

*Comprehensive
Annual Financial Report*

Fiscal Year Ended June 30, 2004



*Richland County
Columbia, South Carolina*

RICHLAND COUNTY, SOUTH CAROLINA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

YEAR ENDED JUNE 30, 2004

**Issued by:
Finance Department**

RICHLAND COUNTY, SOUTH CAROLINA

RICHLAND COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

YEAR ENDED JUNE 30, 2004

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INTRODUCTORY SECTION

RICHLAND COUNTY, SOUTH CAROLINA



Richland County Finance Department

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February 28, 2005

To the citizens of Richland County:

We are pleased to present this Comprehensive Annual Financial Report (CAFR) for Richland County, South Carolina (the County). This report, for the year ended June 30, 2004, contains the financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the County. The responsibility for the accuracy of all data presented, its completeness and fairness of presentation rests with the County.

This report presents the financial activity of the County in conformity with generally accepted accounting principals (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources, and includes the implementation of the new reporting models as promulgated by GASB Statements No. 39 and 40.

The CAFR is organized in three sections: the Introductory Section, the Financial Section and the Statistical Section. The Introductory Section contains a table of contents, letter of transmittal, organization chart, list of elected and appointed officials and a Certificate of Achievement for Excellence in Financial Reporting for the 2003 CAFR. The Financial Section includes the Independent Accountants Report, Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the County's financial position and operating results, the Combining Statements for non-major funds and other schedules that provide detailed information relative to the Basic Financial Statements. The Statistical Section provides selected financial, economic and demographic information that may be used to indicate trends for comparative fiscal periods.

The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act, as amended in 1996, 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 federal financial assistance, the independent auditor's reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in a separate Single Audit Report.

County Organization: Richland County is situated in the center of South Carolina and covers a total area of 756 square miles. The County surrounds the state capitol and the City of Columbia. Established in 1785, the County has grown to become home to just over 360,000 residents, and represents a thriving business, industrial, governmental, and educational center. The County employs approximately 1700 people and currently operates from a 98.4 million dollar budget.

Richland County provides a full range of services including police and fire protection services, health and social services, emergency medical services, water, sewer, garbage and recycling services, the construction and

maintenance of highways, streets and infrastructure, a general aviation airport and cultural and recreational activities and events. The County operates on a fiscal year that runs July 1 through June 30, and is fiscally managed based on an annual operating budget that is developed and presented to the County Council by the Administrator in early May. The County Council reviews the recommendation and makes adjustments throughout May and June. The process is designed for the annual budget to be adopted prior to June 30th and effective on July 1st.

The budget represents the culmination of funding decisions made by Richland County Council during the budget process for each fiscal year. Budgeted to actual expenditure comparisons are presented in this report for the general fund and the major governmental funds in the basic financial statement section. The non-major special revenue and debt service funds are included in the combining and individual statements and schedules section of this report. Richland County follows the state law regarding the control, adoption and amendment of the budget during each fiscal year; however, the County Council increases the level of budgetary control because the Council approves all departmental budgetary amendments by ordinance.

Local Economy: Ranked consistently as one of the fastest growing areas in the country, Richland County and Columbia possess a virtually recession-proof economy. This is due to the presence of the seats of State and County government, the University of South Carolina, eight additional institutions of higher education and Fort Jackson (the nation's largest Army entry training base).

The County enjoys a diversified economy. Presently, 27% of the work force is employed in government; 24% in wholesale and retail trade; 26% in services; 6% in manufacturing; 9% in finance, insurance and real estate; 6% in construction; and 2% in transportation and public utilities. Traditionally, unemployment in Richland County is among the lowest in the state. As an example, the South Carolina Employment Security Commission's unemployment figures for October 2004 show Richland County at 4.9%, the state at 5.5 % and the United States at 5.6%.

In addition to government, the County is the home office of South Carolina Electric & Gas Company, as well as a number of insurance companies, including Blue Cross/Blue Shield, Colonial Life & Accident, and Siebels Bruce Group, Inc. Some companies that have relocated to Richland County include American Italian Pasta Company, American KOYO, United Parcel Service, and Union Switch and Signal Company.

Richland County's employment base is dominated by service industries. Major private sector employers include:

SCE&G	\$19,413,471
BellSouth Telecom Inc.	8,576,383
International Paper	6,475,743
Westinghouse Electric Company	2,160,629
Cello Partnership	2,006,357
Time Warner Entertainment	1,613,720
SC Coaltech No.1	1,267,439
American Italian Pasta	1,264,245
Airgate PCS	1,246,245
MYND Corporation	1,241,309

Based on Richland County's attractive economic environment and resources, the trend for growth is expected to continue through the next several years. The strategic business plan is to bring high tech, environmentally safe industries representing many skill levels to Richland County in order to have a positive economic impact on the County. The alternatives for managing positive, progressive growth add value to the economic, social, and cultural characteristics of the quality of life in Richland County.

Goals and Objectives: Management's goals and objectives are to continue to provide infrastructure for future growth and sound fiscal management of County resources while maintaining the quality of life enjoyed here in Richland County. The County's sound and fiscally prudent budgeting and financial management have allowed the County to meet emerging infrastructure needs and to maintain facilities and programs of the community. This has been accomplished while the ad valorem tax remained virtually the same from fiscal year 2003 to 2004. Examples of these goals and objectives are as follows:

BUDGET AND PLANNING

- Explore alternative sources of revenue to further reduce the County's reliance on property taxes.
- Cap Outside Agency increases to the value growth of millage and develop a County operating budget that involves minimal tax increase.
- Evaluate existing fund balance policy and present staff recommendation to County Council during the budget process.
- Evaluate opportunities of shared County-owned facilities and pursue consolidations with other government services when efficiency and effectiveness can be a result.

COMPREHENSIVE LAND USE PLAN

- Continue review and implementation of ordinances for the Comprehensive Land Use Plan using baseline data with public review throughout the process.
- Define Council position on Conservation Commission and evaluate funding options.

PUBLIC RELATIONS

- Improve citizen education regarding County services and accomplishments, and improve citizen participation in County government.
- Strive to enhance two-way communication by expanding beyond neighborhood associations: for example, garden clubs and civic clubs, etc.
- Continue to improve the use of television as a medium to present quick, accurate information and enhance public trust.
- Continue to build strategic relationships with other area governments and community organizations that will encourage win-win solutions. Provide better direct communications with these entities regarding the impacts of current issues through official and informal dialogue.

NEIGHBORHOOD IMPROVEMENTS

- Evaluate long-term options for meeting water and sewer needs.

- Identify funding strategy for contaminated water remediation.
- Research and apply for appropriate grants for neighborhood improvements.
- Continue the federal HUD Entitlement program process.
- Explore the feasibility of a Richland County Housing Development Corporation to further address the housing needs of the County.

INFRASTRUCTURE

- Support a regional technology plan. Include not just manufacturing but also software, intellectual and other “high tech” industries. Coordinate and collaborate with the appropriate organizations in the area.
- Develop a long-range financial plan to address the implementation of the water and sewer issues in the Master Plans for Water and Sewer.
- Work to resolve the issues associated with the Columbia Owens Downtown Airport and implement redevelopment plan.

POLICY ISSUES

- Continue reviewing and updating the County Code of Ordinances.
- Establish an Internal Audit Committee to develop a policy and provide oversight to the internal audit group.
- Reaffirm Council’s commitment to the civility pledge and rules for council members.

PUBLIC SAFETY

- Improve the Fire and EMS network for the County by completing the next phase of the long-range plan, which will include a five-year capital plan and bond issuance.
- Review, update, maintain and exercise the Emergency Preparedness Plan, including homeland security.

Cash Management: Cash which was temporarily idle during the year was invested in certificates of deposit, obligations of the U.S. Treasury and repurchase agreements. Maturity of the investments range from 30 days to three years. The average interest rate earned during fiscal year 2004 was 1.2 %. Interest income includes appreciation in the fair value of investments. Increases in the fair value occur during the year, but do not produce realizable gains.

The County’s investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. All collateral on deposits was held either by the County, its agent, or a financial institution’s trust

department in the County's name. All investments, subject to risk classification, held by the County at June 30, 2004, are classified in the categories of credit risk as defined by the Governmental Accounting Standards Board.

Awards: The Government Finance Officers Association awarded a Certificate of Achievement for Excellence in Financial Reporting to Richland County for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2003.

This was the twenty second consecutive year that Richland County has received 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 satisfied 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.

The County also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget dated July 1, 2003. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

Acknowledgments: This report is a product of the dedication of the Finance Department and the Treasurer's Department of Richland County. The Treasurer and each member of these departments have our sincere appreciation for the contributions made in the preparation of this report.

We would also like to express our appreciation and thanks to the firm of Robert E. Milhous, CPA, PA, who helped us with their comments and advice.

Sincerely,

A handwritten signature in black ink, reading "Carrie H. Neal". The signature is written in a cursive, flowing style.

Carrie H. Neal
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Richland County,
South Carolina

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2003

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.



Nancy L. Ziehl

President

Jeffrey R. Emer

Executive Director

Richland County, South Carolina
Principal Officials
June 30, 2004

Members of County Council

Bernice G. Scott
Joan B. Brady
Susan Brill
Doris M. Corley
Paul Livingston
Joseph McEachern
Anthony G. Mizzell
L. Gregory Pearce
Kit Smith
Thelma M. Tillis
James Tuten

Chair, County Council
Vice-Chair, County Council
Member, County Council
Member, County Council
Member, County Council
Member, County Council
Member, County Council
Member, County Council
Member, County Council
Member, County Council

Elected Officials

W. Barney Giese
Harry A. Huntley
Leon Lott
Amy McCulloch
David Adams
Barbara Scott
Gary M. Watts

Solicitor, Fifth Circuit
Auditor
Sheriff
Probate Judge
Treasurer
Clerk of Court
Coroner

Appointed Officials

Michielle Cannon-Finch
T. Cary McSwain

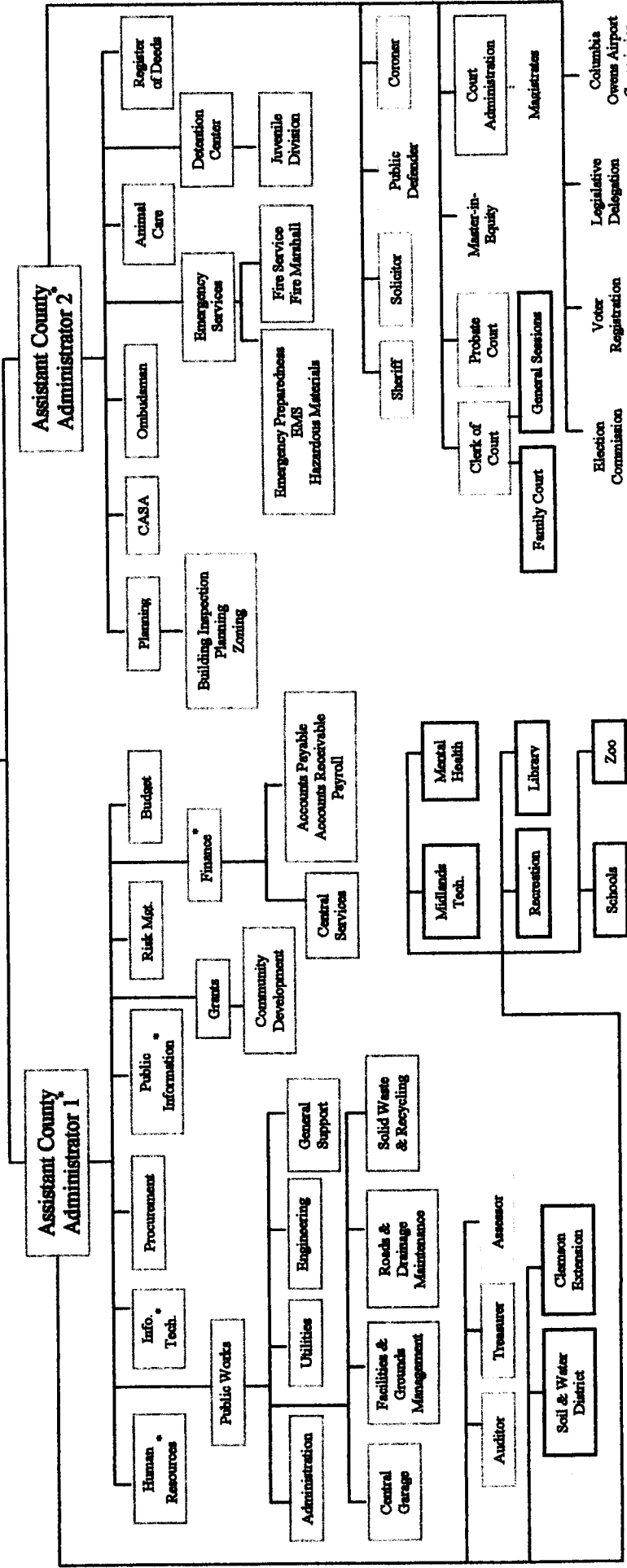
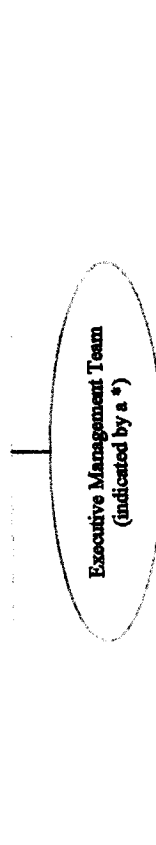
Clerk of Council
County Administrator

Organizational Chart

CITIZENS OF RICHLAND COUNTY

Legend (all receive County funding)

- Elected by citizens
- Appointed by County Administrator
- Appointed by the County Council
- Directed by a separate Board but a County department
- Directed by a separate Board AND NOT a County department
- Appointed by the Legislature or Governor



FINANCIAL SECTION

RICHLAND COUNTY, SOUTH CAROLINA

REPORT OF INDEPENDENT AUDITOR
AND
MANAGEMENT'S DISCUSSION AND ANALYSIS

RICHLAND COUNTY, SOUTH CAROLINA

ROBERT E. MILHOUS, C. P. A., P. A.

A Professional Association Of
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

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REPORT OF INDEPENDENT AUDITOR

The Honorable Chairman and Members of County Council
Richland County, South Carolina

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and aggregate remaining fund information of Richland County, South Carolina (the "County"), as of and for the year ended June 30, 2004, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. My responsibility is to express an opinion on these financial statements based on my audit. I did not audit the financial statements of Richland County Public Library System, which represent 99% of the assets and revenue of the discretely presented component units. Those financial statements were audited by other auditors whose report thereon have been furnished to me, and my opinion, insofar as it relates to the amounts included for the Richland County Public Library System, is based solely on the report of other auditors.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the basic financial statements referred to above present fairly, in all material respects, the respective 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 Richland County, South Carolina, as of June 30, 2004, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying Management's Discussion and Analysis and the Required Supplemental Information as listed in the table of contents are not a required part of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. I have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion on it

— CONTINUED —

My audit was conducted for the purpose of forming an opinion on the 2004 financial statements that collectively comprise the County's basic financial statements. The accompanying supplementary information such as the combining and individual fund financial statements as listed in the table of contents as Other Financial Information are presented for purposes of additional analysis and are not a required part of the basic financial statements of Richland County, South Carolina. The combining and individual fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections of this report have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly I express no opinion or any other form of assurance on this information.

A handwritten signature in black ink, appearing to read "W. J. Johnson, CPA, P.A.", is written in a cursive style.

February 17, 2005
Columbia, South Carolina

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Richland County's annual financial report presents our discussion and analysis of the County's financial performance during the fiscal year that ended on June 30, 2004. Please read it in conjunction with the transmittal letter at the front of this report and the County's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- During the year, the County's general fund expenditures were \$7.8 million less than the \$96.1 million generated in taxes and other revenues. This is an improvement of \$6.3 million over last year.
- The resources available for appropriation were approximately \$1.9 million more than budgeted for the general fund. In addition, we kept expenditures held to over \$6 million less than spending limits primarily through sound fiscal management.
- In the County's business-type activities, revenues increased by over \$2.5 million while expenses decreased almost \$1 million. Net assets increased by almost \$5 million.
- The County issued approximately \$6.3 million in general obligation bonds for the purpose of refunding outstanding debt issues with higher coupon interest rates. As a result of this refunding, the County reduced its total debt service payments by approximately \$525,378 and obtained an economic gain of \$386,644.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

The financial statements contain a restatement of prior year amounts for correction of errors for the debt service, proprietary, fiduciary and general fund.

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

Figure A-1
Major Features of Richland County's Government-wide and Fund Financial Statements

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

Government-wide Statements

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

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

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

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

- *Governmental activities* - Most of the County's basic services are included here, such as the police, fire, public works, and parks departments, and general administration. Property taxes and state and federal grants finance most of these activities.
- *Business-type activities* - The County charges fees to customers to help it cover the costs of certain services it provides. The County's water and sewer system and parking facilities are included here.

- *Component units* - The County includes three other entities in its report - the Richland County Public Library and the Township are presented as component units, and the Richland County Administrative Building Corporation is presented as a "blended" component unit. Although legally separate, these "component units" are important because the County is financially accountable for them.

Fund Financial Statements

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

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

The County has three kinds of funds:

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

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net assets. The County's *combined* net assets *increased* between fiscal years 2003 and 2004. (See Table A-1.) In comparison, last year net assets decreased to approximately \$400 million. Looking at the net assets and net expenses of governmental and business-type activities separately, however, two very different stories emerge.

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

	Governmental Activities		Business - type Activities		Total		Total Percentage Change
	2003	2004	2003	2004	2003	2004	2003-2004
Current Assets	68,980	78,491	9,333	12,166	78,313	90,657	15.8 %
Capital Assets	429,297	436,913	12,625	37,570	441,922	474,483	7.4 %
Total Assets	498,277	515,404	21,958	49,736	520,235	565,140	8.6 %
Long-term debt outstanding	76,050	71,908	8,390	29,487	84,440	101,395	20.1 %
Other Liabilities	28,086	31,286	7,253	9,025	35,339	40,311	14.1 %
Total Liabilities	104,136	103,194	15,643	38,512	119,779	141,706	18.3 %
Net Assets							
Investment in Cap. Assets, Net of Related Debt	374,014	358,430	6,680	10,352	380,694	368,782	(3.1) %
Restricted	8,783	15,678	-	-	8,783	15,678	78.5 %
Unrestricted	11,344	38,102	(365)	872	10,979	38,974	255.0 %
Total Net Assets	412,468	412,210	6,315	11,224	400,456	423,434	5.7 %

Net assets of our business-type activities were increased by 78 percent to \$11.2 million. This is primarily the result of decreasing overall operating expenses between fiscal years 2003 and 2004.

Changes in net assets. The County's total revenues were decreased by 8.6 percent to \$160 million. (See Table A-2.) Virtually half of the County's revenue comes from property taxes. Approximately 16 percent comes from fees charged for services.

The total cost of all programs and services was decreased by 5.7 percent. The County's expenses cover a range of services, with about half related to public safety.

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

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

	Governmental Activities		Business - type Activities		Total Activities		Total Percentage Change
	2003	2004	2003	2004	2003	2004	2003-2004
Revenues							
Program revenues							
Charges for services	9,565	10,782	12,402	14,614	21,967	25,396	15.6 %
Federal grants	3,809	-	-	-	3,809	-	(100.0) %
State grants and entitlements	15,560	-	675	-	16,235	-	(100.0) %
General revenues							
Property taxes	67,437	76,765	3,313	3,307	70,750	80,072	13.2 %
Other taxes	2,257	2,472	122	127	2,379	2,599	- %
Federal entitlements	-	-	-	-	-	-	- %
Other	59,402	51,000	60	515	59,462	51,515	(13.4) %
Total Revenue	\$ 158,030	\$ 141,019	\$ 16,572	\$ 18,563	\$ 174,602	\$ 159,582	(8.6) %
Expenses							
General government	30,855	33,640	-	-	30,855	33,640	9.0 %
Public Safety	56,226	58,899	-	-	56,226	58,899	4.8 %
Public Works	9,827	25,815	-	-	9,827	25,815	162.7 %
Health and social services	2,303	1,675	-	-	2,303	1,675	(27.3) %
Other	49,169	18,349	-	17	49,169	18,366	(62.6) %
Interest on long-term debt	-	-	432	406	432	406	(6.0) %
Solid waste	-	-	12,916	13,358	12,916	13,358	3.4 %
Sewer	-	-	1,713	2,050	1,713	2,050	19.7 %
Parking Garage	-	-	255	226	255	226	(11.4) %
Development Corporation				81			
Depreciation	-	-	-	-	-	-	- %
Total Expenses	\$ 148,380	\$ 138,378	\$ 15,316	\$ 16,138	\$ 163,696	\$ 154,516	(5.6) %
Excess (deficiency) before transfers	9,650	2,641	1,256	2,425	10,906	5,066	(53.5) %
Transfers	(101)	(100)	99	100	(2)	-	- %
Increase (decrease) in net assets	\$ 9,549	\$ 2,541	\$ 1,355	\$ 2,525	\$ 10,904	\$ 5,066	(53.5) %

Governmental Activities

The total revenues for the County's activities decreased by 8.6 percent, while total expenses were also decreased by 5.7 percent.

The County's management budget reduction strategy implemented in previous fiscal years positively impacted the overall operations of the County. As a result, management successfully implemented some of the same budget reductions in the current fiscal year.

Business-type Activities

Revenues of the County's business-type activities increased 12 percent to \$18.6 million, while expenses increased 5 percent to \$16 million. (Refer to Table A-2.) Factors contributing to these results included:

- Continued sound fiscal management over the Business-type activities.
- Rate increases implemented July 1, 2003.
- Continued operating deficits at the County parking garage - \$85,662 this year versus \$116,450 in 2003. In both years the deficit was attributable primarily to the largest of the County-owned garages, located on Hampton Street.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As the County completed the year, its governmental funds reported a combined fund balance of \$57 million, \$8.3 million higher than last year.

