

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES



GREGORY M. LAPPIN '88

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

State Accommodations Tax Fund – Used to account for revenues received from the State. The first \$25,000 and five percent (5%) of amounts in excess of \$25,000 are, by statute, allocated to the City's general fund. All other accommodation tax receipts must be used for tourism related activities.

Local Accommodations & Hospitality Tax Fund – Used to account for revenues received from a three percent (3%) fee imposed on the rental of accommodations provided to transients and from a two percent (2%) fee collected on the sale of prepared food and beverages served by restaurants, hotels, lounges, and other food facilities. The fees are restricted for expenditures associated with the preservation, maintenance and improvement of historical, environmental, and cultural assets of Georgetown, and public facilities related to their use.

Community Development Fund – Used to account for various community development projects funded by federal and state grants and expended in accordance with objectives and provisions of the related grant agreements.

Seized and Forfeited Property Fund – Used to account for property seized and forfeited to the City in conjunction with the police department's drug enforcement activities. Expenditures of these resources are restricted by federal and state laws, which require that they be used specifically for certain law enforcement purposes.

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2006

	Special Revenue Funds				Total Nonmajor Governmental Funds
	State Accommodations Tax	Local Accommodations & Hospitality Tax	Community Development	Seized & Forfeited Property	
Assets					
Cash and cash equivalents	\$ 24,055	\$ 1,219,981	\$ 8,741	\$ 21,586	\$ 1,274,363
Receivables (net of allowances)					
Customer Accounts	-	1,700	-	-	1,700
Taxes	-	71,687	-	-	71,687
From other governments	32,449	-	-	1,026	33,475
From other City Funds	-	-	-	10,328	10,328
Total Assets	\$ 56,504	\$ 1,293,368	\$ 8,741	\$ 32,940	\$ 1,391,553
Liabilities and Fund Balances					
Liabilities					
Payables					
Trade and other accounts	\$ 10,135	\$ 37,723	\$ -	\$ 1,605	\$ 49,463
To other City funds	1,622	-	-	-	1,622
Total Liabilities	11,757	37,723	-	1,605	51,085
Fund Balances					
Reserved for encumbrances	-	4,000	-	-	4,000
Reserved for community development	-	600,884	-	-	600,884
Unreserved	44,747	650,761	8,741	31,335	735,584
Total Fund Balances	44,747	1,255,645	8,741	31,335	1,340,468
Total Liabilities and Fund Balances	\$ 56,504	\$ 1,293,368	\$ 8,741	\$ 32,940	\$ 1,391,553

CITY OF GEORGETOWN, SOUTH CAROLINA

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

Nonmajor Governmental Funds

For the Year Ended June 30, 2006

	Special Revenue Funds				Total Nonmajor Governmental Funds
	State Accommodations Tax	Local		Seized & Forfeited Property	
		Accommodations & Hospitality Tax	Community Development		
Revenues					
Taxes	\$ -	\$ 701,892	\$ -	\$ -	\$ 701,892
Fines and forfeitures	-	-	-	8,310	8,310
Intergovernmental	86,791	-	-	32,500	119,291
Investment earnings	724	35,622	-	-	36,346
Miscellaneous	-	-	889	-	889
Donations (Winyah Auditorium)	-	307,774	-	-	307,774
Total Revenues	87,515	1,045,288	889	40,810	1,174,502
Expenditures					
Current					
Public safety	-	-	-	23,595	23,595
Community development	41,007	112,437	-	-	153,444
Capital Outlay					
Public safety	-	-	-	43,561	43,561
Community development	-	16,654	-	-	16,654
Debt Service					
Nondepartmental					
Principal	-	145,000	-	-	145,000
Interest	-	9,715	-	-	9,715
Fiscal charges	-	1,075	-	-	1,075
Total Expenditures	41,007	284,881	-	67,156	393,044
Excess (Deficiency) of Revenues Over Expenditures	46,508	760,407	889	(26,346)	781,458
Other Financing Sources (Uses)					
Proceeds from sale of assets	-	-	-	18,380	18,380
Transfers In	-	281,996	-	-	281,996
Transfers out	(28,090)	(351,322)	-	-	(379,412)
Total Other Financing Sources (Uses)	(28,090)	(69,326)	-	18,380	(79,036)
Net Change in Fund Balances	18,418	691,081	889	(7,966)	702,422
Fund Balances - Beginning of Year	26,329	564,564	7,852	39,301	638,046
Fund Balances - End of Year	\$ 44,747	\$ 1,255,645	\$ 8,741	\$ 31,335	\$ 1,340,468

CITY OF GEORGETOWN, SOUTH CAROLINA

State Accommodations Tax Fund Schedule of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental				
State accommodations taxes	\$ 80,000	\$ 80,000	\$ 86,791	\$ 6,791
Investment earnings	150	150	724	574
Total Revenues	80,150	80,150	87,515	7,365
Expenditures				
Current				
Community development				
Tourism advertising and promotion	16,500	16,500	26,136	(9,636)
Other tourism related expenditures	32,500	32,500	14,871	17,629
Total Expenditures	49,000	49,000	41,007	7,993
Excess (Deficiency) of Revenues Over Expenditures	31,150	31,150	46,508	15,358
Other Financing Sources (Uses)				
Transfers out	(27,750)	(27,750)	(28,090)	(340)
Total Other Financing Sources and Uses	(27,750)	(27,750)	(28,090)	(340)
Net Change in Fund Balances	3,400	3,400	18,418	15,018
Fund Balances - Beginning of Year	26,329	26,329	26,329	-
Fund Balances - End of Year	\$ 29,729	\$ 29,729	\$ 44,747	\$ 15,018

