,712	1,712	-	-	1,712
Total State Assistance					1,652,487	3,181,788	223,732	199,251	4,809,794	4,407,324	127,086	529,556	4,809,794
Total Federal and State Assistance					3,411,107	3,606,258	684,360	535,479	6,868,484	6,516,302	327,779	679,961	6,868,484

FLORENCE COUNTY, SOUTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2005

I. Summary of Auditors' Results

- A. An unqualified opinion was issued on the financial statements of Florence County, South Carolina.
- B. Our audit of the financial statements disclosed no material weaknesses in internal controls over financial reporting.
- C. Our audit of the financial statements disclosed no instances of noncompliance with laws, regulations and the provisions of contracts and grant agreements that are material to the general purpose financial statements.
- D. Our audit of compliance with the types of compliance requirements applicable to the County's major programs disclosed no material weaknesses in internal controls over compliance.
- E. An unqualified opinion was issued on Florence County, South Carolina's compliance with the types of compliance requirements applicable to its major federal programs.
- F. Our audit disclosed no audit findings which relate to the federal and state awards which are required to be reported.
- G. Major federal programs for Florence County, South Carolina for the fiscal year ended June 30, 2005 are:

<u>Program Name</u>	<u>CFDA#</u>
Basic COBRA Response Team	16.007
County Homeland Security	97.004
Local Law Enforcement Block Grant	16.592

- H. The threshold for determining Type A programs for Florence County, South Carolina is \$300,000.
- I. Florence County, South Carolina qualified as a low risk auditee.

II. Findings Related to the audit of the Financial Statements of Florence County, South Carolina

There were no findings noted for the year ended June 30, 2005 which are required to be reported in accordance with *Government Auditing Standards*.

III. Findings and Questioned Costs Related to the Audit of Federal Awards.

There were no findings noted for the year ended June 30, 2005 which are required to be reported under OMB Circular A-133 criteria.

FLORENCE COUNTY, SOUTH CAROLINA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2005

Note 1 – Basis of Presentation

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

Note 2 – Non-cash Awards

Florence County, South Carolina, did not receive any non-cash federal awards during the year ended June 30, 2005.

FLORENCE COUNTY, SOUTH CAROLINA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2005

There were no audit findings reported for the year ended June 30, 2004 which require a response for the year ended June 30, 2005.