General Fund Budgetary Highlights

Over the course of the year, the County Council revised the County budget several times. These budget amendments fall into two categories:

- Amendments and supplemental appropriations approved shortly after the beginning of the year to more accurately reflect the estimated amounts in the budget adopted in June 2003.
- Increases in appropriations to prevent budget overruns.

Even with these adjustments, actual expenditures were approximately \$6 million below final budget amounts. This is primarily the result of prudent fiscal management.

In addition, resources available for appropriation were approximately \$1.9 million more than the final budgeted amount largely as a result of improvement in the economy.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2004, the County had invested \$455 million in a broad range of capital assets. (See Table A-3.) This amount represents a net increase (including additions and deductions) of \$13 million, or 2.9 percent, over last year.

In lieu of annual depreciation, the County has elected to use the "modified approach" for its infrastructure assets.

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

	Governmental		Business - type		Total		Total
	Activities		Activities		Total		Percentage
	2003	2004	2003	2004	2003	2004	Change
							2003-2004%
Land	18,128	18,658	1,810	3,217	19,938	21,875	9.7 %
Buildings and improvements	215,376	216,648	11,874	19,029	227,250	235,677	3.7 %
Equipment	-	-	39	93	39	93	138.5 %
Infrastructure	255,590	257,681			255,590	257,681	0.8 %
Construction in progress	2,390	7,664	1,282	1,590	3,672	9,254	152.0 %
Machinery and furniture and fixtures	35,633	40,957	4,214	4,872	39,847	45,829	15.0 %
Accumulated Depreciation	(97,981)	(108,395)	(6,594)	(7,233)	(104,575)	(115,628)	10.6 %
Net	\$ 429,136	\$ 433,213	\$ 12,625	\$ 21,568	\$ 441,761	\$ 454,781	2.9 %

More detailed information about the County's capital assets is presented in Note 7 to the financial statements.

Long-term Debt

At year-end the County had \$80.6 million in bonds, notes, capital leases and accrued compensated absences outstanding - a decrease of 2.9 percent over last year - as shown in Table A-4. More detailed information about the County's long-term liabilities is presented in Note 8 to the financial statements.

To improve cash flow and to take advantage of lower interest rates, the County management decided to refinance nearly \$6.3 million of outstanding general obligation debt issues by issuing refunding bonds.

The state limits the amount of general obligation debt the County can issue to 8 percent of the assessed value of all taxable property within the County's legal limits. Our outstanding debt is significantly below this limit - which is currently \$36 million.

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

	Governmental Activities		Business - type Activities		Total		Total Percentage Change
	2003	2004	2003	2004	2003	2004	2003-2004
General Obligation Bonds (backed by the County)	76,098	69,800	6,997	10,655	83,095	80,455	(3.2) %
Revenue bonds and notes (backed by specific tax and fee revenues)	238	162	100	-	338	162	(52.1) %
Total	76,336	69,962	7,097	10,655	83,433	80,617	(3.4) %

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Unemployment now stands at 4.9 percent versus 4.2 percent a year ago. This continues to compare favorably with the state's rate of 5.5 percent and the national rate of 5.6 percent.

These indicators were taken into account when adopting the general fund budget for 2005. Amounts available for appropriation in the general fund budget are \$98.4 million, an increase of 5 percent over the final 2004 budget of \$93.7 million. Property taxes (benefiting from increases in assessed valuations) are expected to lead this increase. The County will use these increases in revenues to finance programs we currently offer and the expected impact of inflation on program costs.

Budgeted expenditures are expected to rise 5 percent to \$98.4 million over the final 2004 budget. The largest increments are increased wages and rising health insurance costs. The County has added no major new programs or initiatives to the 2005 budget.

If these estimates are realized, the County's budgetary general fund balance is expected to increase slightly by the close of 2005.

As for the County's fee structure, we expect that the overall 2005 results will also continue to improve based on these recent rate decisions implemented in 2004:

- Business License fee structure amended
- Ambulance Transportation Services base rate fee amended
- Detention Center Detainee Per Diem fee implemented

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Carrie H. Neal, Richland County Finance Director, 2020 Hampton Street, Columbia, South Carolina 29204, or visit the County website at www.richlandonline.com.

RICHLAND COUNTY, SOUTH CAROLINA

AUDITED BASIC FINANCIAL STATEMENTS

RICHLAND COUNTY, SOUTH CAROLINA

STATEMENT OF NET ASSETS

JUNE 30, 2004

(amounts shown in thousands)

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Public Library	Township
Assets					
Current assets:					
Cash and cash equivalents	\$ 461	\$ 925	\$ 1,386	\$ 1,982	\$ 132
Equity in pooled cash	60,911	9,567	70,478	—	—
Investments	325	—	325	2,588	—
Receivables, net	7,280	1,665	8,945	1,131	—
Due from other governments	8,060	—	8,060	—	—
Inventories	1,454	9	1,463	—	5
Other assets	—	—	—	27	2
Total current assets	78,491	12,166	90,657	5,728	139
Non-current assets:					
Funds held by others	3,700	—	3,700	—	—
Restricted equity in pooled cash	—	15,703	15,703	—	—
Capital assets, net	433,213	21,568	454,781	8,154	6
Deferred charges, net	—	299	299	—	—
Total assets	\$ 515,404	\$ 49,736	\$ 565,140	\$ 13,882	\$ 145
Liabilities and Net Assets					
Current liabilities:					
Accounts, other and retainages payable	\$ 7,467	\$ 1,747	\$ 9,214	\$ 189	\$ 201
Accrued salaries, wages and related costs	6,925	145	7,070	17	—
Accrued compensated absences	805	116	921	685	15
Deferred revenue and deposits	275	5,108	5,383	15	17
Due to other governments	953	31	984	—	—
Accrued interest payable	966	502	1,468	—	—
G.O. bonds – current portion	9,394	345	9,739	—	—
Special assessment/source debt - current portion	370	—	370	—	—
Other long-term liabilities – current portion	556	210	766	—	—
Other liabilities	3,575	821	4,396	—	—
Total current liabilities	31,286	9,025	40,311	906	233
Non-current (long-term) liabilities:					
G.O. bonds and special assessment/source debt	65,509	21,000	86,509	—	—
Other long-term liabilities	2,655	6,022	8,677	—	—
Closure/post closure cost payable	—	2,465	2,465	—	—
Accrued compensated absences	3,744	—	3,744	—	—
Total non-current liabilities	71,908	29,487	101,395	—	—
Total liabilities	103,194	38,512	141,706	906	233
Net assets:					
Invested in capital assets, net of related debt	358,430	10,352	368,782	8,154	6
Restricted (see Note 12)	15,678	—	15,678	925	—
Unrestricted	38,102	872	38,974	3,897	(94)
Total net assets	412,210	11,224	423,434	12,976	(88)
Total liabilities and net assets	\$ 515,404	\$ 49,736	\$ 565,140	\$ 13,882	\$ 145

See accompanying notes to financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2004

(amounts shown in thousands)

Functions and Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Assets			
		Fees for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-type Activities	Totals	Component Units Public Library Township
Primary government								
<u>Governmental activities:</u>								
General government	\$ (33,640)	\$ 394	\$ —	\$ —	\$ (33,246)	\$ —	\$ (33,246)	\$ —
Public safety	(58,899)	11,240	4,192	—	(43,467)	—	(43,467)	—
Public works	(12,903)	6,025	1,759	1,812	(3,307)	—	(3,307)	—
Health and social services	(1,675)	2,225	189	—	739	—	739	—
Economic development	(2,341)	—	—	—	(2,341)	—	(2,341)	—
Other	(800)	—	—	—	(800)	—	(800)	—
Debt service – interest	(3,234)	—	—	—	(3,234)	—	(3,234)	—
Depreciation (unallocated)	(11,512)	—	—	—	(11,512)	—	(11,512)	—
Total governmental activities	(125,004)	19,884	6,140	1,812	(97,168)	—	(97,168)	—
<u>Business-type activities:</u>								
Solid Waste	(13,358)	11,144	—	63	—	(2,151)	(2,151)	—
Water/Sewer	(2,339)	3,074	—	2,429	—	3,164	3,164	—
Parking	(226)	140	—	—	—	(86)	(86)	—
Development Corporation	(313)	256	—	91	—	34	34	—
Total business-type activities	(16,236)	14,614	—	2,583	—	961	961	—
Total primary government	(141,240)	\$ 34,498	\$ 6,140	\$ 4,395	(97,168)	961	(96,207)	—
Component units								
Public Library	\$ (15,088)	\$ 673	\$ 836	\$ —	—	—	(13,579)	—
Township	(732)	641	—	—	—	—	—	(101)
Total component units	\$ (15,820)	\$ 1,304	\$ 836	\$ —	—	—	(13,579)	(101)
General Revenue and Transfers								
<u>General Revenue:</u>								
Property and other taxes					78,473	3,307	81,780	—
Fees-in-lieu of taxes					2,472	127	2,599	—
Intergovernmental					16,357	99	16,456	—
Fees, fines and charges not restricted to specific programs					10,529	—	10,529	—
Other					6,839	221	7,060	—
Unrestricted investment earnings					567	44	611	—
Miscellaneous					—	150	150	—
Total general revenue					115,237	3,948	119,185	—
Changes in net assets					18,069	4,909	22,978	(101)
Net Assets – beginning of year					394,141	6,315	400,456	13
Net Assets – end of year					\$ 412,210	\$ 11,224	\$ 423,434	\$ (88)

See accompanying notes to financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

BALANCE SHEET

GOVERNMENTAL FUNDS

JUNE 30, 2004

	General Fund	Renovations and Refunding Program	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 379,340	\$ —	\$ 81,833	\$ 461,173
Equity in pooled cash	26,050,105	11,920,916	23,001,356	60,972,377
Funds held by others	3,700,000	—	—	3,700,000
Investments	—	—	325,026	325,026
Receivables, net:				
Property taxes	596,058	—	450,050	1,046,108
Other	543,672	—	541,012	1,084,684
Inventories	1,397,108	—	56,667	1,453,775
Due from other funds	103,506	—	8,929	112,435
Due from other governments	3,988,415	100,861	3,970,925	8,060,201
Total assets	\$ 36,758,204	\$ 12,021,777	\$ 28,435,798	\$ 77,215,779
Liabilities and Fund Balances				
Liabilities:				
Deficit in pooled cash	\$ —	\$ —	\$ 60,852	\$ 60,852
Accounts payable-trade	2,388,835	—	2,030,824	4,419,659
Accounts payable-other	—	780,181	1,347,278	2,127,459
Retainage payable	—	742,035	177,828	919,863
Accrued salaries, wages and related costs	6,634,749	—	290,282	6,925,031
Accrued compensated absences	794,395	—	10,335	804,730
Other liabilities	3,575,580	—	—	3,575,580
Due to other funds	8,929	—	103,506	112,435
Due to other governments	953,422	—	—	953,422
Deferred revenue	—	—	275,967	275,967
Total liabilities	14,355,910	1,522,216	4,296,872	20,174,998
Fund Balances:				
Reserved for:				
Encumbrances	675,602	—	—	675,602
Inventories	1,397,108	—	56,667	1,453,775
Debt Service	—	—	6,096,939	6,096,939
Capital replacements	3,441,391	—	—	3,441,391
Economic development	3,700,000	—	—	3,700,000
Unreserved/undesignated reported in:				
General Fund	13,188,193	—	—	13,188,193
Special Revenue Funds	—	—	12,426,117	12,426,117
Capital Projects Funds	—	10,499,561	5,559,203	16,058,764
Total fund balances	22,402,294	10,499,561	24,138,926	57,040,781
Total liabilities and fund balances	\$ 36,758,204	\$ 12,021,777	\$ 28,435,798	\$ 77,215,779

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA

BALANCE SHEET

GOVERNMENTAL FUNDS

— CONTINUED —

Reconciliation to amounts reported for Governmental Activities in the Statement of Net Assets (Note 20):

	<i>(amounts shown in thousands)</i>
Total fund balances – total governmental funds	\$ 57,041
Capital assets used in governmental activities are not financial resources and therefore are not reported in these funds.	433,213
Some of the County's taxes will be collected after year end, but are not available soon enough to pay for current period's expenditures.	5,149
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in these funds.	<u>(83,193)</u>
Net Assets, end of year - Governmental Activities	<u>\$ 412,210</u>

See accompanying notes to financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2004

	General Fund	Renovations and Refunding Program	Other Governmental Funds	Total Governmental Funds
Revenue				
Property and other taxes	\$ 48,222,643	\$ —	\$ 28,542,421	\$ 76,765,064
Fees-in-lieu of taxes	1,822,214	—	650,176	2,472,390
Intergovernmental	15,271,361	—	8,693,566	23,964,927
Licenses and permits	9,053,770	—	—	9,053,770
Fees and fines	2,876,393	—	6,364,231	9,240,624
Charges for services	10,661,299	—	120,596	10,781,895
Interest	—	60,105	139,168	199,273
Capital replacement and depreciation	2,918,477	—	—	2,918,477
Medical indigent care fund	1,318,752	—	—	1,318,752
Other	3,977,355	—	327,209	4,304,564
Total revenue	<u>96,122,264</u>	<u>60,105</u>	<u>44,837,367</u>	<u>141,019,736</u>
Expenditures				
Current:				
General government	33,527,901	—	112,704	33,640,605
Public safety	45,013,080	—	13,885,885	58,898,965
Public works	4,844,620	7,743,404	13,226,835	25,814,859
Health and social services	384,238	—	1,291,097	1,675,335
Economic development	—	—	2,341,039	2,341,039
Other	4,509,592	—	—	4,509,592
Debt service	—	—	11,498,597	11,498,597
Total expenditures	<u>88,279,431</u>	<u>7,743,404</u>	<u>42,356,157</u>	<u>138,378,992</u>
Excess (deficiency) of revenue over expenditures	<u>7,842,833</u>	<u>(7,683,299)</u>	<u>2,481,210</u>	<u>2,640,744</u>
Other Financing Sources (Uses)				
Bond proceeds	3,700,000	—	1,955,000	5,655,000
Transfers in	236,134	178,150	111,334	525,618
Transfers (out)	(178,151)	—	(347,467)	(525,618)
Total other financing sources (uses)	<u>3,757,983</u>	<u>178,150</u>	<u>1,718,867</u>	<u>5,655,000</u>
Net change in fund balances	<u>11,600,816</u>	<u>(7,505,149)</u>	<u>4,200,077</u>	<u>8,295,744</u>
Fund balances, beginning of year	<u>10,801,478</u>	<u>18,004,710</u>	<u>19,938,849</u>	<u>48,745,037</u>
Fund balances, end of year	<u>\$ 22,402,294</u>	<u>\$ 10,499,561</u>	<u>\$ 24,138,926</u>	<u>\$ 57,040,781</u>

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

— CONTINUED —

Reconciliation to amounts reported for Governmental Activities in the Statement of Activities
(Note 20):

	<i>(amounts shown in thousands)</i>
Net change in fund balances – total governmental funds	\$ 8,296
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets are 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.	6,560
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in these funds.	2,053
The issuance of long-term debt provides current financial resources to governmental funds, while repayment of the principal and interest consumes current financial resources of governmental funds. This amount is the net effect of these differences in the treatment of long-term debt and related items.	<u>1,160</u>
Change in Net Assets - Governmental Activities	<u>\$ 18,069</u>

See accompanying notes to financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
BALANCE SHEET

JUNE 30, 2004

	Business-type Activities — Enterprise Funds			
	Solid Waste	Water/Sewer	Parking	Development Corporation Totals
Assets				
Current assets:				
Cash and cash equivalents - held by others	\$ —	\$ —	\$ —	\$ 33,276
Escrowed funds	—	—	—	891,733
Equity in pooled cash	6,868,232	2,614,901	84,292	9,567,425
Receivables, net:				
Property taxes	35,572	—	—	35,572
Accounts	1,378,926	249,506	278	1,628,710
Inventories	9,279	—	—	9,279
Total current assets	8,292,009	2,864,407	84,570	12,165,995
Non-current assets:				
Restricted equity in pooled cash	—	15,702,560	—	15,702,560
Capital assets:				
Land	890,702	918,715	258,942	3,217,071
Buildings and improvements	118,410	12,046,217	2,637,695	19,028,610
Machinery and equipment	4,109,869	715,493	46,701	4,872,063
Computer equipment	9,418	45,102	38,671	93,191
Construction-in-progress	—	1,590,032	—	1,590,032
Less, accumulated depreciation	(3,199,134)	(3,051,942)	(899,660)	(7,232,914)
Net capital assets	1,929,265	12,263,617	2,082,349	21,568,053
Deferred charges, net	—	250,227	—	299,446
Total assets	\$10,221,274	\$31,080,811	\$ 2,166,919	\$ 49,736,054

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
BALANCE SHEET

— CONTINUED —

	Business-type Activities — Enterprise Funds			
	Solid Waste	Water/Sewer	Parking	Totals
Liabilities and Net Assets				
Current liabilities:				
Accounts payable-trade	\$ 1,492,145	\$ 255,551	\$ (1,060)	\$ 1,746,636
Accrued salaries, wages and related costs	75,546	57,848	11,985	145,379
Accrued compensated absences	51,605	64,017	—	115,622
Other payables – performance bonds	821,082	—	—	821,082
Due to other governments	31,243	—	—	31,243
Accrued interest payable	—	501,710	—	501,710
General obligation bonds payable – current portion	—	345,000	—	345,000
Mortgage loan payable – current portion	—	—	210,188	210,188
Deferred revenue	4,489,428	618,200	—	5,107,628
Total current liabilities	6,961,049	1,842,326	10,925	9,024,488
Non-current liabilities:				
Closure/post-closure care cost payable	2,464,999	—	—	2,464,999
Mortgage loan payable	—	—	6,022,381	6,022,381
General obligation bonds payable	—	21,000,000	—	21,000,000
Total non-current liabilities	2,464,999	21,000,000	6,022,381	29,487,380
Total liabilities	9,426,048	22,842,326	10,925	38,511,868
Net assets:				
Invested in capital assets, net of related debt	1,929,265	6,388,617	2,082,309	10,352,177
Unrestricted (deficit)	(1,134,039)	1,849,868	73,685	872,009
Total net assets	795,226	8,238,485	2,155,994	11,224,186
Total liabilities and net assets	\$10,221,274	\$31,080,811	\$ 2,166,919	\$ 49,736,054

See accompanying notes to financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS

STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2004

	Business-type Activities — Enterprise Funds				
	Solid Waste	Water/Sewer	Parking	Development Corporation	Totals
Operating Revenue					
User fees and penalties	\$ 11,144,403	\$ 3,074,233	\$ 140,342	\$ 656	\$ 14,359,634
Rents	—	—	—	254,520	254,520
Miscellaneous revenue	—	150,503	—	—	150,503
Intergovernmental	99,118	—	—	—	99,118
Total operating revenue	11,243,521	3,224,736	140,342	255,176	14,863,775
Operating Expenses					
Personal services	903,201	762,809	112,837	—	1,778,847
Operating expenses	12,279,763	824,806	12,584	97,318	13,214,471
Depreciation	174,981	462,681	100,583	82,178	820,423
Total operating expenses	13,357,945	2,050,296	226,004	179,496	15,813,741
Operating income (loss)	(2,114,424)	1,174,440	(85,662)	75,680	(949,966)
Non-operating Revenue (Expenses)					
Property taxes	3,307,481	—	—	—	3,307,481
Fees-in-lieu of taxes	126,772	—	—	—	126,772
Interest income	16,432	26,126	—	1,600	44,158
Interest expense	—	(277,692)	—	(128,697)	(406,389)
Amortization expense	—	(11,780)	—	(5,469)	(17,249)
Other	221,151	—	—	—	221,151
Total non-operating revenue (expenses)	3,671,836	(263,346)	—	(132,566)	3,275,924

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS

STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS

— CONTINUED —

	Business-type Activities — Enterprise Funds			
	Solid Waste	Water/Sewer	Parking	Development Corporation Totals
Income (loss) before capital contributions	1,557,412	911,094	(85,662)	2,325,958
Capital Contributions				
Contributions	63,026	2,279,484	—	2,433,877
Capital grants	—	148,916	—	148,916
Total capital contributions	63,026	2,428,400	—	2,582,793
Net change in net assets	1,620,438	3,339,494	(85,662)	4,908,751
Net assets, beginning of year	(825,212)	4,898,991	2,241,656	6,315,435
Net assets, end of year	\$ 795,226	\$ 8,238,485	\$ 2,155,994	\$ 11,224,186

See accompanying notes to financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2004

	Business-Type Activities - Enterprise Funds			
	Solid Waste	Water/Sewer	Parking	Totals
Cash Flows From Operating Activities				
Cash received from:				
Customers	\$ 10,853,775	\$ 3,717,705	\$ 140,064	\$ 14,966,720
Intergovernmental – tire disposal fees	99,118	—	—	99,118
Cash paid to (for):				
Salaries and benefits	(869,233)	(743,653)	(117,079)	(1,729,965)
Maintenance, supplies, fuel, utilities and minor equipment	(12,176,919)	(712,598)	(13,816)	(13,000,651)
Net cash provided by (used in) operating activities	(2,093,259)	2,261,454	9,169	335,222
Cash Flows From Non-Capital Financing Activities				
Property taxes	3,431,909	—	—	3,431,909
Fees-in-lieu of taxes	126,772	—	—	126,772
Net cash provided by non-capital financing activities	3,558,681	—	—	3,558,681
Cash Flows From Capital and Related Financing Activities				
Proceeds from mortgage loan	—	—	—	6,300,000
Loan costs	—	—	—	(54,688)
Acquisitions and construction of capital assets	(539,053)	(888,835)	—	(6,802,888)
Proceeds from bond issues	—	21,775,000	—	21,775,000
Principal payments on bonds and mortgage	—	(6,375,000)	—	(6,442,431)
Interest paid on bonds and mortgage	—	(558,388)	—	(687,085)
Contributed capital	—	148,916	—	240,283
Net cash provided by (used in) capital and related financing activities	(539,053)	14,101,693	—	14,328,191
Cash Flow From Investing Activities				
Interest earned	16,432	26,126	—	44,158
Net cash provided by investing activities	16,432	26,126	—	44,158
Net increase in cash and cash equivalents	942,801	16,389,273	9,169	18,266,252
Cash and cash equivalents, at beginning of year	5,925,431	1,928,188	75,123	7,928,742
Cash and cash equivalents, at end of year	\$ 6,868,232	\$ 18,317,461	\$ 84,292	\$ 26,194,994

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

— CONTINUED —

	Business-Type Activities - Enterprise Funds				
	Solid Waste	Water/Sewer	Parking	Development Corporation	Totals
Reconciliation of Operating Income (Loss) to Net Cash From Operating Activities					
Operating income (loss)	\$ (2,114,424)	\$ 1,174,440	\$ (85,662)	\$ 75,680	\$ (949,966)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation and amortization	174,981	462,681	100,583	82,178	820,423
Change in certain assets and liabilities:					
(Increase) decrease in accounts receivable	(290,628)	(125,531)	(278)	—	(416,437)
Decrease in due to/from other governments	82,149	—	—	—	82,149
Increase in inventories	(9,279)	—	—	—	(9,279)
Increase (decrease) in accounts payable	390,264	112,208	(4,242)	—	498,230
Increase (decrease) in accrued salaries, wages and related costs	33,968	19,456	(1,232)	—	52,192
Increase in performance bonds	328,711	—	—	—	328,711
(Decrease) increase in deferred revenue	(434,200)	618,200	—	—	184,000
(Decrease) in closure/post-closure cost payable	(254,801)	—	—	—	(254,801)
Net cash provided by (used in) operating activities	\$ (2,093,259)	\$ 2,261,454	\$ 9,169	\$ 157,858	\$ 335,222
Supplemental information-non cash investing, capital and financing activities					
Capital assets acquired by governmental activities	\$ 63,026	\$ —	\$ —	\$ —	\$ 63,026
Capital assets decded by developers	\$ —	\$ 2,279,484	\$ —	\$ —	\$ 2,279,484
Amortization of bond issue costs and refunding loss	\$ —	\$ 11,780	\$ —	\$ —	\$ 11,780

See accompanying notes to financial statements.