CITY OF GEORGETOWN, SOUTH CAROLINA

Local Accommodations and Hospitality Tax Fund Schedule of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Taxes				
Local accommodations taxes	\$ 118,500	\$ 118,500	\$ 139,789	\$ 21,289
Local hospitality taxes	530,000	530,000	562,103	32,103
Donations (Winyah Auditorium)	310,600	310,600	307,774	(2,826)
Investment earnings	3,500	3,500	35,622	32,122
Total Revenues	962,600	962,600	1,045,288	82,688
Expenditures				
Current				
Community development	72,700	81,534	112,437	(30,903)
Capital Outlay				
Community development	659,000	654,000	16,654	637,346
Debt Service				
Nondepartmental				
Principal	145,000	145,000	145,000	-
Interest	9,715	9,715	9,715	-
Fiscal charges	1,038	1,038	1,075	(37)
Total Expenditures	887,453	891,287	284,881	606,406
Excess (Deficiency) of Revenues Over Expenditures	75,147	71,313	760,407	689,094
Other Financing Sources (Uses)				
Transfers in	280,000	280,000	281,996	1,996
Transfers out	(351,322)	(351,322)	(351,322)	-
Total Other Financing Sources and Uses	(71,322)	(71,322)	(69,326)	1,996
Net Change in Fund Balances	3,825	(9)	691,081	691,090
Fund Balances - Beginning of Year	564,564	564,564	564,564	-
Fund Balances - End of Year	\$ 568,389	\$ 564,555	\$ 1,255,645	\$ 691,090

CITY OF GEORGETOWN, SOUTH CAROLINA

**Community Development Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances
 Budget and Actual
 For the Year Ended June 30, 2006**

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Miscellaneous				
Program income	\$ 889	\$ 889	\$ 889	\$ -
Total Revenues	<u>889</u>	<u>889</u>	<u>889</u>	<u>-</u>
Expenditures				
Current				
Community development				
Rehabilitation	7,851	7,851	-	7,851
Total Expenditures	<u>7,851</u>	<u>7,851</u>	<u>-</u>	<u>7,851</u>
Excess (Deficiency) of Revenues Over Expenditures	(6,962)	(6,962)	889	7,851
Fund Balances - Beginning of Year	<u>7,852</u>	<u>7,852</u>	<u>7,852</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ 890</u>	<u>\$ 890</u>	<u>\$ 8,741</u>	<u>\$ 7,851</u>

CITY OF GEORGETOWN, SOUTH CAROLINA

**Seized and Forfeited Property Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended June 30, 2006**

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Fines and forfeitures				
Drug enforcement forfeitures	\$ -	\$ -	\$ 8,310	\$ 8,310
Intergovernmental				
Federal grants	20,000	20,000	32,500	12,500
Total Revenues	20,000	20,000	40,810	20,810
Expenditures				
Current				
Public safety				
Supplies	5,500	5,500	15,678	(10,178)
Other services and charges	15,200	15,200	7,917	7,283
Capital outlay	20,000	20,000	43,561	(23,561)
Total Expenditures	40,700	40,700	67,156	(26,456)
Excess (Deficiency) of Revenues Over Expenditures	(20,700)	(20,700)	(26,346)	(5,646)
Other Financing Sources (Uses)				
Proceeds from sale of assets	-	-	18,380	18,380
Total Other Financing Sources (Uses)	-	-	18,380	18,380
Net Change in Fund Balance	(20,700)	(20,700)	(7,966)	12,734
Fund Balances - Beginning of Year	39,301	39,301	39,301	-
Fund Balances - End of Year	\$ 18,601	\$ 18,601	\$ 31,335	\$ 12,734



Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of net income is appropriate for accountability purposes. The City uses the following enterprise funds:

Electric Utility Fund - Used to account for the operations of the City's electricity utility. Electrical power is provided to all residents and commercial entities of the City,

Water Utility Fund - Used to account for the operations of the City's water filtration and distribution systems. Services are provided to all residents of the city. Water service is only provided to a limited area outside the city limits.

Wastewater Utility Fund - Used to account for the operations of the City's wastewater collection and treatment systems. Services are provided to all residents of the city.

Stormwater Drainage Utility Fund - Used to account for the operation and maintenance of the City's stormwater drainage system.

Waste Management Fund - Used to account for the operation and maintenance of the City's waste collection and disposal systems, including community education and awareness regarding recycling and litter control.

Kaminski House Museum Fund - Used to account for the operations and maintenance of this museum, which provides cultural enrichment opportunities to all residents and visitors of Georgetown.

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Statement of Net Assets

Nonmajor Enterprise Funds

June 30, 2006

	Waste Management	Kaminski House Museum	Total
Assets			
Current Assets			
Cash and cash equivalents	\$ 508,940	\$ 84,981	\$ 593,921
Receivables (net of allowances)			
Customer accounts	62,667	-	62,667
Other governments	56,137	-	56,137
Other	1,446	-	1,446
Inventories	-	21,044	21,044
Restricted assets			
Cash and cash equivalents			
Grant deposits	1,040	-	1,040
Noncurrent Assets			
Capital assets			
Land and improvements	-	32,340	32,340
Buildings and improvements	-	254,566	254,566
Vehicles, equipment and furnishings	739,774	-	739,774
Accumulated depreciation	(506,706)	(76,532)	(583,238)
Total Assets	863,298	316,399	1,179,697
Liabilities			
Current Liabilities			
Payables			
Trade and other accounts	18,501	2,343	20,844
Wages, withholdings and benefits	10,709	2,830	13,539
Liability for compensated absences	20,233	2,547	22,780
Capital lease	222	886	1,108
Deferred grant revenue	1,040	-	1,040
Noncurrent Liabilities			
Capital lease	494	1,979	2,473
Total Liabilities	51,199	10,585	61,784
Net Assets			
Invested in capital assets, net of related debt	233,068	210,374	443,442
Unrestricted	579,031	95,440	674,471
Total Net Assets	\$ 812,099	\$ 305,814	\$ 1,117,913