RICHLAND COUNTY, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2004

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ 5,064,251
Equity in pooled cash	<u>266,004,589</u>
Total assets	<u>\$ 271,068,840</u>
Liabilities	
Amounts due to others	<u>\$ 271,068,840</u>
Total liabilities	<u>\$ 271,068,840</u>

See accompanying notes to financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2004

1. Summary of Significant Accounting Policies

Richland County, a political subdivision of the State of South Carolina, was originally chartered in 1799 and incorporated in the year 1868. Richland County (the County) is geographically located in the center of South Carolina and includes the capital of the State, Columbia. The County operates under a Council-Administrator form of government and is governed by a chairman and ten (10) council members.

The financial statements of the County have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting principles.

These financial statements are presented in conformity with GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. GASB Statement No. 34 established new financial reporting requirements for governments and caused to restructure much of the information that the County presented in the past. The more significant of the government's accounting policies are described below.

A. Reporting Entity

Using the criteria of GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, the basic financial statements of the County present the reporting entity that consists of the primary government and those organizations for which the primary government is financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion could cause the County's financial statements to be misleading or incomplete.

Financial accountability is defined as appointment of a voting majority of the separate organization's board and either a) the ability to impose will by the primary government, or b) the possibility that the separate organization will provide a financial benefit to or impose a financial burden on the primary government. "Blended" component units are separate entities that are, substantially, part of the primary government's operations and are combined with financial data of the primary government. "Discretely presented" component units, on the other hand, are reported in separate columns in the Government-wide financial statements to emphasize that they are legally separate from the operations of the primary government. A summary of the County's blended and discretely presented component units follows:

Blended Component Unit

For the year ended June 30, 2004, the County had a 'blended' component unit, Richland County Administrative Building Corporation (now known as Richland County Development Corporation) (the "Corporation"). County Council appoints the officers and directors of the corporation. The Corporation issued \$4,780,000 in certificates of participation to finance the acquisition of a building and certain fixtures and equipment for the County. The certificates are secured by the lease agreement with the County, will be retired through lease payments from the County and constitutes the imposition of a financial burden to the County by providing services entirely to the County. The substance of the capital lease agreement is that the assets and debt are those of the lessee (the County). The Corporation also entered into a mortgage loan arrangement to acquire certain land and building on Marion Street, Columbia, South Carolina. Additionally, the Corporation administers certain leased property and improvements, thereon in the County's industrial park. The corporation does not issue separate financial statements.

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. Summary of Significant Accounting Policies (continued)

A. Reporting Entity (continued)

Discretely Presented Component Units

The County has two 'discretely presented' component units and both have a June 30 fiscal year end.

Columbia Township Auditorium

The Columbia Township Auditorium (the "Township") operates as a multi-purpose facility for the benefit of the citizens of the City of Columbia and Richland County. Act #831 of 1971 of the South Carolina General Assembly changed the makeup of the Board of Trustees to seven members appointed by Richland County Council for a term of five years. The County owns the land and building used by the Township to carry out all its activities and is responsible for issuing any bond indebtedness.

County Council approves the annual budget for the Township and reimburses the County for actual payroll-related costs incurred. The Township meets the criteria set forth in generally accepted accounting principles for inclusion as a component unit with Richland County, South Carolina as the primary reporting entity based on the County's ability to significantly influence operations and is presented in these financial statements as a Proprietary Fund Type.

Richland County Public Library System

Richland County Public Library System (the "Library") was created in 1979 pursuant to Ordinance #554-79 to serve the needs of citizens in Richland County. The Library's Board of Trustees are appointed by County Council. The County owns the land and buildings used by the Library and finances Library construction through bond indebtedness. Property taxes are levied and collected by the County to pay the bonds. County Council approves the portion of the Library budget that will be funded with County property taxes. The Library meets the criteria set forth in generally accepted accounting principles for inclusion as a component unit with the Richland County, South Carolina as the primary reporting entity based on the County's ability to significantly influence operations and is presented in these financial statements as a Governmental Fund Type.

Complete financial statements for Columbia Township Auditorium and Richland County Public Library System may be obtained at their respective administrative offices:

Columbia Township Auditorium
1703 Taylor Street
Columbia, South Carolina 29201

Richland County Public Library
1431 Assembly Street
Columbia, South Carolina 29201

RICHLAND COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. Summary of Significant Accounting Policies (continued)

B. Basis of Presentation

Government-Wide and Fund Financial Statements

Government-Wide Financial Statements - The Government-Wide financial statements consists of a Statement of Net Assets and the Statement of Activities and reports information on all of the non-fiduciary activities of the government as a whole. Separate columns are used to distinguish between the County's governmental and business-type activities and discretely presented component units. Governmental activities are generally those activities financed by taxes, intergovernmental revenues, and other non-exchange revenues. These activities are usually reported in Governmental Activities. Business-type activities are those activities which are financed in whole or in part by user fees charged to external parties for goods and services. These activities are usually reported in Enterprise Funds. The primary government is reported separately from certain legally separate component units.

The Statement of Net Assets reports all financial and capital resources of the County and reports the difference between assets and liabilities as "net assets" not fund balance or equity. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues and reflects the "net (expenses) revenue" of the County's individual functions before applying 'general' revenues.

Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues are derived directly from the program itself or from parties outside the reporting government's taxpayers or citizenry, as a whole, and thus reduce the net cost of the function to be financed from the government's general revenues. They 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, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments that are restricted to meeting the operational or capital requirements of a particular function or segment. Internally dedicated resources are reported as general revenues rather than as program revenues. All revenues are 'general' revenues unless they are required to be reported as program revenues.

Fund Financial Statements - 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. The focus of governmental and proprietary fund financial statements is on 'major' funds. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements, with 'non-major' funds being aggregated and displayed in a single column displayed as "other".

The County reports the following 'major' governmental funds: General Fund, and Renovations and Refunding Program Capital Projects Fund. The County reports the following 'major' proprietary funds Solid Waste, Water/Sewer, Parking and Development Corporation.

A combining schedule of "other" non-major funds is presented separately as part of Other Financial Information. Because of the basis of accounting and reporting differences, summary reconciliations to the Government-Wide financial statements are presented at the end of each applicable fund financial statement.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. **Summary of Significant Accounting Policies (continued)**

B. Basis of Presentation (continued)

A summary of fund financial statement types follows:

Governmental Fund Types

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

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally or donor restricted to expenditures for specified purposes. Special Revenue Funds consists of the following: Grants, Victims' Rights Assistance, Road Maintenance, Airport Operation, Tourism Development, Alcohol Permits, Emergency Telephone, Fire Services, Forfeiture, Stormwater Management, and Other.

Debt Service Funds - Debt Service Funds account for the accumulation of financial resources for the payment of interest and principal on certain general long-term debt of the County, other than debt service payments financed by proprietary fund types. Debt Service Funds consists of the following: General, South Beltline Sewer District Bonds, Galaxy Sewer District Bonds, Richland County Administration Building Corporation C.O.P., 1994 Series B Fire Protection Bonds, and 1997 Series A Drainage Improvement Bonds.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities and equipment (other than those financed by the proprietary funds). Capital Projects Funds consists of the following: Drainage Improvement Project, Construction and Repair Project, Richland County Projects, and Renovations and Refunding Program.

Proprietary Fund Types

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises--where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Enterprise Funds consists of the following: Solid Waste, Water/Sewer, Parking, and Development Corporation.

Fiduciary Fund Types

Agency Funds - Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments. Agency Funds are custodial in nature (assets equal liabilities), do not involve measurement of results of operations, and consists primarily of property taxes and other revenues collected, temporarily retained and distributed by the County Treasurer to other governments in accordance with state of South Carolina Statutes.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. Summary of Significant Accounting Policies (continued)

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Under GASB #34, the Government-Wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. As a general rule, 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 grantor have been met. Additionally, the effect of interfund activity has been eliminated from the Government-Wide financial statements, except for amounts due between the County's governmental activities and business-type activities.

Governmental Fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be identified and "available" means collectible within the current period or soon enough thereafter (generally not to exceed 60 days) to be used to pay liabilities of the current 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.

Those revenues susceptible to accrual are property taxes, charges for services, and hospitality fees. Revenues from state and federal grants are recorded when expenditures are incurred. Entitlements and shared revenues are recognized at the time of receipt or earlier if the susceptible to accrual criteria is met. Interest revenue is considered available when earned. Major revenues that are determined not to be susceptible to accrual because they are either not available soon enough to pay liabilities of the current period or are not objectively measurable include fees and fines (except hospitality fees), licenses and permits.

Deferred revenue arises when resources are received by the County before it has a legal claim to them, as when grant money is received prior to the occurrence of qualifying expenditures. In subsequent periods, when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

All Proprietary Funds are accounted for on a flow of economic resources measurement focus. Under this method, the accrual basis of accounting is utilized, revenues are recognized when earned and expenses are recorded at the time liabilities are incurred. All assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary Fund Type operating statements present increases (i.e., revenue) and decreases (i.e., expenses) in net assets by distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. 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 non-operating revenues and expenses.

As permitted under GAAP, the County has elected not to apply Financial Accounting Standards Board (FASB) Statements and Interpretations issued after November 30, 1989 for its Proprietary Funds.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. Summary of Significant Accounting Policies (continued)

C. Measurement Focus and Basis of Accounting (continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the balance sheet date, and reported amounts of revenues and expenses during the reporting period. Estimates are used to determine depreciation expense, the allowance for doubtful accounts, and certain claims and judgment liabilities (e.g., rebatable arbitrage), among other accounts. Actual results could differ from those estimates.

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses

Cash, Cash Equivalents, and Equity in Pooled Cash

Cash includes currency on hand, demand deposits with financial institutions and other accounts that have the general characteristics of demand deposits in that additional funds may be deposited any time and withdrawn without prior notice or penalty.

The County pools the cash of substantially all funds into an internal cash and investment pool that is available for use by all funds with the exception of where legal restrictions prohibit the commingling of funds. Allocation of interest earned is made to each fund based on pro rata equity. Each individual fund's portion of the pool is displayed on the combined balance sheet as "Equity in Pooled Cash". Certain departments within the County maintain separate cash accounts in addition to "pooled cash" held by the Treasurer.

The County's discretely presented component units, Township and Richland County Public Library, maintain separate cash and investment accounts, generally in the form of cash in the bank, certificates of deposit, and repurchase agreements.

For purposes of the Statement of Cash Flows for the Proprietary (Enterprise) Fund cash equivalents are deposit accounts (including restricted assets other than deposits with other agencies) with an original maturity of three months or less from date of purchase, and other short-term highly liquid investments that are readily convertible to known amounts of cash. Net changes in "cash and cash equivalents" represents changes in the "Equity in Pooled Cash" balances held by the respective Enterprise Funds plus "escrowed" funds held by others.

Investments

Investments are stated at fair value, with accrued interest shown under a separate caption on the financial statements. Reinvested interest on certain debt service and capital projects investments is included in the investment accounts. At June 30, 2004, the fair value of the County's investments approximated cost.

Receivables and Allowance for Doubtful Accounts

Accounts receivable are stated net of their allowance for uncollectible amounts. Receivables in Governmental Funds include revenue accruals that are recognized when they become measurable and available as previously defined. Property taxes receivable represents delinquent and unpaid real and personal property taxes billings (five years for vehicle personal property taxes and ten years for all other property taxes), less an allowance for amounts estimated to be uncollectible.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. **Summary of Significant Accounting Policies (continued)**

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expense (continued)

Due from Other Governments

Receivables from state, Federal, or other local governmental agencies are recorded as revenue for the period of the allocation or as earned based on expenditures made for which reimbursement is due.

Inventories and Prepaid Items

Inventories are valued at lower of cost or market for using the first-in, first-out method the primary government and the discretely presented component unit, Township. Inventories in the General Fund consists of fuel and emergency medical supplies held for consumption. The cost of these supplies is regarded as an expenditure at the time the items are consumed. Inventories of the discretely presented component unit, Township, consists of concession related goods held for resale.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Reported inventories and prepaid items (where applicable) in the Governmental Fund Types are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

Interfund Receivables and Payables

Short-term advances between funds are accounted for in the appropriate interfund receivable and payable accounts. Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditure or expense (transfers out) in the reimbursing fund and as reductions of the expenditure or expense (transfers in) in the fund that is reimbursed.

Real Estate Held For Resale

Real estate held for resale is recorded at the lower of cost, or its net realizable value. At June 30, 2004, the County maintained 167 acres in Industrial Parks which was originally acquired in 1945.

Restricted Assets

Restricted assets include monies or other resources, the use of which is restricted by legal or contractual requirements. In the Solid Waste Enterprise Fund, restricted assets arise from funding (if any) for future land fill closure and post-closure care costs. In the Water/Sewer Enterprise Fund, restricted assets consists of bond-related project and debt service accounts. Restricted assets of the discretely presented component unit, Richland County Public Library, represent funding for future equipment replacement and construction costs.

Capital Assets and Depreciation

Capital assets, which include land, buildings, improvements, machinery and equipment, and infrastructure assets are reported in the applicable governmental or business-type activities columns in the Government-Wide financial statements. Capital assets used in the operations of governmental funds and are not specifically related to activities reported in proprietary or fiduciary funds have been reported as assets in the Governmental Activities column of the Government-Wide financial statement. Capital assets are defined by the County as those assets with an initial, individual cost of more than \$5,000 (\$5,000 for discretely presented component units) and an estimated useful life in excess of two years.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expense (continued)

Capital Assets and Depreciation (continued)

All capital assets are valued at historical cost if purchased or constructed, or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair value on the date donated. The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend asset lives are not capitalized. Public domain (infrastructure) capital assets (e.g., roads, bridges, sidewalks and other assets that are immovable and of value only to the government) have been capitalized using actual and estimated historical costs of major general infrastructure assets that were acquired or significantly reconstructed, or that received significant improvements in fiscal years ending after June 30, 1980. The County's discretely presented component units, fixed assets are stated at cost less accumulated depreciation.

Depreciation of all exhaustible capital assets has been provided using the straight-line method over the estimated useful lives of the respective assets ranging as follows: land improvements, 20-40 years; buildings and improvements, 15-30 years; vehicles, 5 years; furniture and fixtures, 3-10 years; machinery and heavy equipment, 5-10 years. In lieu of annual depreciation, the County has elected to use the "modified approach" for its infrastructure assets, which consists of reporting as Required Supplemental Information (RSI) (i) the current assessed condition of the assets pursuant to its "Pavement Management System" and (ii) the estimated annual amounts to maintain and preserve such assets along with actual amounts expensed during the period.

Capitalization of Interest

Interest incurred during the construction phase of Proprietary Fund fixed assets is reflected in the capitalized value of the asset being constructed, net of interest earned on the invested proceeds over the same period. With regard to assets acquired with tax-exempt debt, the amount of interest to be capitalized is calculated by offsetting interest expense on the tax-exempt debt with interest earned on invested proceeds from the date of the borrowing until completion of the project. With regard to assets not acquired with tax-exempt debt, the amount of interest to be capitalized is the product of the average accumulated expenditures during the year for such assets and the weighted average interest rate on borrowings and is limited to the sum of interest expense on the tax-exempt debt not previously capitalized and all other interest expense. Interest is not capitalized on assets acquired or constructed with gifts and grants (contributed capital) that are restricted by the donor or grantor to acquisition of those assets to the extent that funds are available from such grants and gifts. The County has not elected to capitalize interest on its general fixed assets. During the year ended June 30, 2004, the capitalized interest costs incurred equaled \$677,460 for the Water/Sewer Enterprise Fund.

Deferred Charges (Bond Issuance Costs)

Bond issuance costs including bond premiums and discounts are deferred and amortized over the life of the related bond issue using the straight-line method. In the Fund financial statements, governmental fund types recognize bond premium and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as Other Financing Sources.

Lease Accounting

Revenue from land or building space rentals or other leased sites is accounted for under the operating lease method. Leases are normally for periods of three to twenty years with options to renew; however, certain leases associated with economic development initiatives where long-term bonded debt was issued, cover the period or repayment of the indebtedness. Lease costs, if material, are deferred and amortized to expenses over the life of the lease. There were no material lease costs for the year ended June 30, 2004.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expense (continued)

Compensation for Future Absences

Employees are permitted to accumulate earned but unused vacation benefits which will be paid to the employees upon separation from County service. Government-Wide and Proprietary Fund financial statements, vacation pay is accrued when incurred and reported as a current and long-term liability. In Governmental Fund Types the current portion of terminated benefits that normally would be liquidated with expendable available resources at year end is recognized as a liability and expenditure in the applicable fund. The remainder of benefits applicable to Governmental Fund Types have been recorded in the General Long-term Debt. County employees are entitled to accrue a maximum of 90 days sick leave and 45 days vacation. If the individual leaves the employ of the County, they are entitled to be paid for unused vacation and for 25% of unused sick leave if more than 20 days has accumulated and a two-week notice is given.

Long-term Obligations

In the Government-Wide financial statements and the Proprietary Fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Assets. Long-term debt represents unmatured principal of general and special assessment and revenue bond indebtedness. Other long-term obligations represent outstanding net present value portions due on capital lease obligations, long-term contracts using actual or inputted interest rates and long-term portions of claims or judgments. Liabilities arising from interfund activities do not constitute general long-term liabilities.

Net Assets and Fund Balances

In the Government-Wide financial statements, the difference between the County's total assets and total liabilities represents net assets. Net assets for both the governmental and proprietary fund types displays three components – invested in capital assets, net of related debt; restricted (distinguished between major categories of restrictions); and unrestricted. Unrestricted net assets represent the net assets available for future operations.

In the Fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Designated fund balances represent tentative plans by management for future use of available financial resources.

Non-exchange Transactions, Contributed Capital and Transfers

Pursuant to GASB Statement No. 33 *Accounting and Financial Reporting for Non-Exchange Transactions*, deeded properties and federal, state and local government assistance in the form of non-operating grants that are permanent in nature and restricted for the construction or acquisition of specific property and equipment have been recorded as non-operating revenue.

Future Landfill Closure and Postclosure Care Costs

In accordance, with GASB Statement No. 18, *Accounting For Municipal Solid Waste Landfill Closure and Postclosure Care Costs*, the County recognizes expenses for landfill closure and postclosure care costs over the life of the landfill's operation in proportion to the usage of the landfill's total capacity. Federal and state regulations related to landfill closure procedures are comprehensive and require postclosure care and monitoring for a period extending thirty (30) years after closure.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expense (continued)

Property Taxes

The County assesses and levies property taxes in accordance with applicable laws of the State of South Carolina. Real property and personal property owned and used in the County, except that which is exempt from taxation under the Constitution and Laws of the State, is subject to taxation. An annual ordinance establishing the millage rate associated with the levy is adopted each year as a part of the budget process.

Real property and all personal property other than vehicles are assessed for property tax purposes as of December 31 of each year. The basis for value of taxable real property within the County is taken from the records of the County Assessor. Taxes are levied by the County Auditor as of January 1, billed in October, and are due by January 15 in the year following their levy. Tax billings are considered delinquent 170 days after the first billing date, at which time the applicable property is subject to lien, and interest and penalties are assessed.

Penalties are added to the taxes depending on the date paid as follows:

January 15 through February 1	3% of tax
February 2 through March 18	10% of tax
March 19 and thereafter	15% of tax plus collection cost

New vehicle property taxes are assessed and levied by the County Auditor within 120 days of the registration date of the vehicle and payment is due upon receipt of the property tax notice. Other vehicle property taxes are assessed and levied in the month the vehicle is scheduled for license renewal with the South Carolina Department of Transportation and payment is due before the end of the month of the scheduled renewal.

County property tax revenues are recognized at the time of levy for the budget period to which they apply. Delinquent and unpaid property taxes are reported as receivables, less amounts estimated to be uncollectible. The County also bills and collects property taxes for special purpose districts, school districts and municipalities. Such amounts are reported as Agency Funds.

Program and General Revenue

The County charges public fees for building permits, inspections, marriage licenses, document filing fees, ambulance (EMS) services, and other program-related services. These fees as well as fines for traffic violations and grant revenues are recorded as program revenue in the Statement of Activities. General revenue reported by the County include property taxes, other taxes, state-shared revenue, business licenses and other government imposed, non-exchange fees not specific to a particular program (e.g. business licenses (tax) and franchise fees, which are general revenue fees in lieu of business license tax).

E. Comparative Data and Reclassifications

Comparative data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations. Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

RICHLAND COUNTY, SOUTH CAROLINA
NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

2. Stewardship, Compliance and Accountability

A. Budgets and Budgetary Accounting

The County Council adopts an annual budget for General Fund revenue and expenditures prior to the beginning of each fiscal year. The adopted budget specifies expenditure limits appropriated to each County department. Departmental expenditures may not exceed amounts appropriated without the approval of County Council. Budget amounts reflected in accompanying financial statements represent the adopted budget and the final budget as amended. The adopted budget is the initial funding level appropriated by Council, and the amended budget includes any revisions approved by Council during the fiscal year. The County Administrator may approve any line item transfer within operating departments; however County Council is required to approve any change in departmental funding level including any transfer of funds between departments. Budgets are adopted on a basis materially consistent with generally accepted accounting principles (GAAP). Operating budgets are prepared for all funds except for Debt Service funds.

B. Encumbrances

Under encumbrance accounting outstanding purchase orders, contracts, and other commitments for unperformed contracts and goods and services at year end are recorded in order to reserve that portion of the applicable appropriation in the Governmental Fund Types. At year end all purchase orders lapse, except for any funds budgeted for capital which have not been completed and said funds have not been budgeted to other capital projects, other County Council road improvement and grant funds which have not been expended, funds for capital items authorized by purchase order but not received, and accommodations tax funds approved by the Accommodations Tax Committee and County Council which have not been expended. Such encumbered amounts are carried forward and are reported as reservations of fund balances. Certain encumbrances will be satisfied by the carry over of fund balances, or subsequent receipt of grants or entitlements.

C. Deficit Budgets and Fund Balances

For the year ended June 30, 2004, budgeted expenditures and other financing uses exceeded estimated revenues and other financing sources for the General Fund by \$346,201; Grants Special Revenue Fund by \$10,636,965; Victim's Rights Special Revenue Fund by \$656,871; Road Maintenance Special Revenue Fund by \$4,527,757; Airport Operations Special Revenue Fund by \$79,000; Temporary Alcohol Permits by \$2,071; Emergency Telephone Special Revenue Fund by \$1,198,556; Fire Special Revenue Fund by \$325,425; Stormwater Management Special Revenue Fund by \$922,935; Accommodations Tax Special Revenue Fund by \$25,000; Other Special Revenue Fund by \$336; Drainage Improvement Project Capital Projects Fund by \$689,332; Construction, Repair, and Fire Project Capital Projects Fund by \$5,249,286; Sheriff Vehicles and Other Projects Capital Projects Fund by \$3,473,671; and Renovations and Refunding Program Capital Projects Fund by \$17,788,074. These budget deficits were funded (if necessary) by unreserved and applicable reserved fund balances, and/or additional unbudgeted revenue.

At June 30, 2004, actual deficit fund balances resulted in the following: Victim's Rights Special Revenue Fund by \$96,755. This amount is expected to be resolved in the subsequent fiscal year.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

3. Deposits and Investments

State Statute authorizes the County to invest in (1) obligations of the United States and agencies thereof; (2) general obligations of the State of South Carolina or any of its political units provided such obligations are rated as an "A" or better by Moody's Investors Service, Inc. and Standard and Poor's Corporation or their respective successors; (3) interest bearing accounts in savings and loan associations to the extent that the same are insured by an agency of the Federal government; (4) certificates of deposit where the certificates are collaterally secured by securities of the type described above, held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificates of deposit so secured, including interest, provided, however, such collateral shall not be required to the extent the same are insured by an agency of the Federal Government; (5) or deposit accounts with banking institutions insured and secured in the same manner. The Statutes provide that all authorized investments shall have maturities consistent with the time or times when the invested monies will be needed in cash.

Three categories of risk have been developed by the GASB Statement No. 3 to disclose the various risks associated with the deposits and investments of public money as follows:

Deposits - The County's (and discretely presented component units) deposits are categorized to give an indication of the level of risk assumed by the County at year end. Category 1 includes deposits that are insured or collateralized with securities held by the County or its agent in the County's name. Category 2 includes uninsured and collateralized where the pledging financial institution's trust department or agent in the County's name holds securities. Category 3 includes uncollateralized deposits. The County's deposits at June 30, 2004, are reported at their respective carrying values.

Investments - The County's (and discretely presented component units) investments are categorized to give an indication of the level of risk assumed by the County at year end. Category 1 includes investments that are insured or registered or where the securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments where the securities are held by a financial institution's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments where the securities are held by the counter party in the County's name, or by its trust department or agent but not in the County's name. The County's investments at June 30, 2004, are reported at their respective fair values.

Based upon the above criteria, the bank balances and carrying amounts of the County's (Primary Government) deposits and investments at June 30, 2004 are summarized as follows:

	<i>(amounts shown in thousands)</i>		Carrying Amount
	Categories 1	2	
Bank Balance of Deposits			
Cash	\$ 10,381	\$ —	\$ 10,704
Total deposits	<u>\$ 10,381</u>	<u>\$ —</u>	<u>\$ 10,704</u>
Investments			
U.S Government Securities	\$ 325	\$ —	\$ 325
Repurchase Agreement	—	56,522	56,522
Investments not subject to categorization:			
State of South Carolina Treasurer's			
Investment Pool	—	—	291,404
Total investments	<u>\$ 325</u>	<u>\$ 56,522</u>	<u>\$ 348,251</u>

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

3. Deposits and Investments (continued)

Deposit and investment information for the County's discretely presented component units (Township and Richland County Public Library) are as follows:

At year end June 30, 2004, Township deposits and investments are summarized as follows:

	<i>(amounts shown in thousands)</i>	
	Category 1	Carrying Amount
Bank Balance of Deposits		
Cash	\$ 132	\$ 132

At year end June 30, 2004, the Richland County Public Library's deposits and investments are summarized as follows:

	<i>(amounts shown in thousands)</i>	
	Category 1	Category Amount
Bank Balance of Deposits		
Certificates of deposit	\$ 340	\$ 340
Discount notes	2,248	2,248
Total deposits	\$ 2,588	\$ 2,588

A reconciliation of deposits and investments to cash and cash equivalents shown on the Government-wide, Fiduciary financial statements and discretely presented component units (Township and Richland County Public Library) are as follows:

	<i>(amounts shown in thousands)</i>				
	Primary Government			Discretely Presented Component Units	
	Government Wide	Fiduciary Fund- Agency	Total	Township	Richland County Public Library
Cash on hand			\$ 6	\$ —	\$ —
Carrying amount of deposits			10,704	132	1,982
Carrying amount of investments			348,251	—	2,588
Totals			\$ 358,961	\$ 132	\$ 4,570
Cash and cash equivalents	\$ 1,386	\$ 5,064	\$ 6,450	\$ 132	\$ 1,982
Equity in pooled cash	86,181	266,005	352,186	—	—
Investments	325	—	325	—	2,588
Totals	\$ 87,892	\$ 271,069	\$ 358,961	\$ 132	\$ 4,570

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

4. Receivables

Receivables for the primary government, including applicable allowances for uncollectible accounts, at June 30, 2004, are as follows:

	<i>(amounts shown in thousands)</i>			
	Government Activities	Business-type Activities		Totals
		Solid Waste	Water/ Sewer	
Property taxes:	\$ 9,453	\$ 35	\$ —	\$ 9,488
Less, allowance for uncollectibles and amounts not available for current period	(5,103)	—	—	(5,103)
Net property taxes	4,350	35	—	4,385
Accounts:				
Users fees	—	1,607	425	2,032
EMS	16,160	—	—	16,160
Other:				
Hospital	423	—	—	423
Hospitality fees	345	—	—	345
Other	118	—	—	118
Less, allowance for uncollectibles	(14,116)	(227)	(175)	(14,518)
	2,930	1,380	250	4,560
Net receivables	\$ 7,280	\$ 1,415	\$ 250	\$ 8,945

Property taxes receivable includes delinquent and unpaid taxes, penalties and interest, if applicable, and is reported in the accompanying financial statements of the primary government net of that portion not available for current year budget appropriations as levied.

Accounts receivable represent amounts owed the County from Solid Waste and Water/Sewer Enterprise Fund customers, plus amounts owed to the County relating to EMS (emergency medical transportation/ambulance services).

Other receivables include amounts owed the County from Palmetto Health Systems pursuant to certain hospital lease and operating agreements (see Note 9). During the fiscal year, the County adopted a hospitality tax ordinance, which applicable businesses collect the taxes on hotel and food and beverage sales in the unincorporated areas of the County.

The allowance for uncollectibles for accounts and other receivables include estimated amounts for doubtful accounts associated with EMS, Solid Waste, and Water/Sewer customers.

Receivables at June 30, 2004 for the discretely presented component unit Richland County Public Library totaled \$1,130,707 and include amounts for property taxes, library fines, and interest.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

5. Interfund Receivables and Payables

In the Government-Wide Statement of Net Assets, interfund receivables and payables have been eliminated. The Governmental Fund short-term interfund receivables and payables at June 30, 2004 were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 103,506	\$ 8,929
Special Revenue Fund:		
Victim's Rights	8,929	—
Accommodations tax	—	103,506
	<u>\$ 112,436</u>	<u>\$ 112,436</u>

6. Due From/To Other Governments

Amounts due from other governments for the primary government at June 30, 2004, are as follows:

	<i>(amounts shown in thousands)</i>			
	<u>Governmental Activities</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Capital</u>	<u>Total</u>
Due from other governments:				
Kershaw County	\$ —	\$ 14	\$ —	\$ 14
City of Columbia:				
Tourism	—	66	—	66
Fire Service	—	1,895	—	1,895
Renovation	—	—	101	101
Business Licenses	35	—	—	35
	<u>35</u>	<u>2,097</u>	<u>101</u>	<u>2,097</u>
State	3,954	725	—	4,679
Federal	—	1,270	—	1,270
Total	<u>\$ 3,989</u>	<u>\$ 3,970</u>	<u>\$ 101</u>	<u>\$ 8,060</u>

Intergovernmental agreements between the County and the City of Columbia, South Carolina are more fully described in *Note 16*.

Amounts (in thousands) due to other governments as shown on the Statement of Net Assets for Governmental Activities equal \$953 at June 30, 2004, and includes \$252 to City of Columbia, \$126 to school districts, and \$575 to State of South Carolina. Business-type activity-Solid Waste Fund owes municipalities collected solid waste fees of \$31 (in thousands) at June 30, 2004.

There were no material amounts due from/to other governments at June 30, 2004 for the discretely presented component units.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

7. Capital Assets

A summary of the changes in the capital assets during the year ended June 30, 2004 is as follows:

	<i>(amounts shown in thousands)</i>				
Governmental Activities	Balance June 30, 2003	Additions	Deletions	Transfers	Balance June 30, 2004
General Capital Assets:					
Not subject to depreciation:					
Land	\$ 18,128	\$ 530	\$ —	\$ —	\$ 18,658
Construction-in-progress	2,390	5,956	—	(682)	7,664
Infrastructure	255,589	4,723	(2,631)	—	257,681
Total not subject to depreciation	276,107	11,209	(2,631)	(682)	284,003
Subject to depreciation:					
Buildings and improvements	215,376	590	—	682	216,648
Furniture, fixtures and equipment	15,455	1,337	—	—	16,792
Vehicles	20,178	5,084	(1,097)	—	24,165
Total subject to depreciation	251,009	7,011	(1,097)	682	257,605
Less, accumulated depreciation:					
Buildings and improvements	(71,936)	(7,181)	—	—	(79,117)
Furniture, fixtures and equipment	(10,998)	(1,118)	—	—	(12,116)
Vehicles	(15,048)	(3,212)	(1,097)	—	(17,162)
Total less, accumulated depreciation	(97,982)	(11,511)	(1,097)	—	(108,395)
Totals capital assets being depreciated, net	153,027	4,500	—	(682)	149,210
Net capital assets – Governmental Activities	<u>\$ 429,134</u>	<u>\$ 6,709</u>	<u>\$ (2,630)</u>	<u>\$ —</u>	<u>\$ 433,213</u>

Depreciation expense for general capital assets can not be specifically identified with a function of Governmental Activities and has been reported in the Statement of Activities as “unallocated”.

Construction-in-progress amounts included above are as follows:

Governmental Activities	<i>(amounts shown in thousands)</i>
GIS	30
Pavement Management System	222
Detention Center	7,412
	<u>\$ 7,664</u>

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

7. Capital Assets (continued)

	<i>(amounts shown in thousands)</i>			
Business-type Activities	Balance June 30, 2003	Additions	Deletions	Balance June 30, 2004
Proprietary Fund Capital Assets:				
Not subject to depreciation:				
Land	\$ 1,810	\$ 1,407	\$ —	\$ 3,217
Construction in progress	1,282	1,165	(857)	1,590
Total not subject to depreciation	3,092	2,572	(857)	4,807
Subject to depreciation:				
Buildings and improvements	11,874	7,155	—	19,029
Machinery and equipment	4,214	951	(293)	4,872
Computer equipment	39	54	—	93
Total subject to depreciation	16,127	8,160	(293)	23,994
Less, accumulated depreciation:				
Buildings and improvements	(3,018)	(556)	—	(3,574)
Machinery and equipment	(3,554)	(329)	293	(3,590)
Computer equipment	(22)	(47)	—	(69)
Total less, accumulated depreciation	(6,594)	(932)	293	(7,233)
Totals capital assets being depreciated, net	9,533	7,228	—	16,761
Net capital assets –				
Business-type Activities	\$ 12,625	\$ 9,800	\$ (857)	\$ 21,568

Capital assets of the Proprietary Funds at June 30, 2004, are as follows:

	<i>(amounts shown in thousands)</i>			
Proprietary Funds	Enterprise			
	Solid Waste	Sewer	Parking	Development Corporation
Land	891	919	259	1,149
Buildings and improvements	118	12,046	2,638	4,226
Machinery and equipment	4,110	716	47	—
Computer equipment	9	45	38	—
Construction-in-progress	—	1,590	—	—
Totals	5,128	15,316	2,982	5,375
Less, accumulated depreciation:				
Building and improvements	(106)	(2,558)	(828)	(82)
Machinery and equipment	(3,092)	(454)	(44)	—
Computer equipment	(1)	(40)	(28)	—
Totals	(3,199)	(3,052)	(900)	(82)
Net capital assets - Proprietary Funds	\$ 1,929	\$ 12,264	\$ 2,082	\$ 5,293

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

7. Capital Assets (continued)

Construction-in-progress amounts included of the Proprietary Funds are as follows:

	<i>(amounts shown in thousands)</i>
<u>Business-Type Activities-Sewer</u>	
Broad River Sewer System	\$ 668
Dryer Broad River Sewer System	132
Wastewater Treatment Lab/Admin. Building	58
Pond Drive Water System	17
Shady Grove PS Upgrade	38
Capitalized Interest Cost	677
	<u>\$ 1,590</u>

Capital assets of the discretely presented component units, Township and Richland County Public Library at June 30, 2004, are as follows:

	<i>(amounts shown in thousands)</i>	
<u>Component Units</u>	<u>Township</u>	<u>Richland County Public Library</u>
Works of Art	\$ —	\$ 140
Buildings and improvements	8	671
Contractual and other services	—	57
Vehicles	—	163
Furniture	—	207
Equipment	58	1,586
Library materials	—	14,136
Totals	<u>66</u>	<u>16,960</u>
Less, accumulated depreciation:	<u>(60)</u>	<u>(8,806)</u>
Net capital assets – Component Units	<u>\$ 6</u>	<u>\$ 8,154</u>

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

8. Long-Term Debt

Long-term debt for the primary government at June 30, 2004 is comprised of general obligations bonds, special assessment and special source revenue debt, and other long-term liabilities of capital leases, notes payable, certificates of participation, and accumulated compensated absences liability.

General Obligation (G.O.) bonds are issued to provide funds for the acquisition and construction of major capital facilities and equipment. G.O. bonds are direct obligations and pledge the full faith, credit and taxing power of the County. The South Carolina Constitution limits local government units borrowing power to eight percent (8%) of its assessed property values. The limitation excludes bonded indebtedness existing prior to December 1, 1997 (date of the Constitutional Amendment), certain special levies assessed on properties located in specific areas receiving special benefits, and other prescribed indebtedness approved by the voters through referendums.

Special Assessment bonds are issued to provide funds for the acquisition and construction of major capital facilities and equipment and are secured by the pledge of special tax revenues of the County for South Beltline Sewer District Bonds. The County has also issued Special Source Revenue Bonds. Special Assessment and Special Source Revenue Bonds are limited obligations of the County and do not constitute the general obligations, or pledge of the faith, credit or taxing power of the County or any other political subdivision.

A. Governmental Activities Debt

New Bond Debt

During the fiscal year, the County issued \$1,955,000 in General Obligation Bonds to provide resources to purchase vehicles. This has been accounted for in Capital Projects Fund.

During the fiscal year, the County issued \$3,700,000 in a Taxable Special Source Revenue Bond, Series 2004 for the purpose of financing the acquisition of real estate and construct infrastructure improvements thereon for Project Jaguar. The bond is a limited obligation of the County, the principal and interest shall be payable by the County solely out of pledged revenues and the Trust estate pursuant to the County's Indenture of Trust dated January 15, 2004. While under the terms of certain agreements, acquisition of land and buildings is to be conducted by the Richland County Development Corporation (a blended component unit) in conjunction with the I-77 Corridor Regional Industrial Park and the Master Multi-County Park Agreement dated April 15, 2003, the County has initially accounted for the bond in its General Fund.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

8. Long-Term Debt (continued)

A. Governmental Activities Debt (continued)

Changes in the County's long-term debt for its Governmental Activities follows:

General Obligation Bonds	Balance June 30, 2003	Additions	Deletions	Balance June 30, 2004	Amounts Due Within One Year
G.O. Current Interest Bonds of 1991, dated 12/1/91 with interest of 5.75% to 5.90% and Capital Appreciation Bond-Refunding Bond of 1991 Series A,B and D with interest of 6.25% to 6.50% Plus, accreted interest	\$ 4,021,237 4,501,750 <u>8,522,987</u>	\$ — 517,077 <u>517,077</u>	\$ (1,106,253) (1,228,747) <u>(2,335,000)</u>	\$ 2,914,984 3,790,080 <u>6,705,064</u>	\$ 2,280,469
G.O. Current Interest Bonds of 1991, dated 12/1/91 with interest of 5.75% to 5.90% and Capital Appreciation Bond- Refunding Bond of 1991 Series C with interest of 6.25% to 6.50% Greenvview/Farwold Plus, accreted interest	112,454 125,891 <u>238,345</u>	— 8,880 <u>8,880</u>	(40,271) (44,729) <u>(85,000)</u>	72,183 90,042 <u>162,225</u>	\$ 83,015
G.O. Bonds of 1997, dated 8/19/97 with interest of 4.25% to 6.25% - Drainage 97A	2,000,000	—	(500,000)	1,500,000	\$ 500,000
G.O. Bonds of 1997B, dated 9/1/97 with interest of 4.00% to 6.00%	1,200,000	—	(300,000)	900,000	\$ 300,000
G.O. Bonds of 2001A, dated 8/1/01 with interest of 3.50% to 4.25% -Detention	17,875,000	—	(1,405,000)	16,470,000	\$ 1,465,000
G.O. Bonds of 2001B, dated 8/1/01 with interest of 4.0% to 4.125% - Midlands Technical College	1,700,000	—	(160,000)	1,540,000	\$ 165,000
G.O. Bonds of 2001C, dated 8/1/01 with interest of 4.00% to 4.60% - Detention refunding	12,020,000	—	(710,000)	11,310,000	\$ 735,000
G.O. Bonds of 2002A, dated 9/1/02 with interest of 3.00% to 3.50% - Fire Protection	3,825,000	—	—	3,825,000	\$ —

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

8. Long-Term Debt (continued)

A. Governmental Activities Debt (continued)

General Obligation Bonds	Balance June 30, 2003	Additions	Deletions	Balance June 30, 2004	Amounts Due Within One Year
G.O. Bonds of 2002B, dated 9/1/02 with interest of 3.00% to 3.50%	4,025,000	—	—	4,025,000	\$ —
G.O. Bonds of 2003A, dated 6/1/03 with interest of 2.00%	2,450,000	—	(610,000)	1,840,000	\$ 610,000
G.O. Refunding Bonds of 2003B, dated 6/1/03 with interest of 2.00% to 5.00%	20,230,000	—	(2,400,000)	17,830,000	\$ 2,440,000
G.O. Refunding Bonds of 2003C, dated 6/1/03 with interest of 2.00% to 4.00%	2,250,000	—	(350,000)	1,900,000	\$ 335,000
G.O. Bonds of 2004A, dated 5/1/04 with interest of 3.00% to 4.00% - Vehicles	—	1,955,000	—	1,955,000	\$ 480,000
Total general obligation bonds	71,708,691	1,955,000	(7,581,524)	66,082,167	
Plus, accreted interest	4,627,641	525,957	(1,273,476)	3,880,122	
Less, current portions	—	(9,393,484)	—	(9,393,484)	
Plus, unamortized premiums	1,840,171	—	(230,031)	1,610,140	
Net general obligation bond debt	<u>\$78,176,503</u>	<u>\$ (6,912,527)</u>	<u>\$ (9,085,031)</u>	<u>\$62,178,945</u>	

Special Assessment/Source debt obligations of the County's Governmental Activities at June 30, 2004 are as follows:

Special Assessment/Source Debt	Balance June 30, 2003	Additions	Deletions	Balance June 30, 2004	Amounts Due Within One Year
GO Bonds of 1987, dated 10/1/87 with interest of 6.5% to 8.75% - South Beltline Sewer District	\$ 100,000	\$ —	\$ (100,000)	\$ —	\$ —
Special Source Revenue Bond of 2004, dated 1/29/04 with interest of 4.64% - Project Jaguar	—	3,700,000	—	3,700,000	\$ 370,000
Total special assessment/source debt	100,000	3,700,000	(100,000)	3,700,000	
Less, current portion	—	(370,000)	—	(370,000)	
Net special assessment/source debt	<u>\$ 100,000</u>	<u>\$ 3,330,000</u>	<u>\$ (100,000)</u>	<u>\$ 3,330,000</u>	

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

8. Long-Term Debt (continued)

A. Governmental Activities Debt (continued)

Other general long-term obligations of the County's Governmental Activities at June 30, 2004 are as follows:

Other General Long-term Liabilities	Balance June 30, 2003	Additions	Deletions	Balance June 30, 2004	Amounts Due Within One Year
3.886% Capital Lease Obligation-Network System	\$ 240,543	\$ —	\$ (48,893)	\$ 191,650	\$ 50,829
Note Payable-SCDOT	487,810	—	(50,000)	437,810	50,000
Less, imputed interest	(112,294)	—	19,263	(93,031)	(17,187)
	<u>375,516</u>	<u>—</u>	<u>(30,737)</u>	<u>344,779</u>	<u>\$ 32,813</u>
Note Payable-City of Columbia	1,321,647	—	(251,904)	1,069,743	\$ 242,012
Certificates of Participation	1,605,000	—	—	1,605,000	\$ 230,000
Total other long-term liabilities	3,655,000	—	(350,797)	3,304,203	
Less, imputed interest	(112,294)	—	19,263	(93,031)	
Less, current portions	—	(555,654)	—	(555,654)	
Net other long-term liabilities	<u>\$ 3,542,706</u>	<u>\$ (555,654)</u>	<u>\$ (331,534)</u>	<u>\$ 2,655,518</u>	
Accrued compensated absences	<u>\$ 3,454,495</u>	<u>\$ 1,058,710</u>	<u>\$ (769,341)</u>	<u>\$ 3,743,864</u>	

Certain of the County's General Obligation Bonds Series 1991 A, B, C, and D consists of deep-discount capital appreciation bonds. Accordingly, interest has been accreted annually at an average effective yield of approximately 6.45%.