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Statement of Revenue, Expenses, and Changes in Fund Net Assets

Nonmajor Enterprise Funds

For the Year Ended June 30, 2006

	Waste Management	Kaminski House Museum	Total
Operating Revenues			
Charges for sales and services			
Sanitation fees and penalties	\$ 1,183,043	\$ -	\$ 1,183,043
Other sales and service fees	-	34,212	34,212
Provision for bad debts	(6,966)	-	(6,966)
Total Operating Revenue	1,176,077	34,212	1,210,289
Operating Expenses			
Personal services	782,166	167,445	949,611
Supplies	14,907	10,010	24,917
Other charges and services	619,136	98,488	717,624
Depreciation	74,271	10,053	84,324
Total Operating Expenses	1,490,480	285,996	1,776,476
Operating Income (Loss)	(314,403)	(251,784)	(566,187)
Nonoperating Revenue (Expenses)			
Investment earnings	16,754	2,655	19,409
Operating grants	10,244	-	10,244
Miscellaneous	4,110	1,397	5,507
Total Nonoperating Revenues (Expenses)	31,108	4,052	35,160
Income (Loss) Before Transfers	(283,295)	(247,732)	(531,027)
Transfers in	321,222	246,000	567,222
Changes in Net Assets	37,927	(1,732)	36,195
Total Net Assets - Beginning of Year	774,172	307,546	1,081,718
Total Net Assets - End of Year	\$ 812,099	\$ 305,814	\$ 1,117,913

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Statement of Cash Flows

Nonmajor Enterprise Funds

For the Year Ended June 30, 2006

	Waste Management	Kaminski House Museum	Total
Cash Flows of Operating Activities			
Receipts from customers and users	\$ 1,158,479	\$ 34,212	\$ 1,192,691
Receipts from other funds for services provided			-
Receipts from other funds for services provided	12,570	-	12,570
Other receipts	-	1,396	1,396
Payments to or on behalf of employees	(780,178)	(167,798)	(947,976)
Payments to suppliers for goods and services	(425,421)	(50,624)	(476,045)
Payments to other funds for services used	(213,204)	(54,330)	(267,534)
Net Cash Provided (Used) by Operating Activities	(247,754)	(237,144)	(484,898)
Cash Flows of Noncapital Financing Activities			
Transfers from other funds	321,222	246,000	567,222
Operating grant contributions	8,276	-	8,276
Operating contributions from public	4,110	-	4,110
Net Cash Provided (Used) by Noncapital Financing Activities	333,608	246,000	579,608
Cash Flows of Capital and Related Financing Activities			
Principal paid on capital leases	(261)	(1,042)	(1,303)
Net Cash Provided (Used) by Capital and Related Financing Activities	(261)	(1,042)	(1,303)
Cash Flows of Investing Activities			
Earnings on deposits and investments	16,755	2,654	19,409
Net Cash Provided (Used) by Investing Activities	16,755	2,654	19,409
Net Increase (Decrease) in Cash and Cash Equivalents	102,348	10,468	112,816
Cash and Cash Equivalents - Beginning of Year	407,632	74,513	482,145
Cash and Cash Equivalents - End of Year	\$ 509,980	\$ 84,981	\$ 594,961
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	\$ (314,403)	\$ (251,784)	\$ (566,187)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation	74,271	10,053	84,324
Noncash operating expense	977	3,908	4,885
Decreases (increases) in current assets			
Receivables	(5,028)	-	(5,028)
Inventories	-	(79)	(79)
Increases (decreases) in current liabilities			
Trade accounts payable	(5,559)	(284)	(5,843)
Accrued wages, withholdings and benefits payable	1,897	521	2,418
Liability for compensated absences	91	(875)	(784)
Miscellaneous proceeds	-	1,396	1,396
Net Cash Provided (Used) by Operating Activities	\$ (247,754)	\$ (237,144)	\$ (484,898)
Noncash Capital and Related Financing Activities			
Borrowings under capital leases	\$ 977	\$ 3,908	\$ 4,885