The County has an agreement with the South Carolina Department of Transportation (SCDOT) dated December 13, 1978, to pay \$50,000 a year, with zero interest, until the \$1,697,810 County portion of the Columbia Area Thoroughfare Plan right-of-way acquisition program is paid. The unpaid balance at June 30, 2004 totaled \$437,810. An amount of imputed interest has been computed at five percent (5%) for the year ended June 30, 2004.

The County has a 15 year note payable of \$2,000,000 to the City of Columbia dated September 7, 1994 with interest at 8.5% per annum for the purchase of land to be used for economic incentive. The note is scheduled to be paid in full with fees-in-lieu-taxes received by the County from the new corporate owner of the land. The unpaid balance at June 30, 2004 totaled \$1,069,743.

The County's Administrative Building Corporation (now known as Richland County Development Corporation) issued \$4,780,000 in Certificates of Participation (COP's) dated June 1, 1994 with interest ranging from 3.5% - 5.75% to finance the acquisition of a building and certain fixtures and equipment. The unpaid balance at June 30, 2004 totaled \$1,605,000.

Additionally, the County maintains certain capital lease obligations (*See Note 9*).

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

8. Long-Term Debt (continued)

B. Business-type Activities Debt

New Bond Debt

During the fiscal year, the County issued \$15,500,000 in Sewer System General Obligation Refunding Bonds Series 2003D to provide resources for the Broad River Road Wastewater Treatment Plant (BRRWWTP) upgrade. This has been accounted for in the Business-type Activities - Water/Sewer Enterprise Fund.

Refunded Bond Debt

During the fiscal year, the County issued \$6,275,000 in Sewer System General Obligation Refunding Bonds Series 2003E to current refund the remaining balance of the County's Series 1994A Sewer System bonds (\$5,945,000). At June 30, 2004, no outstanding Series 1994A bonds remain. Through this refunding, the County reduced its debt service payments by \$525,378 and obtained an economic gain (difference between the present values of the old versus new debt service requirements) of \$386,644. This has been accounted for in the Business-type Activities - Water/Sewer Enterprise Fund.

The change in these long-term bonds for the year ended June 30, 2004 is as follows:

General Obligation Bonds	Balance 6/30/03	Additions	Deletions	Balance 6/30/04
G.O. Bonds of 1994 Series A dated 2/1/94 with interest of 4.60% to 6.50%	\$ 5,945,000	\$ —	\$ (5,945,000)	\$ —
G.O. Bonds of 2003 Series D dated 9/1/03 with interest of 3.0% to 5.375%	—	15,500,000	—	15,500,000
G.O. Bonds of 2003 Series E Refunding dated 9/1/03 with interest of 2.025% to 4.4	—	6,275,000	(430,000)	5,845,000
Total general obligation bonds	5,945,000	21,775,000	(6,375,000)	21,345,000
Less, current portion	—	(345,000)	—	(345,000)
Total non-current portion	<u>\$ 5,945,000</u>	<u>\$21,430,000</u>	<u>\$ (6,375,000)</u>	<u>\$ 21,000,000</u>

Mortgage Note – Development Corporation

During the fiscal year, the County, through its Richland County Development Corporation (a blended component unit), entered into a \$6,300,000 mortgage loan for the purpose of acquiring certain land and building improvements on Marion Street in Columbia, South Carolina. This has been accounted for in the Development Corporation Enterprise Fund.

	Balance 6/30/03	Additions	Deletions	Balance 6/30/04
4.25% Marion St. Mortgage Note	\$ —	\$ 6,300,000	\$ (67,431)	\$ 6,232,569
Less, current portion	—	(210,188)	—	(210,188)
Total non-current portion	<u>\$ —</u>	<u>\$ 6,089,812</u>	<u>\$ (67,431)</u>	<u>\$ 6,022,381</u>

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

8. Long-Term Debt (continued)

C. Annual Requirements for Long-Term Debt

Annual principal and interest requirements to amortize long-term bonds, notes, and certificates of participation (COPS) at June 30, 2004, are summarized as follows (see *Note 9* for capital leases):

	Principal Requirements	Interest Requirements	Total Requirements
<u>General Obligation Bonds:</u>			
FY 2005(due within one year)	\$ 9,393,484	\$ 2,548,639	\$ 11,942,123
FY 2006	9,609,944	2,355,696	11,965,640
FY 2007	9,033,861	2,316,729	11,350,590
FY 2008	6,340,000	1,771,040	8,111,040
FY 2009	6,060,000	1,515,678	7,575,678
FY 2010-2014	24,905,000	3,628,312	28,533,312
FY 2015-2017	4,620,000	318,956	4,938,956
	<u>\$ 69,962,289</u>	<u>\$ 14,455,050</u>	<u>\$ 84,417,339</u>
<u>Special Assessment/Source Debt:</u>			
FY 2005(due within one year)	\$ 370,000	\$ 171,680	\$ 541,680
FY 2006	370,000	154,512	524,512
FY 2007	370,000	137,344	507,344
FY 2008	370,000	120,505	490,505
FY 2009	370,000	103,008	473,008
FY 2010-2014	1,850,000	257,661	2,107,661
	<u>\$ 3,700,000</u>	<u>\$ 944,710</u>	<u>\$ 4,644,710</u>
<u>Other Long-Term Liabilities:</u>			
FY 2005(due within one year)	\$ 572,841	\$ 189,782	\$ 762,623
FY 2006	594,648	154,243	748,891
FY 2007	597,821	116,792	714,613
FY 2008	602,220	80,026	682,246
FY 2009	443,862	43,029	486,891
FY 2010-2013	492,811	17,538	510,349
	<u>\$ 3,304,203</u>	<u>\$ 601,410</u>	<u>\$ 3,905,613</u>
<u>General Obligation Bonds – Sewer Enterprise Fund</u>			
FY 2005(due within one year)	\$ 345,000	\$ 1,003,419	\$ 1,348,419
FY 2006	415,000	994,362	1,409,362
FY 2007	435,000	983,206	1,418,206
FY 2008	440,000	970,606	1,410,606
FY 2009	450,000	956,676	1,406,676
FY 2010-2014	2,510,000	4,514,856	7,024,856
FY 2015-2019	3,065,000	3,956,111	7,021,111
FY 2020-2024	3,855,000	3,152,594	7,007,594
FY 2025-2029	4,920,000	2,088,594	7,008,594
FY 2030-2033	4,910,000	675,906	5,585,906
	<u>\$ 21,345,000</u>	<u>\$ 19,296,330</u>	<u>\$ 40,641,330</u>
<u>Mortgage Note – Development Corporation</u>			
FY 2005(due within one year)	\$ 210,188	\$ 260,518	\$ 470,706
FY 2006	219,297	251,409	470,706
FY 2007	228,801	241,905	470,706
FY 2008	238,717	231,989	470,706
FY 2009	5,335,566	112,142	5,447,708
	<u>\$ 6,232,569</u>	<u>\$ 1,097,963</u>	<u>\$ 7,330,532</u>

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

8. Long-Term Debt (continued)

D. Other Political Subdivisions (Overlapping Debt)

Various governing bodies within Richland County have issued bonds for educational and other purposes. The full faith and taxing power of each individual district is pledged to secure the outstanding debt of the district and accordingly, these amounts are not reported by the County in these financial statements. The Treasurer of Richland County collects taxes levied on property of each district for the purpose of paying the debt as it matures. The bonds mature serially and are subject to early redemption in accordance with the terms and conditions of each applicable bond agreements.

Outstanding bonds payable from the various debt service funds maintained by the County Treasurer at June 30, 2004 are as follows:

	<u>Balance June 30, 2004</u>
Recreation Commission General Obligation Bonds	\$ 9,036,892
East Richland County Public Sewer Commission General Obligation Sewage Disposal Bonds State Revolving Fund	15,275,000
Riverbanks Park Commission General Obligation Bonds	16,900,000
School District Number 1 School Building Bonds	403,725,000
School District Number 2 School Building Bonds	131,805,000
Total other political subdivisions	<u>\$ 576,741,892</u>

The County boundaries also include an additional \$46,175,000 overlapping debt of other political subdivisions (City of Columbia and Lexington School District 5) not administered by the County Treasurer. The extent of overlap ranges from 35% to 100%. The Treasurers of both Richland and Lexington Counties collect taxes levied on all taxable property within the Counties for the purpose of retiring the debt of the Riverbanks Park Commission as it matures. All taxes collected by the Treasurer of Lexington County are remitted to the Treasurer of Richland County, who in turn, remits the appropriate amounts to the paying agent.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

9. Capital and Operating Leases

There were no material operating lease expenditures (expenses) for the year ended June 30, 2004.

A. Capital Lease Obligations

A capital lease is an agreement which specifies a transfer of benefits and risk of ownership to the lessee. At June 30, 2004, the County maintained a lease of its network equipment in Governmental Activities. The future minimum lease payments are as follows:

Year Ended June 30,	Total
2005	\$ 57,384
2006	57,384
2007	57,384
2008	33,476
Total lease payments	205,628
Less, interest	(13,978)
Present value of future minimum lease payments	191,650
Less, current portion	(50,829)
Total non-current portion	\$ 140,821

B. Operating Lease Agreements – Lessor

Richland County derives a portion of its General, Special Revenue and Development Corporation Enterprise Fund revenue from leases of real property and facilities, primarily from its Hospital, Airport, its Northeast Industrial Park, and Marion Street properties. Additionally, Richland County maintains agreements with businesses in the community and leases real property for nominal amounts in association with issuances of conduit debt and fees-in-lieu of tax arrangements (see *Note 10*).

Hospital Lease Agreement

Richland County and the Board of Trustees of the Richland Memorial Hospital entered into a lease agreement, dated February 9, 1998 (as amended on April 22, 2003) with Palmetto Health Alliance f/k/a BR Health System, Inc., (collectively referred to herein as "Palmetto"); whereby all real and personal property of the former Richland Memorial Hospital held by the County and the Board of Trustees including existing improvements located thereon, any easements, right-of-ways, and other similar rights of way are leased to Palmetto for an initial period of 35 years, ending December 31, 2032. The lease can automatically be extended for a period of five (5) years contemporaneously with the fifth (5th), the tenth (10th) and the (15th) anniversary date of the lease.

Base annual rents require an 'in advance' annual amount of \$250,000 plus the direct cost of directors and officers liability insurance coverage to the Board of Trustees. Additionally, Palmetto pays the County annually \$1,693,000, plus an amount equal to the County's annual assessment for the Medically Indigent Assistance program (MIAP) as determined by the State of South Carolina, plus \$150,000 for community-based primary care clinics and programs as determined by County Council. Additionally, Palmetto assumes and bears all costs associated with health care services to indigent patients of the County during the term of the lease. Subsequent to June 30, 2004, the Hospital lease was amended.

At June 30, 2004, the carrying value of capital assets for the Hospital equaled \$77 million (historical costs of \$112 million, less accumulated depreciation of \$35 million).

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

9. Capital and Operating Leases (continued)

B. Operating Lease Agreements – Lessor (continued)

Airport Lease Agreement

The County entered into a new 20-year lease and use with a third-party fixed based operator (FBO) to manage and operate the County's Owens Field Airport (general aviation). The County, as lessor, leases all facilities and improvements connected with or appurtenant to the Airport, including the use of landing areas, runways, taxiways, navigational aids, terminal facilities, aircraft parking areas, maintenance hangers, fuel farm, wash rack, and public parking areas. The lease agreement calls for monthly payments of five cents (\$.05) per gallon of fuel sales, plus two percent (2%) of gross sales income from all "commercial aviation activities", excluding the sale of aircraft, fuel and maintenance (parts and labor). The lease is scheduled to expire on June 30, 2024, with one five-year renewal option.

At June 30, 2004, the carrying value of capital assets for the Airport equaled \$5.5 million (historical costs of \$9.5 million, less accumulated depreciation of \$4.0 million).

Marion Street Property

The County (through its Richland County Development Corporation) acquired land and building on Marion Street. Space in the building is being leased to a third-party at an annual rental payment of \$509,040. Three-years remain on the lease contract with one five-year option to extend. At June 30, 2004, the carrying value of the Marion Street capital assets equaled \$5.3 million (historical costs of \$5.4 million, less accumulated depreciation of \$0.1 million).

10. Conduit Debt and FILOT Arrangements

From time to time, the County issues Industrial Development Revenue Bonds (IRB's) to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest.

The bonds are generally for a period of twenty (20) years, are secured by the property financed, and are payable solely from the payments received on the underlying mortgage notes or lease arrangements. Pursuant to County Council ordinances and certain lease agreements, the County shall own legal title to the real property and facilities during the term of the lease and debt service of the bonds shall be payable solely out of lease payments made by the business.

Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities, nor are the deeded (leased) assets in the accompanying County financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

10. Conduit Debt and FILOT Arrangements (continued)

At June 30, 2004, there were approximately 50 outstanding arrangements where IRB's have been issued by the County with the initial aggregate amount of bonds exceeding \$2.5 billion. The remaining aggregate principal amounts payable at June 30, 2004 is undeterminable at this time.

Additionally, Richland County has entered into various incentive arrangements with developing businesses in the community whereby the County agrees for the business to pay an annual amount of fees-in-lieu of *ad valorem* property taxes (FILOT) during a period not exceeding twenty (20) years. Pursuant to County Council ordinances and certain agreements, the County shall own legal title to the real and personal property. At the expiration of the agreement, the County agrees to convey title of the property to the business. Accordingly, assets held by the County in FILOT arrangements are not recorded in the accompanying financial statements.

The County is also a party to a Multi-County Industrial Park arrangement where collections of certain fees-in-lieu-of property taxes are shared on a predetermined prorata basis with adjoining counties.

11. Landfill Closure and Postclosure Care Costs

Richland County Municipal Solid Waste Landfill stopped accepting solid waste on October 2, 1995. State and federal laws require the County to place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The County is currently making remedial repairs to the final cover system and is awaiting notification from the South Carolina Department of Health and Environmental control (SCDHEC) to officially move the facility to post closure.

In addition to operating expenses related to current activities of the landfill, an expense provision and related liability have been recognized in the Solid Waste Enterprise Fund based on the post closure care costs that will be incurred after the date the landfill has been moved to post closure. The change in estimated liability post-closure care costs decreased \$254,000 with a balance of \$2,464,999 as of June 30, 2004. However, the actual costs of closure and post-closure may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

12. Net Assets

Net assets of the Government-Wide and Proprietary Fund financial statements represent the difference between assets and liabilities. Reported amounts for invested in capital assets and restricted net assets are as follows:

	<i>(amount shown in thousands)</i>			
	Governmental Activities	Business-type Activities	Component Units	
			Public Library	Township
<u>Invested in Capital Assets, Net of Related Debt:</u>				
Net capital assets:				
Primary government	\$ 433,213	\$ 21,568	\$ —	\$ —
Component units	—	—	8,154	6
Less, long-term debt	(78,483)	(27,577)	—	—
Add, unspent proceeds of long-term debt	3,700	16,361	—	—
Total invested in capital assets, net of related debt	<u>\$ 358,430</u>	<u>\$ 10,352</u>	<u>\$ 8,154</u>	<u>\$ 6</u>
<u>Restricted:</u>				
Grants	\$ 910	\$ —	\$ —	\$ —
Hospitality Tax	2,402	—	—	—
Road Maintenance	815	—	—	—
Fire Service	5,002	—	—	—
Tourism Development	371	—	—	—
Law Enforcement	82	—	—	—
Debt service	6,096	—	—	—
Capital projects	—	—	925	—
Total restricted net assets	<u>\$ 15,678</u>	<u>\$ —</u>	<u>\$ 925</u>	<u>\$ —</u>

13. Capital Contributions

Capital contributions for the year ended June 30, 2004 have been recognized in the Government-wide Financial Statements and Proprietary Funds as non-operating revenue. Contributions during the year ended June 30, 2004, consisted of grants and other cash contributions, and developer deeded capital assets, together totaling \$63,026 for Solid Waste Enterprise Fund, \$2,428,400 for Water/Sewer Enterprise Fund, and \$91,367 for Development Corporation Enterprise Fund.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

14. Employee Benefit Plans

A. South Carolina Retirement and Police Officer's Retirement Systems

All County employees, except for police department personnel, participate in the South Carolina Retirement System (SCRS), a cost-sharing, multiple-employer, defined benefit pension, public employee retirement system. County police officers participate in the South Carolina Police Officer's Retirement System (SCPORS), a cost-sharing, multiple-employer, defined benefit pension, public employee retirement system. The plan is administered by the Retirement Division of the State Budget and Control Board. Generally all employees are required to participate in and contribute to the System as a condition of employment unless exempted by law as provided in Section 9-1-480 of the South Carolina Code of Laws. The County's total payroll for the year ended June 30, 2004, was approximately \$52,737,356, of which \$27,096,936 and \$24,640,563 were for employees covered by the SCRS and the SCPORS, respectively. The total payroll for the year ended June 30, 2003, was approximately \$49,964,914, of which \$23,595,344 and \$22,918,252 were for employees covered by the SCRS and the SCPORS, respectively. The total payroll for the year ended June 30, 2002, was approximately \$48,690,517, of which \$23,183,831 and \$22,601,138 were for employees covered by the SCRS and the SCPORS, respectively.

Both the SCRS and the SCPORS offer retirement and disability benefits, cost of living adjustments on an ad-hoc basis, life insurance benefits and survivor benefits. The Plans' provisions are established under Title 9 of the South Carolina Code of law. Both employees and the County are required to contribute to the Plans at rates established under authority of Title 9 of the South Carolina Code of Laws. The County's contributions are actuarially determined, but are communicated to and paid by the County as a percentage of the employee's annual earnings.

The County's required contributions to the SCRS for employer and employee portions for the years ended June 30, 2004, expressed as a dollar amount and as a percentage of covered payroll in 2004 were \$1,815,497 and 6.7% and \$1,502,342 and 6.0%, respectively, and the contributions to the SCPORS for the employer and employee portions were \$2,537,980 and 10.3% and \$1,555,410 and 6.5%, respectively. The County's required contributions to the SCRS for employer and employee portions for the years ended June 30, 2003 expressed as a dollar amount and as a percentage of covered payroll in 2003 were \$1,707,523 and 6.7% and \$1,415,725 and 6.0%, respectively, and the contributions to the SCPORS for the employer and employee portions were \$2,409,514 and 10.7% and \$1,489,690 and 6.5%, respectively. The County's required contributions to the SCRS for employer and employee portions for the years ended June 30, 2002, expressed as a dollar amount and as a percentage of covered payroll in 2002 were \$1,649,005 and 6.85% and \$1,391,032 and 6.0%, respectively, and the contributions to the SCPORS for the employer and employee portions were \$2,342,278 and 10.7% and \$1,469,080 and 6.5%, respectively.

In addition to the above rates, the County's required contributions to the SCRS to provide a group life insurance benefit for their participants expressed as a dollar amount and as a percentage of covered payroll were approximately \$40,647 and 0.15% of annual earnings, and the contributions to the SCPORS to provide a group life insurance benefit and an accidental death benefit for their participants expressed as a dollar amount and as a percentage of covered payroll were approximately \$49,282 and 0.2%.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

14. Employee Benefit Plans (continued)

A. South Carolina Retirement and Police Officer's Retirement Systems (continued)

Substantially all employees of the Richland County Public Library are also members of SCRS. Employer and employee contributions expressed as a percentage of covered payroll are 6.7% and 6%, respectively. The contribution requirements of plan members and the Richland County Public Library are established and may be amended by the SCRS. The Richland County Public Library's actual contributions to the SCRS for the years ending June 30, 2004, 2003, and 2002, were \$496,555, \$468,043, and \$454,387, respectively, and equaled the required contributions of 6.7%. Also, the Library paid employer group life insurance contributions of \$11,114 and \$10,479 for the years ended June 30, 2004 and 2003, respectively, at a rate of .16% of compensation.