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Schedule of Net Assets

Water and Wastewater Utility Fund

June 30, 2006

	Water Fund	Wastewater Fund	Total
Assets			
Current Assets			
Cash and cash equivalents	\$ 2,794,698	2,808,832	\$ 5,603,530
Investments	2,625	810	3,435
Receivables (net of allowances)			
Customer accounts	179,652	198,319	377,971
From Regional WWTP partners	-	120,932	120,932
Other	7,926	1,015	8,941
Inventories	70,893	7,123	78,016
Restricted assets			
Cash and cash equivalents			
Customer deposits	86,893	69,102	155,995
Other deposits	-	2,864,560	2,864,560
Noncurrent Assets			
Capital assets			
Land and improvements	110,064	740	110,804
Buildings and improvements	226,915	216,407	443,322
Vehicles, equipment and furnishings	668,816	848,929	1,517,745
Water system	13,992,253	-	13,992,253
Wastewater system	-	22,709,273	22,709,273
Construction-in-progress	68,128	21,337	89,465
Accumulated depreciation	(6,199,328)	(8,376,627)	(14,575,955)
Intangible Assets			
Sludge disposal rights	-	472,047	472,047
Accumulated amortization	-	(23,604)	(23,604)
Total Assets	12,009,535	21,939,195	33,948,730
Liabilities			
Current Liabilities			
Payables			
Trade and other accounts	52,002	28,129	80,131
Wages, withholdings and benefits	9,299	4,729	14,028
To other City funds	-	34,092	34,092
Capital lease	2,437	-	2,437
Revenue note	-	396,859	396,859
Liability for compensated absences	25,298	9,136	34,434
Customer deposits	86,893	69,102	155,995
Deferred revenue	-	2,864,560	2,864,560
Noncurrent Liabilities			
Capital lease	5,438	-	5,438
Revenue note	-	8,473,855	8,473,855
Advances from other City funds	-	801,144	801,144
Total Liabilities	181,367	12,681,606	12,862,973
Net Assets			
Invested in capital assets, net of related debt	8,866,848	6,997,788	15,864,636
Unrestricted	2,961,320	2,259,801	5,221,121
Total Net Assets	\$ 11,828,168	\$ 9,257,589	\$ 21,085,757

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Schedule of Revenues, Expenses, and Changes in Fund Net Assets Water and Wastewater Utility Funds For the Year Ended June 30, 2006

	Water Fund	Wastewater Fund	Total
Operating Revenues			
Charges for sales and services			
Sale of water, fees and penalties	\$ 1,795,484	\$ -	\$ 1,795,484
Sale of wastewater services, fees and penalties fees	-	2,581,378	2,581,378
Provision for bad debts	(5,910)	(7,354)	(13,264)
Total Operating Revenue	1,789,574	2,574,024	4,363,598
Operating Expenses			
Purchase of raw water	61,274	-	61,274
Personal services	536,751	431,581	968,332
Supplies	301,741	89,121	390,862
Other charges and services	515,718	937,071	1,452,789
Depreciation	432,164	945,205	1,377,369
Total Operating Expenses	1,847,648	2,402,978	4,250,626
Operating Income (Loss)	(58,074)	171,046	112,972
Nonoperating Revenues (Expenses)			
Gain or (loss) on disposal of asset	(8,726)	4,246	(4,480)
Investment earnings	114,341	100,401	214,742
Interest expense	-	(349,281)	(349,281)
Miscellaneous	4,149	-	4,149
Total Nonoperating Revenues (Expenses)	109,764	(244,634)	(134,870)
Income (Loss) Before Contributions and Transfers	51,690	(73,588)	(21,898)
Capital contributions from developers and customers	63,000	25,225	88,225
Transfers out	(192,000)	(150,000)	(342,000)
Changes in Net Assets	(77,310)	(198,363)	(275,673)
Total Net Assets - Beginning of Year	11,905,478	9,455,952	21,361,430
Total Net Assets - End of Year	\$ 11,828,168	\$ 9,257,589	\$ 21,085,757

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Schedule of Cash Flows

Water and Wastewater Utility Fund

For the Year Ended June 30, 2006

	Water Fund	Wastewater Fund	Total
Cash Flows of Operating Activities			
Receipts from customers and users	\$ 1,805,995	\$ 2,392,391	\$ 4,198,386
Receipts from other funds for services provided	154,369	11,908	166,277
Other receipts	4,149	4,246	8,395
Payments to or on behalf of employees	(532,112)	(430,680)	(962,792)
Payments to suppliers for goods and services	(720,533)	(453,029)	(1,173,562)
Payments to other funds for services used	(334,403)	(622,491)	(956,894)
Net Cash Provided (Used) by Operating Activities	<u>377,465</u>	<u>902,345</u>	<u>1,279,810</u>
Cash Flows of Noncapital Financing Activities			
Repayment of temporary loan from other enterprise fund	-	(32,939)	(32,939)
Interest paid on temporary loan from other enterprise fund	-	(30,386)	(30,386)
Transfers to other funds	(192,000)	(150,000)	(342,000)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(192,000)</u>	<u>(213,325)</u>	<u>(405,325)</u>
Cash Flows of Capital and Related Financing Activities			
Principal paid on revenue note	-	(383,267)	(383,267)
Interest paid on revenue note	-	(318,895)	(318,895)
Principal paid on capital leases	(2,865)	-	(2,865)
Purchase or construction of capital assets	(204,832)	(120,763)	(325,595)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(207,697)</u>	<u>(822,925)</u>	<u>(1,030,622)</u>
Cash Flows of Investing Activities			
Earnings on deposits and investments	114,418	100,400	214,817
Proceeds from maturities of investments	1,970	(417)	1,553
Net Cash Provided (Used) by Investing Activities	<u>116,388</u>	<u>99,983</u>	<u>216,370</u>
Net Increase (Decrease) in Cash and Cash Equivalents	94,156	(33,922)	60,233
Cash and Cash Equivalents - Beginning of Year	<u>2,787,435</u>	<u>5,776,416</u>	<u>8,563,851</u>
Cash and Cash Equivalents - End of Year	<u>\$ 2,881,591</u>	<u>\$ 5,742,494</u>	<u>\$ 8,624,084</u>

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Schedule of Cash Flows

Water and Wastewater Utility Fund

For the Year Ended June 30, 2006

	Water Fund	Wastewater Fund	Total
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating income	\$ (58,074)	\$ 171,046	\$ 112,972
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	432,164	945,205	1,377,369
Noncash operating expense	10,740	-	10,740
Decreases (increases) in current assets			
Receivables	24,387	22,307	46,694
Inventories	(22,176)	(3,442)	(25,618)
Increases (decreases) in current liabilities			
Trade accounts payable (exclusive of capital items)	(20,813)	(45,887)	(66,700)
Accrued wages, withholdings and benefits payable	2,091	270	2,361
Liability for compensated absences	2,542	631	3,173
Increases in customer deposits	2,455	3,757	6,212
Decreases in deferred revenues	-	(195,788)	(195,788)
Miscellaneous proceeds	4,149	4,246	8,395
Net Cash Provided (Used) by Operating Activities	\$ 377,465	\$ 902,345	\$ 1,279,810
Noncash Capital and Related Financing Activities			
Borrowings under capital leases	\$ 10,740	\$ -	\$ 10,740
Capital contributions from developers and customers	63,000	25,225	88,225
Noncash Investing Activities			
Decrease in fair value of investments	\$ (70)	\$ -	\$ (70)

CITY OF GEORGETOWN, SOUTH CAROLINA

Electric Utility Fund Schedule of Revenues, Expenses, and Changes in Fund Net Assets Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services				
Sale of electricity	\$ 11,400,000	\$ 11,400,000	\$ 12,004,263	\$ 604,263
Security light rental fees	240,000	240,000	249,165	9,165
Penalties	115,000	115,000	122,718	7,718
Other fees	152,050	152,050	152,332	282
Provision for bad debts	(30,000)	(30,000)	(46,318)	(16,318)
Total Operating Revenue	11,877,050	11,877,050	12,482,160	605,110
Operating Expenses				
Purchase of electricity	7,000,000	7,450,000	7,850,556	(400,556)
Personal services	1,183,175	1,183,175	1,141,794	41,381
Supplies	189,400	194,280	214,090	(19,810)
Other charges and services	1,029,010	1,035,669	855,394	180,275
Depreciation	413,310	413,310	399,448	13,862
Total Operating Expenses	9,814,895	10,276,434	10,461,282	(184,848)
Operating Income (Loss)	2,062,155	1,600,616	2,020,878	420,262
Nonoperating Revenues (Expenses)				
Gain (loss) on disposal of assets	(5,000)	(5,000)	-	5,000
Investment earnings	96,200	96,200	230,145	133,945
Miscellaneous	3,000	3,000	1,226	(1,774)
Total Nonoperating Revenues (Expenses)	94,200	94,200	231,371	137,171
Income Before Transfers	2,156,355	1,694,816	2,252,249	557,433
Transfers out	(2,337,275)	(3,837,275)	(3,474,691)	362,584
Changes in Net Assets	(180,920)	(2,142,459)	(1,222,442)	920,017
Total Net Assets - Beginning of Year	11,122,714	11,122,714	11,122,714	-
Total Net Assets - End of Year	\$ 10,941,794	\$ 8,980,255	\$ 9,900,272	\$ 920,017

CITY OF GEORGETOWN, SOUTH CAROLINA

Water Utility Fund Schedule of Revenues, Expenses, and Changes in Fund Net Assets Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services				
Sale of water	\$ 1,690,100	\$ 1,690,100	\$ 1,721,297	\$ 31,197
Connection fees	36,000	36,000	54,004	18,004
Penalties	21,000	21,000	19,347	(1,653)
Other fees	700	700	836	136
Provision for bad debts	(7,200)	(7,200)	(5,910)	1,290
Total Operating Revenue	1,740,600	1,740,600	1,789,574	48,974
Operating Expenses				
Purchase of raw water	41,000	41,000	61,274	(20,274)
Personal services	680,004	680,004	536,751	143,253
Supplies	315,100	325,840	301,741	24,099
Other charges and services	676,847	732,086	659,666	72,420
Charges and services allocated to other funds	(168,059)	(168,059)	(143,948)	(24,111)
Depreciation	449,950	449,950	432,164	17,786
Total Operating Expenses	1,994,842	2,060,821	1,847,648	213,173
Operating Income (Loss)	(254,242)	(320,221)	(58,074)	262,147
Nonoperating Revenues (Expenses)				
Gain (loss) on disposal of assets	(2,000)	(2,000)	(8,726)	(6,726)
Investment earnings	42,000	42,000	114,341	72,341
Miscellaneous	8,000	8,000	4,149	(3,851)
Total Nonoperating Revenues (Expenses)	48,000	48,000	109,764	61,764
Income (Loss) Before Contributions and Transfers				
	(206,242)	(272,221)	51,690	323,911
Capital contributions from developers and customers	-	-	63,000	63,000
Transfers out	(192,000)	(192,000)	(192,000)	-
Changes in Net Assets	(398,242)	(464,221)	(77,310)	386,911
Total Net Assets - Beginning of Year	11,905,478	11,905,478	11,905,478	-
Total Net Assets - End of Year	\$ 11,507,236	\$ 11,441,257	\$ 11,828,168	\$ 386,911