A comprehensive annual financial report containing financial statements and required supplementary information for the SCRS and SCPORS is issued and publicly available by writing the South Carolina Retirement System, P. O. Box 11960, Columbia, South Carolina 29211-1960.

B. Post-Employment Benefits

In addition to providing pension benefits, the County provides certain post-employment health care benefits for retired employees as per the requirements of a local ordinance. All of the County's employees may become eligible when they are eligible to draw benefits from SCRS or SCPORS system. The cost of these benefits is recognized as an expenditure of the General Fund on a pay-as-you-go basis as provided for in the annual budget ordinance. These benefits will cease if funds are not available for appropriation. For fiscal year 2004, these costs totaled \$1,173,531. As of year end, there were 356 employees that were receiving benefits.

Richland County Public Library employees, with fifteen (15) years of continuous service, are eligible to receive post-retirement health benefits if upon retirement they immediately begin drawing South Carolina retirement pay. When the retiree reaches age 65, this coverage becomes secondary to Medicare. Payment of these benefits is unfunded and on a pay-as-you-go basis. During the current year, the Library paid \$31,991 in post-retirement benefits, covering ten people.

C. Deferred Compensation Plan

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

The Small Business Job Protection Act of 1996 (the Act) eliminated the requirement that Section 457 plan assets legally remain the assets of the sponsoring government. The Act now requires that amounts deferred under a Section 457 plan be held in trust for the exclusive benefit of participating employees and not be accessible by the government or its creditors. Accordingly, the amount held by the South Carolina Deferred Compensation Program on behalf of the County and its participants are not reported in the County's financial statements.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

15. Segment Information

The County has elected to present disaggregated information regarding all Enterprise Funds in the Proprietary Fund financial statements – Statement of Net Assets, Statement of Revenue, Expenses and Changes in Net Assets, and Statement of Cash Flows.

Disaggregated information of the component units is also presented in the basic financial statements.

16. Intergovernmental Agreements

The County has entered into various agreements with the City of Columbia, South Carolina (the “City”) regarding fire services, emergency 911 services, billing and collection of business licenses, purchases and sale of land, sewer systems, and renovations of the Columbia Township Auditorium (a discretely presented component unit). Additionally, the County is a party along with the City regarding a multipurpose convention/ conference facility (see *Note 17*).

Fire Services – The County entered into an agreement with the City for the City to provide fire protection services to the unincorporated areas of the County. The County imposes a special fire service property tax, purchases fire-related equipment, and pays the City for fire personnel costs of servicing the unincorporated areas of the County. Additionally, the City imposes a fire service fee that is charged City water customers in the unincorporated areas of the County. At June 30, 2004, the City owed the County \$1,895,045 (see *Note 6*).

Emergency 911 – The County provides emergency 911 services throughout Richland County, and pursuant to an agreement with the City, the County provides the services to residents of the City. The County collects a 911 emergency fee from telephone utility enterprises in the community. In consideration of providing the services, the City remits its collections of the fees to the County.

Business Licenses – Pursuant to an agreement with the City, the City administers the billing and collection of County business license fees for the unincorporated areas of the County. Fees collected are remitted to the County periodically, less administrative costs incurred by the City. At June 30, 2004, the City owed the County \$34,784 (see *Note 6*).

Township Auditorium – The County and the City have entered into an agreement whereby costs of certain improvements to the facilities are shared by the two governments. At June 30, 2004, the City owed the County \$100,861 (see *Note 6*).

Note Payable – The County has issued a \$2 million promissory note payable to the City for the purchase of land for economic development. The note is to be paid from fees-in-lieu of taxes received by the County from the private-sector business. At June 30, 2004, the outstanding balance totaled \$1,069,743 (see *Note 8*).

Sewer Systems – The City annexed certain properties which were serviced by the County’s sewer system in the Galaxy, South Beltline, and Greenview/Fairwold communities. In an agreement with the County, the City agreed to purchase the systems and pay the remaining debt service associated with those special tax districts.

Additionally, the County entered into an agreement with the Town of Eastover whereby the County will provide certain upgrades and improvements to the regional waste water treatment facility.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

17. Intergovernmental Agreements – Convention Center/Tourism Development Fees

The Midlands Regional Convention Center is a joint undertaking and development by Richland County, Lexington County, and the City of Columbia (collectively the Government Entities) for the development and operation of a multipurpose convention/ conference facility in Columbia, South Carolina.

Pursuant to Ordinance #96-096HR, Richland County established a three percent (3%) Tourism Development Fee to be levied on all businesses providing transient accommodations in the unincorporated areas of Richland County. Pursuant to an Intergovernmental Agreement dated January 1, 2002, such fees (less all operational and administrative costs associated with billing and collections thereof) are being distributed to the City of Columbia and deposited into special accounts to defray a portion of the costs of construction, furnishing and equipping a new multipurpose convention/ conference center and on-site parking facilities which is being financed through the issuance of Columbia Public Facility Corporation, Certificates of Participation, Series 2002.

Pursuant to agreements, Richland County is a member of the Midlands Regional Convention Center Authority (a South Carolina nonprofit corporation), but has no undivided interest in the Convention Center and has no liability or obligation directly for the Certificates of Participation except to remit its Tourism Development Fees for the next twenty (20) years, ending December 31, 2022.

18. Commitments and Contingencies

Litigation

The County is party to various other legal proceedings that normally occur in governmental operations. County officials believe the legal proceedings are not likely to have a material adverse effect on the County's financial position.

Federal and State Assisted Programs

In the normal course of operations, the County participates and receives grant funds from various federal and state agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to insure compliance with conditions precedent to the granting of funds. Such audits could result in the possible liability for reimbursement or refund of grant monies to the grantor agencies. However, the County's management believes that any liability for reimbursement which may arise as the result of such audits would not be material to the financial position of the County.

Commitments

In addition to the County financial commitment of Tourism Development Fees to the Convention Center (See Note 17), the County had outstanding contractual commitments at June 30, 2004 approximating \$3.0 million primarily for construction projects and equipment.

The County has committed to construct a 6.0 MGD upgrade to its Broad River Road Wastewater Treatment Plant (BRWWTP) with an estimated cost of \$15.5 million.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

19. Risk Management

The County is exposed to losses from property perils, accidents, illness, and negligence for which the County has insurance. The County self insures the worker's compensation and liability programs. The County funds the costs by charging premiums to user departments. The stop-loss provision for Worker's Compensation is \$300,000 and excess insurance is obtained through the South Carolina Counties Workers Compensation Trust.

The County also self insures part of its general and auto liability. The stop-loss provision is \$300,000 and excess insurance is obtained from Arthur J. Gallagher & Company.

The General Fund establishes claim liabilities based on estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on coverage involved. Estimated amounts of salvage, subrogation, and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability, and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount, particularly for coverages such as general liability. Adjustments to claims liabilities are charged and credited to expense in the period in which they are made.

For the year ended June 30, 2004, outstanding claims and claims incurred but not reported approximated \$4.0 million. Changes in the aggregate liability were as follows:

<u>Fiscal Year</u>	<u>Beginning Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Ending Liability</u>
2001	\$ 1,478,679	\$ 1,556,660	\$ (1,825,401)	\$ 1,209,938
2002	1,209,938	3,169,438	(638,189)	3,741,187
2003	3,741,187	1,708,905	(1,457,258)	3,992,834
2004	3,992,834	1,513,703	(342,980)	5,163,557

The County continues to carry commercial insurance for all other risks of loss. The County has had no significant reductions in insurance coverage during the year and settlements have not exceeded insurance coverage for each of the past three fiscal years.

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

20. Reconciliation of Government-Wide and Fund Financial Statements

A. Explanations of Differences between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets

The Governmental Fund Balance Sheet includes a reconciliation between fund balance amounts and Net Assets-Governmental Activities. The details of the reconciled amounts are as follows:

Capital assets in governmental activities are not financial resources and therefore are not reported in the fund financial statements.

Capital assets	\$ 541,608,980
Less, accumulated depreciation	<u>(108,395,721)</u>
Net amount reported	<u><u>\$ 433,213,259</u></u>

Some of the County's taxes will be collected after year end, but are not available soon enough to pay for current period's expenditures.

Property taxes, net of allowance for uncollectibles	\$ 4,804,271
Hospitality taxes	<u>345,064</u>
	<u><u>\$ 5,149,335</u></u>

Long-term liabilities, including bonds and notes payable, and accrued interest are not due and payable in the current period and therefore are not reported in the fund financial statements.

Accrued interest payable	\$ 965,882
Long-term bond and other obligations	<u>82,227,465</u>
Net amount reported	<u><u>\$ 83,193,347</u></u>

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

20. Reconciliation of Government-Wide and Fund Financial Statements (continued)

B. Explanations of Differences between the Governmental Fund Statement of Revenue, Expenditures and Fund Balances and the Government-Wide Statement of Activities

The Governmental Fund Statement of Revenue, Expenditures and Changes in Fund Balances includes reconciliation between net changes in fund balance and Changes in Net Assets-Governmental Activities. The details of the reconciled amounts are as follows:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation in the current period.

Capital outlay expenditures	\$ 18,072,000
Depreciation expense	<u>(11,511,516)</u>
Net amount reported	<u>\$ 6,560,484</u>

Revenues in the Statement of Activities that do not provide current financial resources are reported as revenues in these funds.

Property taxes	\$ 1,708,360
Hospitality taxes	<u>345,064</u>
Net amount reported	<u>\$ 2,053,424</u>

The issuance of long-term debt provides current financial resources to governmental funds, while repayment of principal and interest consumes current financial resources of governmental funds. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Proceeds from long-term debt issuance	\$ (5,655,000)
Principal repayments of long-term debt and transfers to escrow agents and other related costs	7,780,417
Accrued interest expense	<u>(965,882)</u>
Net amount reported	<u>\$ 1,159,535</u>

RICHLAND COUNTY, SOUTH CAROLINA

NOTES TO FINANCIAL STATEMENTS

— CONTINUED —

21. Subsequent Events

Subsequent to June 30, 2004, the County issued Taxable General Obligation Bonds, Series 2004B for \$3.0 million to fund certain Airport improvements.

22. New Accounting Pronouncements

The GASB has issued Statement No. 40, *Deposit and Investment Risk Disclosures*, which establishes and modifies disclosure requirements related to deposit and investment risks: credit risk (including custodial credit risk and concentration of credit risk), interest rate risk and foreign currency risk. The County is required to implement this Statement in its financial statements for periods beginning after June 15, 2005.

The GASB has issued Statement No. 42, *Impairment of Capital Assets and for Insurance Recoveries*, which establishes accounting and financial reporting standards for impairment of capital assets. The County is required to implement this Statement in its financial statements for periods beginning after December 15, 2004.

The GASB has issued Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The County is required to implement this Statement in its financial statements for periods beginning after December 15, 2005.

The GASB has issued Statement No. 44, *Economic Condition Reporting: The Statistical Section*. The County is required to implement this Statement for its statistical sections for periods beginning after June 15, 2005.

The GASB has issued Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The County is required to implement this Statement in its financial statements for periods beginning after December 15, 2006.

RICHLAND COUNTY, SOUTH CAROLINA

OTHER FINANCIAL INFORMATION

RICHLAND COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION

RICHLAND COUNTY, SOUTH CAROLINA

BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

YEAR ENDED JUNE 30, 2004

(With comparative actual amounts for year ended June 30, 2003)

	2004			2003
	Budget* (GAAP Basis)		Variance Positive (Negative)	Actual
	Original	Final		
Revenue				
Taxes	49,717,552	49,717,552	50,044,857	49,741,286
Intergovernmental	15,432,073	15,432,073	15,271,361	14,841,892
Licenses and permits	9,012,275	9,012,275	9,053,770	7,430,547
Charges for services	9,030,246	9,030,246	10,661,299	9,386,777
Fines and forfeitures	2,913,900	2,913,900	2,876,393	2,170,905
Use of money and property	2,112,700	2,112,700	2,080,243	2,150,499
Capital replacement and depreciation fund	2,914,500	2,914,500	2,918,477	—
Medical indigent care fund	1,318,751	1,318,751	1,318,752	1,141,747
Other	1,724,211	1,724,211	1,897,112	2,270,426
Total revenue	94,176,208	94,176,208	96,122,264	89,134,079
Expenditures				
General Government:				
Legislative	423,888	425,591	405,525	384,375
Judicial	8,517,179	8,651,633	8,134,342	7,900,888
Executive	5,320,415	5,362,457	4,711,640	3,010,342
Elections	619,899	621,025	519,284	491,680
Taxation	4,061,372	4,103,669	4,049,140	3,704,706
Administration and staff services	18,965,669	17,645,541	15,707,970	15,540,313
Total General Government	37,908,422	36,809,916	33,527,901	31,032,304
Public Safety	46,366,998	47,482,756	45,013,080	45,910,995
Public Works and Utilities	5,179,874	5,215,890	4,844,620	4,654,559
Health and Social Services	512,851	514,619	384,238	483,073
Other	3,151,637	3,180,477	3,188,024	3,843,838
Medical Indigent Care	1,318,751	1,318,751	1,318,752	1,141,747
Accommodations Tax	—	—	—	511,500
Non-budgeted expenditures	—	—	2,816	—
Total expenditures	94,438,533	94,522,409	88,279,431	87,578,016
Excess of revenue over expenditures	(262,325)	(346,201)	7,842,833	1,556,063
Other Financing Sources (Uses)				
Bond proceeds	—	—	3,700,000	—
Transfers in	—	—	236,134	—
Transfers (out)	—	—	(178,151)	(1,032,807)
Total other financing sources (uses)	—	—	3,757,983	(1,032,807)
Net change in fund balance	(262,325)	(346,201)	11,600,816	523,256
Fund balance, beginning of year	10,801,478	10,801,478	10,801,478	10,278,222
Fund balance, end of year	\$10,539,153	\$10,455,277	\$22,402,294	\$10,801,478

*For budgetary disclosure information see Note 2A in the Notes to the Financial Statements.

RICHLAND COUNTY, SOUTH CAROLINA

RICHLAND COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION FOR GOVERNMENT'S THAT USE THE MODIFIED APPROACH FOR INFRASTRUCTURE ASSETS

YEAR ENDED JUNE 30, 2004

Condition Rating and Actual Maintenance/Preservation of Richland County's Road Infrastructure

Richland County's road system consists of approximately 61% paved roads and 39% unpaved roads. The condition of the road pavement is measured using several distress factors found in pavement surfaces. The pavement management system uses a measurement scale that is based on a condition index ranging from zero for a failed pavement to 100 for a pavement in perfect condition. The condition is used to classify roads in good or better condition (70-100) fair condition (50-69), and substandard condition (less than 50). It is the County's policy to maintain of PCR of 70 (or greater) on each individual road or resurface 1/20 (5%) of the total paved road mileage annually. Condition assessments are determined every year.

Actual maintenance of unpaved roads involves scraping each road every two weeks depending on the weather. At this time, management believes it is impossible to conduct a meaningful condition assessment for dirt roads because dirt road conditions can change daily depending on traffic, weather, soils, and the County's maintenance schedule.

The cost of maintaining unpaved roads accounts for an estimated 30% of the Public Works Department annual operating budget.

The following tables depict the condition and maintenance costs of the County's roadway infrastructure:

	Percentage of Miles in Good or Better Condition	Percentage of Miles in Substandard Condition
	<u>2004</u>	<u>2004</u>
Arterial	98.4%	1.6%
Collector	98.5%	1.5%
Access	97.1%	2.9%
Overall System	97.2%	2.8%

	Comparison of Needed-To-Actual Maintenance/Preservation Costs				
	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
Actual	\$ 1,400,000	\$ 2,590,021	\$ 2,298,529	\$ 2,797,480	\$ 2,280,449
Needed	2,424,000	3,268,222	2,683,343	2,921,197	2,753,808
Difference	<u>\$ (1,024,000)</u>	<u>\$ (678,201)</u>	<u>\$ (384,814)</u>	<u>\$ (123,717)</u>	<u>\$ (473,359)</u>

COMBINING 'NON-MAJOR' GOVERNMENTAL
FINANCIAL STATEMENTS

RICHLAND COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS

JUNE 30, 2004

	Non-Major Special Revenue Funds	Non-Major Debt Service Funds	Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
Assets				
Cash and cash equivalents	\$ 81,833	\$ —	\$ —	\$ 81,833
Equity in pooled cash	10,975,960	5,223,185	6,802,211	23,001,356
Investments	—	325,026	—	325,026
Receivables, net:				
Property taxes	338,064	111,986	—	450,050
Other	—	541,012	—	541,012
Inventory	56,667	—	—	56,667
Due from other funds	8,929	—	—	8,929
Due from other governments	3,970,925	—	—	3,970,925
Total assets	\$ 15,432,378	\$ 6,201,209	\$ 6,802,211	\$ 28,435,798
Liabilities and Fund Balances				
Liabilities:				
Deficit in pooled cash	\$ 60,852	\$ —	\$ —	\$ 60,852
Accounts payable-trade	2,030,824	—	—	2,030,824
Accounts payable-other	—	104,270	1,243,008	1,347,278
Retainage payable	177,828	—	—	177,828
Accrued salaries, wages and related costs	290,282	—	—	290,282
Accrued compensated absences	10,335	—	—	10,335
Due to other funds	103,506	—	—	103,506
Deferred revenue	275,967	—	—	275,967
Total liabilities	2,949,594	104,270	1,243,008	4,296,872
Fund balances:				
Reserved for inventory	56,667	—	—	56,667
Reserved for debt service	—	6,096,939	—	6,096,939
Unreserved, undesignated	12,426,117	—	5,559,203	17,985,320
Total fund balances	12,482,784	6,096,939	5,559,203	24,138,926
Total liabilities and fund balances	\$ 15,432,378	\$ 6,201,209	\$ 6,802,211	\$ 28,435,798

RICHLAND COUNTY, SOUTH CAROLINA

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND
BALANCES

NON-MAJOR GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2004

	Non-Major Special Revenue Funds	Non-Major Debt Service Funds	Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
Revenue				
Property and other taxes	\$ 17,224,710	\$ 11,317,711	\$ —	\$ 28,542,421
Fees-in-lieu of taxes	650,176	—	—	650,176
Intergovernmental	8,669,691	23,875	—	8,693,566
Fees and fines	6,364,231	—	—	6,364,231
Charges for services	120,596	—	—	120,596
Interest	18,032	49,198	71,938	139,168
Other	169,177	158,032	—	327,209
Total revenue	<u>33,216,613</u>	<u>11,548,816</u>	<u>71,938</u>	<u>44,837,367</u>
Expenditures				
Current:				
General government	112,704	—	—	112,704
Public safety	13,885,885	—	—	13,885,885
Public works	8,006,098	—	5,160,737	13,226,835
Health and social services	1,291,097	—	—	1,291,097
Economic development	2,341,039	—	—	2,341,039
Debt service	—	11,498,597	—	11,498,597
Total expenditures	<u>25,696,823</u>	<u>11,498,597</u>	<u>5,160,737</u>	<u>42,356,157</u>
Excess (deficiency) of revenue over expenditures	<u>7,519,790</u>	<u>50,219</u>	<u>(5,088,799)</u>	<u>2,481,210</u>
Other Financing Sources (Uses)				
Bond proceeds	—	—	1,955,000	1,955,000
Transfers in	—	111,334	—	111,334
Transfers (out)	(306,133)	(41,334)	—	(347,467)
Total other financing sources (uses)	<u>(306,133)</u>	<u>70,000</u>	<u>1,955,000</u>	<u>1,718,867</u>
Net changes in fund balances	7,213,657	120,219	(3,133,799)	4,200,077
Fund balances, beginning of year	<u>5,269,127</u>	<u>5,976,720</u>	<u>8,693,002</u>	<u>19,938,849</u>
Fund balances, end of year	<u>\$ 12,482,784</u>	<u>\$ 6,096,939</u>	<u>\$ 5,559,203</u>	<u>\$ 24,138,926</u>

INDIVIDUAL FUND FINANCIAL STATEMENTS

GENERAL FUND

The General Fund is the major operating fund of the County's governmental activities and is used to account for all financial resources except those required to be accounted for in other funds.