CITY OF GEORGETOWN, SOUTH CAROLINA

Wastewater Utility Fund Schedule of Revenues, Expenses, and Changes in Fund Net Assets Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services				
Wastewater service fees	\$ 2,514,272	\$ 2,514,272	\$ 2,516,362	\$ 2,090
Connection fees	21,500	21,500	30,003	8,503
Penalties	24,000	24,000	22,248	(1,752)
Other fees	15,500	15,500	12,765	(2,735)
Provision for bad debts	(7,200)	(7,200)	(7,354)	(154)
Total Operating Revenue	2,568,072	2,568,072	2,574,024	5,952
Operating Expenses				
Personal services	545,290	545,290	431,581	113,709
Supplies	90,735	90,735	89,121	1,614
Other charges and services	823,952	834,319	817,115	17,204
Allocated charges and services	140,050	140,050	119,956	20,094
Depreciation	955,422	955,422	945,205	10,217
Total Operating Expenses	2,555,449	2,565,816	2,402,978	162,838
Operating Income	12,623	2,256	171,046	168,790
Nonoperating Revenues (Expenses)				
Gain (loss) on disposal of assets	(1,000)	(1,000)	4,246	5,246
Investment earnings	20,000	20,000	100,401	80,401
Interest expense	(350,396)	(350,396)	(349,281)	1,115
Miscellaneous	1,000	1,000	-	(1,000)
Total Nonoperating Revenues (Expenses)	(330,396)	(330,396)	(244,634)	85,762
Income (Loss) Before Contributions and Transfers	(317,773)	(328,140)	(73,588)	254,552
Capital contributions from developers and customers	-	-	25,225	25,225
Transfers	(150,000)	(150,000)	(150,000)	-
Changes in Net Assets	(467,773)	(478,140)	(198,363)	279,777
Total Net Assets - Beginning of Year	9,455,952	9,455,952	9,455,952	-
Total Net Assets - End of Year	\$ 8,988,179	\$ 8,977,812	\$ 9,257,589	\$ 279,777

CITY OF GEORGETOWN, SOUTH CAROLINA

Stormwater Drainage Utility Fund Schedule of Revenues, Expenses, and Changes in Fund Net Assets Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services				
Stormwater drainage fees	\$ 375,000	\$ 375,000	\$ 387,413	\$ 12,413
Penalties	5,500	5,500	4,579	(921)
Provision for bad debts	(1,200)	(1,200)	(1,947)	(747)
Total Operating Revenue	379,300	379,300	390,045	10,745
Operating Expenses				
Personal services	223,545	223,545	223,375	170
Supplies	12,425	12,425	10,253	2,172
Other charges and services	129,688	129,688	118,058	11,630
Allocated charges and services	28,010	28,010	23,990	4,020
Depreciation	148,330	148,330	145,739	2,591
Total Operating Expenses	541,998	541,998	521,415	20,583
Operating Income (Loss)	(162,698)	(162,698)	(131,370)	31,328
Nonoperating Revenues (Expenses)				
Gain (loss) on disposal of assets	(1,000)	(1,000)	-	1,000
Investment earnings	14,500	14,500	104,388	89,888
Miscellaneous	-	-	300	300
Total Nonoperating Revenues (Expenses)	13,500	13,500	104,688	91,188
Income (Loss) Before Capital Contributions and Transfers	(149,198)	(149,198)	(26,682)	122,516
Capital contributions from developers and customers	-	-	221,836	221,836
Transfers in	162,000	1,662,000	1,662,000	-
Changes in Net Assets	12,802	1,512,802	1,857,154	344,352
Total Net Assets - Beginning of Year	6,499,882	6,499,882	6,499,882	-
Total Net Assets - End of Year	\$ 6,512,684	\$ 8,012,684	\$ 8,357,036	\$ 344,352

CITY OF GEORGETOWN, SOUTH CAROLINA

Waste Management Fund Schedule of Revenues, Expenses, and Changes in Fund Net Assets Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services				
Sanitation fees - residential	\$ 743,634	\$ 743,634	\$ 743,502	\$ (132)
Sanitation fees - commercial	415,000	415,000	423,609	8,609
Penalties	12,000	12,000	15,932	3,932
Provision for bad debts	(2,400)	(2,400)	(6,966)	(4,566)
Total Operating Revenue	1,168,234	1,168,234	1,176,077	7,843
Operating Expenses				
Personal services	816,754	816,754	782,166	34,588
Supplies	12,147	13,117	14,907	(1,790)
Other charges and services	605,401	605,401	619,136	(13,735)
Depreciation	78,060	78,060	74,271	3,789
Total Operating Expenses	1,512,362	1,513,332	1,490,480	22,852
Operating Income (Loss)	(344,128)	(345,098)	(314,403)	30,695
Nonoperating Revenues (Expenses)				
Gain (loss) on disposal of assets	(1,000)	(1,000)	-	1,000
Investment earnings	4,500	4,500	16,754	12,254
Operating grants	11,000	11,000	10,244	(756)
Miscellaneous	4,000	4,000	4,110	110
Total Nonoperating Revenues (Expenses)	18,500	18,500	31,108	12,608
Income (Loss) Before Transfers	(325,628)	(326,598)	(283,295)	43,303
Transfers in	321,222	321,222	321,222	-
Changes in Net Assets	(4,406)	(5,376)	37,927	43,303
Total Net Assets - Beginning of Year	774,172	774,172	774,172	-
Total Net Assets - End of Year	\$ 769,766	\$ 768,796	\$ 812,099	\$ 43,303

CITY OF GEORGETOWN, SOUTH CAROLINA

Kaminski House Museum Fund Schedule of Revenues, Expenses, and Changes in Fund Net Assets Budget and Actual For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services				
Museum tour fees	\$ 24,000	\$ 24,000	\$ 19,454	\$ (4,546)
Gift sales (net)	12,700	12,700	14,758	2,058
Total Operating Revenue	36,700	36,700	34,212	(2,488)
Operating Expenses				
Personal services	175,021	175,021	167,445	7,576
Supplies	8,225	12,125	10,010	2,115
Other charges and services	115,255	115,347	98,488	16,859
Depreciation	9,000	9,000	10,053	(1,053)
Total Operating Expenses	307,501	311,493	285,996	25,497
Operating Income (Loss)	(270,801)	(274,793)	(251,784)	23,009
Nonoperating Revenues (Expenses)				
Investment earnings	750	750	2,655	1,905
Miscellaneous	5,000	8,992	1,397	(7,595)
Total Nonoperating Revenues (Expenses)	5,750	9,742	4,052	(5,690)
Income (Loss) Before Transfers	(265,051)	(265,051)	(247,732)	17,319
Transfers in	246,000	246,000	246,000	-
Changes in Net Assets	(19,051)	(19,051)	(1,732)	17,319
Total Net Assets - Beginning of Year	307,546	307,546	307,546	-
Total Net Assets - End of Year	\$ 288,495	\$ 288,495	\$ 305,814	\$ 17,319

Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis. The City uses the following internal service funds:

Fleet Services Fund - Used to account for the operations of the City garage. The garage repairs and maintains all City vehicles and heavy equipment and bills for its services at hourly rates designed to fully recover labor and other operating costs.

Engineering Services Fund - Used to account for the services provided by the City's in-house engineering staff. This group maintains time records of all work performed on various City projects and then bills for its services at hourly rates designed to fully recover labor and other operating costs.

Information Technology Services Fund - Used to account for the services provided by the City's in-house information technology staff. This group also maintains time records of all services performed for the various City departments and then bills for its services at hourly rates designed to fully recover labor and other applicable operating costs. Other common hardware and software systems costs and related maintenance costs are recognized in the Information Technology Services Fund and then are allocated to all other operating funds of the City based on reasonable estimates of information systems utilization by each fund.

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Statement of Net Assets

Internal Service Funds
June 30, 2006

	Fleet Services	Engineering Services	Information Technology Services	Total
Assets				
Current Assets				
Cash and cash equivalents	\$ 105,481	\$ 30,933	\$ 53,157	\$ 189,571
Inventories	75,104	-	-	75,104
Noncurrent Assets				
Capital assets				
Buildings and improvements	96,666	-	-	96,666
Vehicles, equipment and furnishings	17,630	33,372	547,297	598,299
Construction-in-progress	-	-	2,735	2,735
Accumulated depreciation	(45,392)	(25,503)	(320,077)	(390,972)
Total Assets	249,489	38,802	283,112	571,403
Liabilities				
Current Liabilities				
Payables				
Trade and other accounts	26,151	304	11,943	38,398
Wages, withholdings and benefits	2,673	628	2,803	6,104
Capital lease	443	443	120,868	121,754
Accrued interest	-	-	9,449	9,449
Liability for compensated absences	9,563	1,359	4,072	14,994
Noncurrent Liabilities				
Capital lease	989	989	38,221	40,199
Total Liabilities	39,819	3,723	187,356	230,898
Net Assets				
Invested in capital assets, net of related debt	68,904	7,869	80,382	157,155
Unrestricted	140,766	27,210	15,374	183,350
Total Net Assets	\$ 209,670	\$ 35,079	\$ 95,756	\$ 340,505

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets

Internal Service Funds

For the Year Ended June 30, 2006

	Fleet Services	Engineering Services	Information Technology Services	Total
Operating Revenues				
Charges for sales and services				
Other sales and service fees	\$ 244,525	\$ 125,466	\$ 246,684	\$ 616,675
Total Operating Revenue	244,525	125,466	246,684	616,675
Operating Expenses				
Personal services	183,755	99,199	150,964	433,918
Supplies	7,847	2,969	19,141	29,957
Other charges and services	48,100	20,041	157,752	225,893
Charges and services allocated to other funds	-	-	(194,622)	(194,622)
Depreciation	4,773	4,107	99,832	108,712
Total Operating Expenses	244,475	126,316	233,067	603,858
Operating Income (Loss)	50	(850)	13,617	12,817
Nonoperating Revenues (Expenses)				
Gain (loss) on disposal of assets	(50)	-	-	(50)
Interest expense	-	-	(13,617)	(13,617)
Miscellaneous	-	850	-	850
Total Nonoperating Revenues (Expenses)	(50)	850	(13,617)	(12,817)
Changes in Net Assets	-	-	-	-
Total Net Assets - Beginning of Year	209,670	35,079	95,756	340,505
Total Net Assets - End of Year	\$ 209,670	\$ 35,079	\$ 95,756	\$ 340,505