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Cash and cash equivalents	\$ 379,340	\$ 194,461
Equity in pooled cash	26,050,105	18,614,938
Funds held by others	3,700,000	—
Receivables, net:		
Property taxes	596,058	501,823
Other	543,672	—
Due from other funds	103,506	—
Due from other governments	3,988,415	4,435,725
Inventory	1,397,108	721,799
Total assets	<u>\$ 36,758,204</u>	<u>\$ 24,468,746</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable	\$ 2,388,835	\$ 2,915,324
Accrued salaries, wages and related costs	6,634,749	6,851,378
Accrued compensated absences	794,395	769,341
Due to other funds	8,929	8,929
Due to other governments	953,422	525,806
Deferred revenue	—	333,038
Other liabilities	3,575,580	2,263,452
Total liabilities	<u>14,355,910</u>	<u>13,667,268</u>
Fund balance:		
Reserved for encumbrances	675,602	514,144
Reserved for inventory	1,397,108	721,799
Reserved for capital replacement	3,441,391	—
Reserved for economic development	3,700,000	—
Unreserved:		
Unreserved, undesignated	13,188,193	9,565,535
Total fund balance	<u>22,402,294</u>	<u>10,801,478</u>
Total liabilities and fund balance	<u>\$ 36,758,204</u>	<u>\$ 24,468,746</u>

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
<u>Taxes:</u>				
Property taxes (current and delinquent)	\$ 43,767,552	\$ 43,744,106	\$ (23,446)	\$ 43,526,110
Fees-in-lieu of taxes	1,650,000	1,822,214	172,214	1,843,443
Penalties	1,175,000	1,286,927	111,927	1,094,385
County documentary stamps	1,875,000	2,005,612	130,612	1,626,648
County recording stamps	1,250,000	1,185,998	(64,002)	1,105,988
Accommodations tax	—	—	—	544,712
Total taxes	49,717,552	50,044,857	327,305	49,741,286
<u>Intergovernmental:</u>				
State allocations - Doc stamps	114,000	153,993	39,993	113,249
Veteran affairs	25,000	14,129	(10,871)	15,705
Election commission	75,000	147,512	72,512	28,786
Tax supplies	11,429	10,393	(1,036)	11,429
Local Government Fund	14,631,644	14,312,183	(319,461)	14,086,243
Mini bottle tax	525,000	590,127	65,127	532,125
Pollution control	50,000	43,024	(6,976)	54,355
Total intergovernmental	15,432,073	15,271,361	(160,712)	14,841,892
<u>Licenses and Permits:</u>				
Business licenses	5,450,000	5,330,079	(119,921)	4,412,665
Cable TV franchise fees	1,650,000	1,695,666	45,666	1,635,829
Marriage license	59,000	63,976	4,976	64,184
Mobile home license and permits	36,275	2,005	(34,270)	2,534
Building permits	1,746,000	1,884,101	138,101	1,246,046
Hazardous material permits	45,000	51,700	6,700	44,025
Other	26,000	26,243	243	25,264
Total licenses and permits	9,012,275	9,053,770	41,495	7,430,547
<u>Charges for Services:</u>				
Court costs, fees and charges:				
Clerk of Court	475,000	132,519	(342,481)	439,906
Family Court	560,000	738,691	178,691	648,291
DSS Family Court	110,000	157,500	47,500	142,720
Master in Equity	150,000	608,973	458,973	88,521
Probate Court	525,000	425,426	(99,574)	571,614
Magistrate Court	660,000	712,104	52,104	646,864
Public service and other:				
Sheriff, service of civil process	80,000	72,348	(7,652)	85,706
Housing of federal prisoners	250,000	762,447	512,447	431,775
Health and social services	59,000	59,249	249	56,052
Family court, DSS unit costs	807,000	729,263	(77,737)	800,810
DSS - federal participation	300,000	177,436	(122,564)	542,317
Ambulance services	4,400,000	5,217,372	817,372	4,259,971
Copy and map sales	332,246	374,687	42,441	350,898
Other services	322,000	493,284	171,284	321,332
Total charges for services	9,030,246	10,661,299	1,631,053	9,386,777

—CONTINUED—

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenue (continued)				
<u>Fines and Forfeitures:</u>				
Clerk of court	135,000	85,952	(49,048)	85,746
Magistrate courts	665,000	612,423	(52,577)	612,779
Fines - other courts and jurisdictions	468,900	121,770	(347,130)	—
Bond escheatment	135,000	342,273	207,273	108,585
Traffic court	1,510,000	1,713,975	203,975	1,363,795
Total fines and forfeitures	2,913,900	2,876,393	(37,507)	2,170,905
 <u>Capital Replacement and Depreciation:</u>				
Property taxes	2,914,500	2,918,477	3,977	—
 <u>Medical Indigent Care Fund:</u>				
Property taxes	1,318,751	1,318,752	1	1,141,747
Total medical indigent care fund	1,318,751	1,318,752	1	1,141,747
 <u>Other:</u>				
Interest income	400,000	367,768	(32,232)	342,652
Rental income	19,500	19,275	(225)	114,647
Appeal interest	—	25	25	—
Miscellaneous	1,724,211	1,897,087	172,876	2,270,426
Richland Memorial/Baptist Hospital reimbursements	1,693,200	1,693,200	—	1,693,200
Total other	3,836,911	3,977,355	140,444	4,420,925
Total revenue	94,176,208	96,122,264	1,946,056	89,134,079
 Expenditures				
Current:				
<u>General Government</u>				
Legislative:				
County Council:				
Personal services	182,628	184,364	(1,736)	176,937
Operating expenditures	97,852	81,962	15,890	68,241
Total	280,480	266,326	14,154	245,178
Delegation and Veteran Affairs:				
Personal services	142,386	136,881	5,505	136,785
Operating expenditures	2,725	2,318	407	2,412
Total	145,111	139,199	5,912	139,197
Total legislative	425,591	405,525	20,066	384,375

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
General Government (continued)				
Judicial:				
State judges telephone:				
Operating expenditures	8,000	3,460	4,540	2,420
Total	8,000	3,460	4,540	2,420
Master in Equity:				
Personal services	247,476	250,846	(3,370)	240,444
Operating expenditures	10,547	6,427	4,120	5,492
Total	258,023	257,273	750	245,936
Probate judge:				
Personal services	733,591	733,436	155	691,640
Operating expenditures	68,798	44,942	23,856	48,542
Capital outlay	—	—	—	6,465
Total	802,389	778,378	24,011	746,647
Columbia magistrate:				
Personal services	186,971	188,119	(1,148)	182,721
Operating expenditures	34,964	34,865	99	35,109
Capital outlay	—	—	—	1,200
Total	221,935	222,984	(1,049)	219,030
Dentsville magistrate:				
Personal services	176,443	176,342	101	167,410
Operating expenditures	39,350	38,373	977	38,907
Total	215,793	214,715	1,078	206,317
Dutch Fork magistrate:				
Personal services	204,825	215,174	(10,349)	199,614
Operating expenditures	31,313	26,391	4,922	24,965
Total	236,138	241,565	(5,427)	224,579
Lykesland magistrate:				
Personal services	186,806	188,219	(1,413)	181,839
Operating expenditures	25,212	21,933	3,279	19,210
Capital outlay	—	—	—	1,760
Total	212,018	210,152	1,866	202,809
Olympia magistrate:				
Personal services	189,430	185,129	4,301	185,128
Operating expenditures	34,627	36,087	(1,460)	31,871
Capital outlay	—	—	—	—
Total	224,057	221,216	2,841	216,999
Upper Township magistrate:				
Personal services	188,706	184,929	3,777	180,687
Operating expenditures	19,882	19,274	608	23,633
Total	208,588	204,203	4,385	204,320

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004		2003	
	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
General Government (continued)				
Waverly magistrate:				
Personal services	240,980	232,354	8,626	227,730
Operating expenditures	56,233	54,206	2,027	54,587
Total	297,213	286,560	10,653	282,317
Eastover magistrate:				
Personal services	168,073	169,005	(932)	171,711
Operating expenditures	7,452	6,941	511	6,450
Total	175,525	175,946	(421)	178,161
Hopkins magistrate:				
Personal services	186,896	182,493	4,403	162,092
Operating expenditures	20,024	18,990	1,034	22,515
Total	206,920	201,483	5,437	184,607
Pontiac magistrate:				
Personal services	184,728	180,569	4,159	153,139
Operating expenditures	32,251	30,420	1,831	31,779
Total	216,979	210,989	5,990	184,918
Administrative magistrate:				
Personal services	296,425	299,855	(3,430)	272,226
Operating expenditures	32,432	19,400	13,032	15,996
Total	328,857	319,255	9,602	288,222
General magistrate:				
Operating expenditures	225,542	190,888	34,654	174,730
Total	225,542	190,888	34,654	174,730
Solicitor:				
Personal services	2,284,508	2,127,629	156,879	2,139,650
Operating expenditures	101,624	82,438	19,186	71,838
Total	2,386,132	2,210,067	176,065	2,211,488
Clerk of Court:				
Personal services	1,928,734	1,886,868	41,866	1,756,829
Operating expenditures	457,068	263,218	193,850	362,238
Capital outlay	38,200	31,600	6,600	8,321
Data processing	3,522	3,522	—	—
Total	2,427,524	2,185,208	242,316	2,127,388
Total judicial	8,651,633	8,134,342	517,291	7,900,888

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
<u>General Government (continued)</u>				
Executive:				
County Administrator:				
Personal services	587,570	583,094	4,476	547,187
Operating expenditure	50,952	47,037	3,915	54,591
Capital outlay	18,168	8,168	10,000	51,084
Total	656,690	638,299	18,391	652,862
Public Information:				
Personal services	135,070	137,519	(2,449)	114,268
Operating expenditures	82,496	80,762	1,734	67,424
Total	217,566	218,281	(715)	181,692
Risk Management:				
Personal services	1,571,067	1,482,918	88,149	56,174
Operating expenditures	1,993,059	1,603,357	389,702	1,387,846
Total	3,564,126	3,086,275	477,851	1,444,020
County Ombudsman:				
Personal services	179,771	165,906	13,865	172,506
Operating expenditures	34,295	33,615	680	25,896
Capital outlay	5,066	5,066	—	—
Total	219,132	204,587	14,545	198,402
Clerk of Council:				
Personal services	118,297	124,152	(5,855)	115,962
Operating expenditures	22,666	18,514	4,152	16,279
Total	140,963	142,666	(1,703)	132,241
County Attorney:				
Personal services	383,138	322,902	60,236	336,044
Operating expenditures	180,842	98,630	82,212	65,081
Total	563,980	421,532	142,448	401,125
Total executive	5,362,457	4,711,640	650,817	3,010,342
Elections:				
Board of Registration:				
Personal services	221,349	223,424	(2,075)	219,596
Operating expenditures	7,503	6,002	1,501	3,157
Total	228,852	229,426	(574)	222,753
Election Commission:				
Personal services	291,513	231,376	60,137	217,147
Operating expenditures	75,660	39,324	36,336	51,780
Capital outlay	25,000	19,158	5,842	—
Total	392,173	289,858	102,315	268,927
Total elections	621,025	519,284	101,741	491,680

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
<u>General Government (continued)</u>				
Taxation:				
Auditor:				
Personal services	715,721	712,342	3,379	670,519
Operating expenditures	171,550	60,402	111,148	122,380
Capital outlay	35,000	65,372	(30,372)	73,449
Total	922,271	838,116	84,155	866,348
Treasurer:				
Personal services	788,847	751,075	37,772	905,453
Operating expenditures	82,275	220,082	(137,807)	61,036
Capital outlay	—	—	—	808
Data processing	49,715	68,137	(18,422)	52,320
Total	920,837	1,039,294	(118,457)	1,019,617
Delinquent Tax::				
Personal services	346,419	289,599	56,820	75,794
Operating expenditures	289,000	297,870	(8,870)	282,188
Total	635,419	587,469	47,950	357,982
Assessment Appeals:				
Personal services	4,305	—	4,305	—
Operating expenditures	500	(40)	540	448
Total	4,805	(40)	4,845	448
Assessor:				
Personal services	1,384,649	1,360,668	23,981	1,307,188
Operating expenditures	201,409	198,992	2,417	123,336
Data processing	34,279	24,641	9,638	29,787
Total	1,620,337	1,584,301	36,036	1,460,311
Total taxation	4,103,669	4,049,140	54,529	3,704,706
Administration and Staff Services:				
Budget:				
Personal Services	307,630	290,147	17,483	214,513
Total	307,630	290,147	17,483	214,513
Finance:				
Personal services	586,460	566,101	20,359	528,807
Operating expenditures	209,446	208,668	778	211,489
Total	795,906	774,769	21,137	740,296
Procurement:				
Personal services	278,066	252,031	26,035	227,841
Operating expenditures	25,103	24,409	694	19,385
Total	303,169	276,440	26,729	247,226

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
General Government (continued)				
CASA:				
Personal services	301,679	282,067	19,612	284,583
Operating expenditures	39,128	35,643	3,485	8,272
Total	340,807	317,710	23,097	292,855
Register of Deeds:				
Personal services	466,400	459,289	7,111	462,596
Operating expenditures	209,056	198,934	10,122	184,449
Capital outlay	26,710	20,366	6,344	35,712
Total	702,166	678,589	23,577	682,757
Human Resources:				
Personal services	364,141	317,262	46,879	308,140
Operating expenditures	196,635	178,023	18,612	165,358
Capital outlay	—	—	—	2,426
Total	560,776	495,285	65,491	475,924
Central Service:				
Personal services	166,948	168,206	(1,258)	160,633
Operating expenditures	483,918	454,559	29,359	26,285
Total	650,866	622,765	28,101	186,918
Court Administrator:				
Personal services	902,409	744,642	157,767	856,807
Operating expenditures	58,072	218,459	(160,387)	33,007
Total	960,481	963,101	(2,620)	889,814
Information Technology:				
Personal services	2,228,360	2,149,180	79,180	1,978,744
Operating expenditures	154,359	135,559	18,800	138,507
Capital outlay	143,538	128,978	14,560	148,234
Data processing	1,141,135	1,149,229	(8,094)	944,472
Total	3,667,392	3,562,946	104,446	3,209,957
GIS:				
Personal services	70,847	18,999	51,848	16,057
Operating expenditures	229,706	143,477	86,229	145,279
Capital outlay	—	—	—	26,422
Total	300,553	162,476	138,077	187,758
Non-departmental:				
Personal services	8,140,453	6,788,874	1,351,579	7,433,817
Operating expenditures	915,342	774,868	140,474	978,478
Total	9,055,795	7,563,742	1,492,053	8,412,295
Total administration and staff services	17,645,541	15,707,970	1,937,571	15,540,313
Total general government	36,809,916	33,527,901	3,282,015	31,032,304

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004		Variance	2003
	Final Budget	Actual	Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
Public Safety:				
Sheriff:				
Personal services	16,604,254	17,158,913	(554,659)	17,586,332
Operating expenditures	3,408,004	3,583,205	(175,201)	3,323,305
Capital outlay	320,542	324,638	(4,096)	87,042
Total	20,332,800	21,066,756	(733,956)	20,996,679
Detention Center:				
Personal services	9,825,129	10,344,326	(519,197)	9,627,616
Operating expenditures	4,092,654	4,143,509	(50,855)	3,734,085
Capital outlay	172,085	151,266	20,819	24,469
Total	14,089,868	14,639,101	(549,233)	13,386,170
Emergency Services - Administration:				
Personal services	377,508	323,867	53,641	641,745
Operating expenditures	1,158,110	38,058	1,120,052	1,644,041
Capital outlay	12,500	—	12,500	—
Total	1,548,118	361,925	1,186,193	2,285,786
Emergency Medical Services:				
Personal services	5,750,283	5,150,656	599,627	5,022,613
Operating expenditures	1,577,296	484,000	1,093,296	927,121
Capital outlay	807,340	420,281	387,059	714,725
Total	8,134,919	6,054,937	2,079,982	6,664,459
Planning:				
Personal services	1,721,293	1,575,960	145,333	1,312,266
Operating expenditures	658,647	340,039	318,608	342,794
Capital outlay	63,182	41,298	21,884	54,047
Total	2,443,122	1,957,297	485,825	1,709,107
Coroner:				
Personal services	432,866	443,462	(10,596)	406,890
Operating expenditures	473,013	461,575	11,438	430,077
Capital outlay	28,050	28,027	23	31,827
Total	933,929	933,064	865	868,794
Total public safety	47,482,756	45,013,080	2,469,676	45,910,995
Public Works:				
Public Works Administration:				
Personal services	378,583	344,447	34,136	277,872
Operating expenditures	60,650	58,642	2,008	36,111
Total	439,233	403,089	36,144	313,983
Engineering Division:				
Personal services	313,841	316,573	(2,732)	309,125
Operating expenditures	69,229	43,151	26,078	68,722
Capital outlay	227,390	15,271	212,119	6,630
Total	610,460	374,995	235,465	384,477

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
Public Works: (continued)				
Central Garage:				
Operating expenditures	75,819	74,023	1,796	118,843
Total	75,819	74,023	1,796	118,843
General Support:				
Personal services	321,650	323,985	(2,335)	449,852
Operating expenditures	106,485	99,344	7,141	111,266
Capital outlay	36,837	36,537	300	—
Total	464,972	459,866	5,106	561,118
Animal Control:				
Personal services	363,718	338,628	25,090	368,961
Operating expenditures	255,286	257,161	(1,875)	171,890
Capital outlay	—	—	—	23,788
Data processing	12,050	1,050	11,000	3,151
Total	631,054	596,839	34,215	567,790
Facilities and Ground Maintenance:				
Personal services	1,151,807	1,162,822	(11,015)	1,157,180
Operating expenditures	178,025	144,694	33,331	141,993
Capital outlay	129,000	139,352	(10,352)	24,366
Total	1,458,832	1,446,868	11,964	1,323,539
Facilities and Ground Maintenance -				
Judicial:				
Operating expenditures	502,207	472,718	29,489	479,552
Capital outlay	—	—	—	20,239
Total	502,207	472,718	29,489	499,791
Facilities and Ground Maintenance - 2020				
Hampton:				
Operating expenditures	363,588	417,302	(53,714)	373,053
Capital outlay	15,000	1,500	13,500	8,200
Total	378,588	418,802	(40,214)	381,253
Facilities and Ground Maintenance - 1221				
Gregg Street:				
Operating expenditures	55,370	49,852	5,518	57,033
Total	55,370	49,852	5,518	57,033
Facilities and Ground Maintenance 1400				
Huger Street:				
Operating expenditures	65,195	62,469	2,726	60,047
Total	65,195	62,469	2,726	60,047
Facilities and Ground Maintenance PW				
Compound:				
Operating expenditures	118,202	102,867	15,335	108,373
Total	118,202	102,867	15,335	108,373

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
<u>Public Works: (continued)</u>				
Facilities and Ground Maintenance				
Sheriff's Substations:				
Operating expenditures	16,410	21,233	(4,823)	18,760
Total	16,410	21,233	(4,823)	18,760
Facilities and Ground Maintenance - other				
buildings:				
Operating expenditures	122,001	94,477	27,524	9,719
Total	122,001	94,477	27,524	9,719
Facilities and Ground Maintenance -				
Sheriff:				
Operating expenditures	85,817	87,597	(1,780)	72,210
Total	85,817	87,597	(1,780)	72,210
Facilities and Ground Maintenance - Fire				
stations:				
Personal service	48,545	68,204	(19,659)	43,764
Operating expenditures	26,660	—	26,660	16,024
Capital outlay	18,000	1,710	16,290	—
Total	93,205	69,914	23,291	59,788
Facilities and Ground Maintenance - Two				
Notch Road:				
Operating expenditures	77,232	89,857	(12,625)	79,983
Total	77,232	89,857	(12,625)	79,983
Facilities and Ground Maintenance -				
Township Auditorium:				
Operating expenditures	14,420	13,789	631	35,241
Total	14,420	13,789	631	35,241
Facilities and Ground Maintenance -				
Eastover Magistrate:				
Operating expenditures	6,873	5,365	1,508	2,611
Total	6,873	5,365	1,508	2,611
Total public works	5,215,890	4,844,620	371,270	4,654,559
<u>Health and Social Services:</u>				
Health Department:				
Personal service	9,350	6,904	2,446	6,545
Operating expenditures	59,778	51,541	8,237	72,121
Capital outlay	33,461	1,326	32,135	11,467
Total	102,589	59,771	42,818	90,133
Vector Control:				
Operating expenditures	213,620	184,175	29,445	108,150
Capital outlay	29,000	14,280	14,720	23,539
Total	242,620	198,455	44,165	131,689

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES —
BUDGET (GAAP BASIS) AND ACTUAL

— CONTINUED —

	2004			2003
	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures (continued)				
Current: (continued)				
<u>Health and Social Services: (continued)</u>				
Department of Social Services:				
Operating expenditures	169,410	126,012	43,398	261,251
Total	169,410	126,012	43,398	261,251
Total health and social services	514,619	384,238	130,381	483,073
<u>Other:</u>				
Richland Soil and Water Conservation:				
Personal service	108,395	110,781	(2,386)	100,968
Operating expenditures	12,384	7,311	5,073	4,677
Capital outlay	13,766	13,766	—	—
Total	134,545	131,858	2,687	105,645
Lump sum Agencies:				
Operating expenditures	2,968,432	2,965,915	2,517	3,719,632
Total	2,968,432	2,965,915	2,517	3,719,632
Richland Northeast Industrial Park:				
Operating expenditures	77,500	90,251	(12,751)	—
Capital outlay	—	—	—	18,561
Total	77,500	90,251	(12,751)	18,561
Total other	3,180,477	3,188,024	(7,547)	3,843,838
<u>Medical Indigent Care:</u>				
Operating expenditures	1,318,751	1,318,752	(1)	1,141,747
<u>Accommodations Tax:</u>				
Operating expenditures	—	—	—	511,500
<u>Nonbudgeted expenditure:</u>				
Operating expenditures	—	2,816	(2,816)	—
Total expenditures	94,522,409	88,279,431	6,242,978	87,578,016
Excess of revenue over expenditures	(346,201)	7,842,833	8,189,034	1,556,063
Other Financing Sources (Uses)				
Bond proceeds	—	3,700,000	3,700,000	—
Transfers in	—	236,134	236,134	—
Transfers (out)	—	(178,151)	(178,151)	(1,032,807)
Total other financing sources (uses)	—	3,757,983	3,757,983	(1,032,807)
Net change in fund balance	(346,201)	11,600,816	11,947,017	523,256
Fund balance, beginning of year	10,801,478	10,801,478	—	10,278,222
Fund balance, end of year	<u>\$ 10,455,277</u>	<u>\$ 22,402,294</u>	<u>\$ 11,947,017</u>	<u>\$ 10,801,478</u>

RICHLAND COUNTY, SOUTH CAROLINA

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenue received which are restricted to expenditures for particular purposes (other than capital projects). The County currently has established the following Special Revenue Funds:

Grants – This fund accounts for revenues and expenditures associated with federal, state and local grants.

Victim's Rights - This fund accounts for surcharges and assessments collected from individuals convicted of certain crimes. The revenues are restricted to use in providing services to crime victims.

Road Maintenance – This fund accounts the revenues the \$15 fee that is assessed on all motorized vehicles registered in Richland County. The funds are restricted for the maintenance and improvement of the County's road system and any associated costs.