CITY OF GEORGETOWN, SOUTH CAROLINA

Combining Statement of Cash Flows

Internal Service Funds
For the Year Ended June 30, 2006

	Fleet Services	Engineering Services	Information Technology Services	Total
Cash Flows of Operating Activities				
Receipts from other funds for services provided	\$244,525	\$ 125,466	\$ 246,884	\$616,875
Other receipts	-	850	-	850
Payments to or on behalf of employees	(180,430)	(103,051)	(149,340)	(432,821)
Payments to suppliers for goods and services	(25,118)	(16,586)	33,325	(8,379)
Payments to other funds for services used	(17,358)	(4,273)	(3,307)	(24,938)
Net Cash Provided (Used) by Operating Activities	21,619	2,406	127,562	151,587
Cash Flows of Capital and Related Financing Activities				
Principal paid on capital lease	(521)	(521)	(124,198)	(125,240)
Interest paid on capital lease	-	-	(5,423)	(5,423)
Purchase or construction of capital assets	-	-	(12,880)	(12,880)
Net Cash Provided (Used) by Capital and Related Financing Activities	(521)	(521)	(142,501)	(143,543)
Net Increase in Cash and Cash Equivalents	21,098	1,885	(14,939)	8,044
Cash and Cash Equivalents - Beginning of Year	84,383	29,048	68,096	181,527
Cash and Cash Equivalents - End of Year	\$ 105,481	\$ 30,933	\$ 53,157	\$ 189,571
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ 50	\$ (850)	\$ 13,617	\$ 12,817
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation	4,773	4,107	99,832	108,712
Noncash operating expense	1,903	1,953	3,558	7,414
Decreases (increases) in current assets				
Receivables	-	-	200	200
Inventories	33,792	-	-	33,792
Increases (decreases) in current liabilities				
Trade accounts payable (exclusive of capital items)	(22,223)	197	8,729	(13,297)
Accrued wages, withholdings and benefits payable	499	(817)	809	491
Liability for compensated absences	2,825	(3,034)	817	608
Miscellaneous proceeds	-	850	-	850
Net Cash Provided (Used) by Operating Activities	\$ 21,619	\$ 2,406	\$ 127,562	\$ 151,587
Noncash Capital and Related Financing Activities				
Disposal of capital assets (book value)	\$ (50)	\$ -	\$ -	\$ (50)
Borrowing under capital leases	1,953	1,953	162,436	166,342

CITY OF GEORGETOWN, SOUTH CAROLINA

**Fleet Services Fund
Schedule of Revenues, Expenses, and Changes in Fund Net Assets
Budget and Actual**

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services	\$ 257,475	\$ 257,475	\$ 244,525	\$ (12,950)
Total Operating Revenue	257,475	257,475	244,525	(12,950)
Operating Expenses				
Personal services	191,380	191,380	183,755	7,625
Supplies	6,500	8,450	7,847	603
Other charges and services	54,245	54,337	48,100	6,237
Depreciation	5,000	5,000	4,773	227
Total Operating Expenses	257,125	259,167	244,475	14,692
Operating Income (Loss)	350	(1,692)	50	1,742
Nonoperating Revenues (Expenses)				
Gain (loss) on disposal of assets	(1,000)	(1,000)	(50)	950
Investment earnings	650	650	-	(650)
Total Nonoperating Revenues (Expenses)	(350)	(350)	(50)	300
Changes in Net Assets	-	(2,042)	-	2,042
Total Net Assets - Beginning of Year	209,670	209,670	209,670	-
Total Net Assets - End of Year	\$ 209,670	\$ 207,628	\$ 209,670	\$ 2,042

CITY OF GEORGETOWN, SOUTH CAROLINA

Engineering Services Fund Schedule of Revenues, Expenses, and Changes in Fund Net Assets Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services	\$ 137,770	\$ 137,770	\$ 125,466	\$ (12,304)
Total Operating Revenue	<u>137,770</u>	<u>137,770</u>	<u>125,466</u>	<u>(12,304)</u>
Operating Expenses				
Personal services	112,165	112,165	99,199	12,966
Supplies	2,000	3,950	2,969	981
Other charges and services	19,500	19,592	20,041	(449)
Depreciation	4,200	4,200	4,107	93
Total Operating Expenses	<u>137,865</u>	<u>139,907</u>	<u>126,316</u>	<u>13,591</u>
Operating Income (Loss)	<u>(95)</u>	<u>(2,137)</u>	<u>(850)</u>	<u>1,287</u>
Nonoperating Revenues (Expenses)				
Investment earnings	350	350	-	(350)
Miscellaneous	-	-	850	850
Total Nonoperating Revenues (Expenses)	<u>350</u>	<u>350</u>	<u>850</u>	<u>500</u>
Changes in Net Assets	<u>255</u>	<u>(1,787)</u>	<u>-</u>	<u>1,787</u>
Total Net Assets - Beginning of Year	<u>35,079</u>	<u>35,079</u>	<u>35,079</u>	<u>-</u>
Total Net Assets - End of Year	<u>\$ 35,334</u>	<u>\$ 33,292</u>	<u>\$ 35,079</u>	<u>\$ 1,787</u>

CITY OF GEORGETOWN, SOUTH CAROLINA

Information Technology Services Fund Schedule of Revenues, Expenses, and Changes in Fund Net Assets Budget and Actual

For the Year Ended June 30, 2006

	Budgeted Amounts		Actual Results	Variance With Final Budget - Positive (Negative)
	Original	Final		
Operating Revenues				
Charges for sales and services				
Service fees	\$ 201,429	\$ 201,429	\$ 183,744	\$ (17,685)
Rental fees	105,570	105,570	62,940	(42,630)
Total Operating Revenue	306,999	306,999	246,684	(60,315)
Operating Expenses				
Personal services	146,260	146,260	150,964	(4,704)
Supplies	4,050	4,050	19,141	(15,091)
Other charges and services	229,455	229,547	157,752	71,795
Charges and services allocated to other funds	(165,475)	(165,475)	(194,622)	29,147
Depreciation	84,945	84,945	99,832	(14,887)
Total Operating Expenses	299,235	299,327	233,067	66,260
Operating Income (Loss)	7,764	7,672	13,617	5,945
Nonoperating Revenues (Expenses)				
Investment earnings	2,000	2,000	-	(2,000)
Interest expense	(4,038)	(4,038)	(13,617)	(9,579)
Total Nonoperating Revenues (Expenses)	(2,038)	(2,038)	(13,617)	(11,579)
Changes in Net Assets	5,726	5,634	-	(5,634)
Total Net Assets - Beginning of Year	95,756	95,756	95,756	-
Total Net Assets - End of Year	\$ 101,482	\$ 101,390	\$ 95,756	\$ (5,634)