Airport Operations – This fund accounts for revenues and expenditures related to the operation of the County's general aviation airport operations. Operations are financed primarily through fees collected for services, leases, grants and other airport related services.

Tourism Development – This fund accounts for the three (3%) percent Tourism Development Fees imposed on all gross proceeds derived from the rental of accommodations within the unincorporated areas of Richland County. These funds net of operational and administrative costs associated with the billing and collection thereof, are earmarked for defraying a portion of the costs of a new multipurpose convention conference center.

Temporary Alcohol Permits – This fund accounts for funds collected by the State from the sale of Sunday alcohol liquor licenses. The funds are restricted to use in accordance with State law.

Emergency Telephone – This fund accounts for tariff charges collected by the local telephone utility companies. The revenues can be used for equipment purchases and maintenance of the County's 911 Emergency phone system.

Fire Services – This fund accounts for revenues and expenditures of providing fire protection and safety education throughout the County. Property taxes are the major source of funding for this fund and are only levied against rural areas of the County that are provided with fire protection.

Forfeiture – This fund accounts for that portion of fines and forfeitures awarded to the County from adjudicated cases – these funds are restricted by state law for narcotic and drug enforcement programs of the County.

Stormwater Management – This fund accounts for revenue and expenditure associated with the County's Stormwater management program.

Conservation Commission – This fund accounts for revenue and expenditure associated with the County's conservation program.

Neighborhood Redevelopment – This fund accounts for revenue and expenditure associated with the County's neighborhood redevelopment program.

Hospitality Tax – This fund accounts for revenue derived from county-wide fees on sale of prepared food, admissions, and accommodations and earmarked for tourism-related costs.

Accommodations Tax – This fund accounts for revenue and expenditure associated with the County's earmarked for the promotion of tourism in South Carolina

Other – This fund accounts for certain minor programs of County including child-support enforcement receipts and payments.

RICHLAND COUNTY, SOUTH CAROLINA

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2004

	Non-Major Funds								
	Assets			Temporary					
	Grants	Victim's Rights	Road Maintenance	Airport Operations	Tourism Development	Alcohol Permits	Emergency Telephone	Fire Service	Forfeiture
Equity in pooled cash	\$ 333,982	\$ —	\$ 1,168,490	\$ 45,938	\$ 304,416	\$ 29,151	\$ 1,661,677	\$ 3,636,005	\$ —
Cash and cash equivalents	—	—	—	—	—	—	—	—	81,833
Receivables, net:									
Property taxes	—	—	122,360	—	—	—	77,083	120,513	—
Inventory	—	—	35,054	—	—	—	—	—	—
Due from other funds	—	8,929	—	—	—	—	—	—	—
Due from other governments	1,821,693	—	—	—	66,619	—	—	1,895,045	—
Total assets	\$ 2,155,675	\$ 8,929	\$ 1,325,904	\$ 45,938	\$ 371,035	\$ 29,151	\$ 1,738,760	\$ 5,651,563	\$ 81,833
Liabilities and Fund Balances									
Liabilities:									
Deficit equity in pooled cash	\$ —	\$ 56,249	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Accounts payable-trade	690,492	10,077	416,039	35,615	—	6,090	(558)	628,557	—
Retainage payable	177,828	—	—	—	—	—	—	—	—
Accrued salaries, wages and related costs	101,642	39,358	95,065	—	—	6,584	—	20,865	—
Accrued compensated absences	—	—	—	—	—	—	—	—	—
Due to other funds	—	—	—	—	—	—	—	—	—
Deferred revenue	275,967	—	—	—	—	—	—	—	—
Total liabilities	1,245,929	105,684	511,104	35,615	—	12,674	(558)	649,422	—
Fund balances:									
Reserved for inventory	—	—	35,054	—	—	—	—	—	—
Unreserved, undesignated (deficit)	909,746	(96,755)	779,746	10,323	371,035	16,477	1,739,318	5,002,141	81,833
Total fund balances	909,746	(96,755)	814,800	10,323	371,035	16,477	1,739,318	5,002,141	81,833
Total liabilities and fund balances	\$ 2,155,675	\$ 8,929	\$ 1,325,904	\$ 45,938	\$ 371,035	\$ 29,151	\$ 1,738,760	\$ 5,651,563	\$ 81,833

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

— CONTINUED —

	Non-Major Funds (continued)						Total Special Revenue Funds
	Stormwater Management	Conservation Commission	Neighborhood Redevelopment	Hospitality Tax	Accommodations Tax	Other	
Assets							
Equity in pooled cash	\$ 1,091,730	\$ 141,738	\$ 153,944	\$ 2,408,889	\$ —	\$ —	\$ 10,975,960
Cash and cash equivalents	—	—	—	—	—	—	81,833
Receivables, net:							
Property taxes	14,819	1,645	1,644	—	—	—	338,064
Inventory	21,613	—	—	—	—	—	56,667
Due from other funds	—	—	—	—	—	—	8,929
Due from other governments	—	—	—	—	173,506	14,062	3,970,925
Total assets	\$ 1,128,162	\$ 143,383	\$ 155,588	\$ 2,408,889	\$ 173,506	\$ 14,062	\$ 15,432,378

Liabilities and Fund Balances

Liabilities:							
Deficit equity in pooled cash	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 4,603	\$ 60,852
Accounts payable-trade	167,512	—	—	7,000	70,000	—	2,030,824
Retainage payable	—	—	—	—	—	—	177,828
Accrued salaries, wages and related costs	17,639	7,600	—	—	—	1,529	290,282
Accrued compensated absences	10,335	—	—	—	—	—	10,335
Due to other funds	—	—	—	—	103,506	—	103,506
Deferred revenue	—	—	—	—	—	—	275,967
Total liabilities	195,486	7,600	—	7,000	173,506	6,132	2,949,594
Fund balances:							
Reserved for inventory	21,613	—	—	—	—	—	56,667
Unreserved, undesignated (deficit)	911,063	135,783	155,588	2,401,889	—	7,930	12,426,117
Total fund balances	932,676	135,783	155,588	2,401,889	—	7,930	12,482,784
Total liabilities and fund balances	\$ 1,128,162	\$ 143,383	\$ 155,588	\$ 2,408,889	\$ 173,506	\$ 14,062	\$ 15,432,378

RICHLAND COUNTY, SOUTH CAROLINA

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 2004

	Non-Major Funds							
	Grants	Victim's Rights	Road Maintenance	Airport Operations	Tourism Development	Temporary Alcohol Permits	Emergency Telephone	Fire Service
Revenue								
Property and other taxes	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 11,122,779
Fees-in-lieu of taxes	—	—	—	—	—	—	—	559,506
Intergovernmental	4,808,508	—	1,812,786	—	—	114,750	—	1,785,452
Fees and fines	—	647,684	3,533,483	—	805,372	—	1,157,148	—
Charges for services	—	—	—	120,596	—	—	—	220,544
Interest	—	—	6,509	3,016	278	—	—	—
Other	—	—	169,177	—	—	—	—	3,116
Total revenue	4,808,508	647,684	5,521,955	123,612	805,650	114,750	1,157,148	13,467,737
223,660								
Expenditures								
Current:								
General government	—	—	—	—	—	—	—	—
Public safety	2,406,701	—	—	—	—	—	—	—
Public works	1,758,589	—	4,870,831	235,957	—	—	1,368,930	9,922,752
Health and social services	189,366	1,005,796	—	—	—	95,935	—	—
Economic development	—	—	—	—	612,564	—	—	—
Total expenditures	4,354,656	1,005,796	4,870,831	235,957	612,564	95,935	1,368,930	9,922,752
187,502								
Excess (deficiency) of revenue over expenditures	453,852	(358,112)	651,124	(112,345)	193,086	18,797	(211,782)	3,544,985
36,158								
Other financing sources (uses)								
Transfers in (out)	—	—	—	(159,000)	—	—	—	(92,617)
Net change in Fund Balance	453,852	(358,112)	651,124	(271,345)	193,086	18,815	(211,782)	3,452,368
36,158								
Fund balances (deficit), beginning of year	455,894	261,357	163,676	281,668	177,949	(2,338)	1,951,100	1,549,773
45,675								
Fund balances (deficit), end of year	\$ 909,746	\$ (96,755)	\$ 814,800	\$ 10,323	\$ 371,035	\$ 16,477	\$ 1,739,318	\$ 5,002,141
\$ 81,833								

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

— CONTINUED —

	Non-Major Funds (continued)						Total Special Revenue Funds
	Stormwater Management	Conservation Commission	Neighborhood Redevelopment	Hospitality Tax	Accommodations Tax	Other	
Revenue							
Property and other taxes	\$ 1,606,368	\$ 174,412	\$ 174,412	\$ 3,601,403	\$ 545,336	\$ —	\$ 17,224,710
Fees-in-lieu of taxes	78,318	6,176	6,176	—	—	—	650,176
Intergovernmental	—	—	—	—	—	148,195	8,669,691
Fees and fines	—	—	—	—	—	—	6,364,231
Charges for services	—	—	—	—	—	—	120,596
Interest	—	—	—	3,961	1,152	—	18,032
Other	—	—	—	—	—	—	169,177
Total revenue	1,684,686	180,588	180,588	3,605,364	546,488	148,195	33,216,613
Expenditures							
Current:							
General government	—	—	—	—	—	112,704	112,704
Public safety	—	—	—	—	—	—	13,885,885
Public works	1,130,916	44,805	25,000	—	—	—	8,066,098
Health and social services	—	—	—	—	—	—	1,291,097
Economic development	—	—	—	1,203,475	525,000	—	2,341,039
Total expenditures	1,130,916	44,805	25,000	1,203,475	525,000	112,704	25,696,823
Excess (deficiency) of revenue over expenditures	553,770	135,783	155,588	2,401,889	21,488	35,491	7,519,790
Other financing sources (uses)							
Transfers in (out)	—	—	—	—	(21,488)	(33,028)	(306,133)
Net change in fund balance	553,770	135,783	155,588	2,401,889	—	2,463	7,213,657
Fund balances (deficit), beginning of year	378,906	—	—	—	—	5,467	5,269,127
Fund balances (deficit), end of year	\$ 932,676	\$ 135,783	\$ 155,588	\$ 2,401,889	\$ —	\$ 7,930	\$ 12,482,784

RICHLAND COUNTY, SOUTH CAROLINA

GRANTS SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 333,982	\$ 293,745
Due from other governments	1,821,693	649,449
Total assets	<u>\$ 2,155,675</u>	<u>\$ 943,194</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	\$ 690,492	\$ 91,503
Retainage payable	177,828	13,701
Accrued salaries, wages and related costs	101,642	88,351
Deferred revenue	275,967	293,745
Total liabilities	<u>1,245,929</u>	<u>487,300</u>
Fund balance:		
Unreserved, undesignated	<u>909,746</u>	<u>455,894</u>
Total fund balance	<u>909,746</u>	<u>455,894</u>
Total liabilities and fund balance	<u>\$ 2,155,675</u>	<u>\$ 943,194</u>

RICHLAND COUNTY, SOUTH CAROLINA

GRANTS SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Intergovernmental	\$ —	\$ 4,808,508	\$ 4,808,508	\$ 3,809,410
Total revenue	—	4,808,508	4,808,508	3,809,410
Expenditures				
Public Safety:				
Personal services	2,488,454	966,795	1,521,659	726,861
Operating expenditures	1,181,927	1,077,212	104,715	1,586,601
Capital outlay	617,748	362,694	255,054	231,193
Total public safety	4,288,129	2,406,701	1,881,428	2,544,655
Public Works:				
Personal services	471,512	258,836	212,676	—
Operating expenditures	3,171,637	560,865	2,610,772	105,487
Capital outlay	2,311,809	938,888	1,372,921	938,882
Total public works	5,954,958	1,758,589	4,196,369	1,044,369
Health and Social Services:				
Personal services	359,051	169,331	189,720	259,289
Operating expenditures	34,827	20,035	14,792	188,010
Capital outlay	—	—	—	56,910
Total health and social services	393,878	189,366	204,512	504,209
Total expenditures	10,636,965	4,354,656	6,282,309	4,093,233
Excess (deficiency) of revenue over expenditures	(10,636,965)	453,852	11,090,817	(283,823)
Fund balance, beginning of year	455,894	455,894	—	739,717
Fund balance, end of year	<u>\$ (10,181,071)</u>	<u>\$ 909,746</u>	<u>\$ 11,090,817</u>	<u>\$ 455,894</u>

RICHLAND COUNTY, SOUTH CAROLINA
VICTIM'S RIGHTS SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ —	\$ 341,580
Due from other funds	8,929	8,929
Total assets	<u>\$ 8,929</u>	<u>\$ 350,509</u>
Liabilities and Fund Balance		
Liabilities:		
Deficit equity in pooled cash	\$ 56,249	\$ —
Accounts payable - trade	10,077	48,410
Accrued salaries, wages and related costs	39,358	40,742
Total liabilities	<u>105,684</u>	<u>89,152</u>
Fund balance:		
Unreserved, undesignated (deficit)	<u>(96,755)</u>	<u>261,357</u>
Total fund balance	<u>(96,755)</u>	<u>261,357</u>
Total liabilities and fund balance	<u>\$ 8,929</u>	<u>\$ 350,509</u>

RICHLAND COUNTY, SOUTH CAROLINA
 VICTIM'S RIGHTS SPECIAL REVENUE FUND
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
 BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
 (With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Fines and forfeitures	\$ 775,000	\$ 647,684	\$ (127,316)	\$ 671,036
Total revenue	<u>775,000</u>	<u>647,684</u>	<u>(127,316)</u>	<u>671,036</u>
Expenditures				
Health and Social Services:				
Personal services	923,336	767,938	155,398	791,578
Operating expenditures	168,157	98,961	69,196	100,439
Capital outlay	171,103	46,016	125,087	61,168
Lump sum agencies- grants	169,275	92,881	76,394	126,364
Total expenditures	<u>1,431,871</u>	<u>1,005,796</u>	<u>426,075</u>	<u>1,079,549</u>
Excess (deficiency) of revenue over expenditures	(656,871)	(358,112)	298,759	(408,513)
Fund balance, beginning of year	<u>261,357</u>	<u>261,357</u>	<u>—</u>	<u>669,870</u>
Fund balance (deficit), end of year	<u>\$ (395,514)</u>	<u>\$ (96,755)</u>	<u>\$ 298,759</u>	<u>\$ 261,357</u>

RICHLAND COUNTY, SOUTH CAROLINA
ROAD MAINTENANCE SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 1,168,490	\$ 539,034
Receivables, net	122,360	—
Inventory	35,054	—
Total assets	<u>\$ 1,325,904</u>	<u>\$ 539,034</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-trade	\$ 416,039	\$ 267,604
Accrued salaries, wages and related costs	95,065	107,754
Total liabilities	<u>511,104</u>	<u>375,358</u>
Fund balance:		
Reserved for inventory	35,054	—
Unreserved, undesignated	779,746	163,676
Total fund balance	<u>814,800</u>	<u>163,676</u>
Total liabilities and fund balance	<u>\$ 1,325,904</u>	<u>\$ 539,034</u>

RICHLAND COUNTY, SOUTH CAROLINA

ROAD MAINTENANCE SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004

(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Fees	\$ 3,338,217	\$ 3,533,483	\$ 195,266	\$ 3,469,524
Interest	—	6,509	6,509	7,444
Intergovernmental	—	1,812,786	1,812,786	—
Other	—	169,177	169,177	—
Total revenue	<u>3,338,217</u>	<u>5,521,955</u>	<u>2,183,738</u>	<u>3,476,968</u>
Expenditures				
Public Works:				
Personal services	1,768,250	1,591,693	176,557	1,489,181
Operating expenditures	972,300	924,371	47,929	818,153
Capital outlay	<u>5,125,424</u>	<u>2,354,767</u>	<u>2,770,657</u>	<u>369,044</u>
Total expenditures	<u>7,865,974</u>	<u>4,870,831</u>	<u>2,995,143</u>	<u>2,676,378</u>
Excess (deficiency) of revenue over expenditures	(4,527,757)	651,124	5,178,881	800,590
Fund balance, beginning of year	<u>163,676</u>	<u>163,676</u>	<u>—</u>	<u>(636,914)</u>
Fund balance, end of year	<u>\$ (4,364,081)</u>	<u>\$ 814,800</u>	<u>\$ 5,178,881</u>	<u>\$ 163,676</u>

RICHLAND COUNTY, SOUTH CAROLINA
AIRPORT OPERATIONS SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 45,938	\$ 321,255
Total assets	<u>\$ 45,938</u>	<u>\$ 321,255</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-trade	\$ 35,615	\$ 39,587
Total liabilities	<u>35,615</u>	<u>39,587</u>
Fund balance:		
Unreserved, undesignated	<u>10,323</u>	<u>281,668</u>
Total fund balance	<u>10,323</u>	<u>281,668</u>
Total liabilities and fund balance	<u>\$ 45,938</u>	<u>\$ 321,255</u>

RICHLAND COUNTY, SOUTH CAROLINA

AIRPORT OPERATIONS SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Charges for services	\$ 159,000	\$ 120,596	\$ (38,404)	\$ 178,669
Interest	5,000	3,016	(1,984)	4,688
Total revenue	<u>164,000</u>	<u>123,612</u>	<u>(40,388)</u>	<u>183,357</u>
Expenditures				
Public Works:				
Operating expenditures	229,700	227,861	1,839	162,051
Capital outlay	13,300	8,096	5,204	13,794
Total expenditures	<u>243,000</u>	<u>235,957</u>	<u>7,043</u>	<u>175,845</u>
Excess of revenue over expenditures	(79,000)	(112,345)	(33,345)	7,512
Other financing sources (uses)				
Transfers in (out)	—	(159,000)	(159,000)	—
Total other financing sources	<u>—</u>	<u>(159,000)</u>	<u>(159,000)</u>	<u>—</u>
Net change in fund balance	(79,000)	(271,345)	(192,345)	—
Fund balance, beginning of year	281,668	281,668	—	274,156
Fund balance, end of year	<u>\$ 202,668</u>	<u>\$ 10,323</u>	<u>\$ (192,345)</u>	<u>\$ 281,668</u>

RICHLAND COUNTY, SOUTH CAROLINA
TOURISM DEVELOPMENT SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 304,416	\$ 106,328
Due from other governments	66,619	71,621
Total assets	<u>\$ 371,035</u>	<u>\$ 177,949</u>
Liabilities and Fund Balance		
Fund balance:		
Unreserved, undesignated	\$ 371,035	\$ 177,949
Total fund balance	<u>371,035</u>	<u>177,949</u>
Total liabilities and fund balance	<u>\$ 371,035</u>	<u>\$ 177,949</u>

RICHLAND COUNTY, SOUTH CAROLINA

TOURISM DEVELOPMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Tourism development fees	\$ —	\$ 805,372	\$ 805,372	\$ 818,706
Interest	—	278	278	—
Total revenue	—	805,650	805,650	818,706
Expenditures				
Economic Development:				
Other- Tourism fee disbursements	—	612,564	(612,564)	921,543
Total expenditures	—	612,564	(612,564)	921,543
Excess (deficiency) of revenue over expenditures	—	193,086	193,086	(102,837)
Fund balance, beginning of year	177,949	177,949	—	280,786
Fund balance, end of year	\$ 177,949	\$ 371,035	\$ 193,086	\$ 177,949

RICHLAND COUNTY, SOUTH CAROLINA
 TEMPORARY ALCOHOL PERMITS SPECIAL REVENUE FUND
 BALANCE SHEET

JUNE 30, 2004
 (With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 29,151	\$ 22,007
Total assets	<u>\$ 29,151</u>	<u>\$ 22,007</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-trade	\$ 6,090	\$ 18,317
Accrued salaries, wages and related costs	6,584	6,028
Total liabilities	<u>12,674</u>	<u>24,345</u>
Fund balance:		
Unreserved, undesignated (deficit)	<u>16,477</u>	<u>(2,338)</u>
Total fund balance	<u>16,477</u>	<u>(2,338)</u>
Total liabilities and fund balance	<u>\$ 29,151</u>	<u>\$ 22,007</u>

RICHLAND COUNTY, SOUTH CAROLINA

TEMPORARY ALCOHOL PERMITS SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004

(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Intergovernmental	\$ 185,000	\$ 114,750	\$ (70,250)	\$ 164,345
Total revenue	<u>185,000</u>	<u>114,750</u>	<u>(70,250)</u>	<u>164,345</u>
Expenditures				
Health and Social Services:				
Personal services	120,179	29,671	90,508	125,870
Operating expenditures	—	—	—	40,320
Capital outlay	—	—	—	2,500
Lump sum agencies-grants	66,892	66,264	628	102,438
Total expenditures	<u>187,071</u>	<u>95,935</u>	<u>91,136</u>	<u>271,128</u>
Excess (deficiencies) of revenue over expenditures	(2,071)	18,815	20,886	(106,783)
Fund balance, beginning of year	<u>(2,338)</u>	<u>(2,338)</u>	<u>—</u>	<u>104,445</u>
Fund balance, end of year	<u><u>\$ (4,409)</u></u>	<u><u>\$ 16,477</u></u>	<u><u>\$ 20,886</u></u>	<u><u>\$ (2,338)</u></u>

RICHLAND COUNTY, SOUTH CAROLINA
EMERGENCY TELEPHONE SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 1,661,677	\$ 2,374,639
Accounts receivable, net	<u>77,083</u>	<u>—</u>
Total assets	<u>\$ 1,738,760</u>	<u>\$ 2,374,639</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable- trade	\$ (558)	\$ 423,539
Total liabilities	<u>(558)</u>	<u>423,539</u>
Fund balance:		
Unreserved, undesignated	<u>1,739,318</u>	<u>1,951,100</u>
Total fund balance	<u>1,739,318</u>	<u>1,951,100</u>
Total liabilities and fund balance	<u>\$ 1,738,760</u>	<u>\$ 2,374,639</u>

RICHLAND COUNTY, SOUTH CAROLINA

EMERGENCY TELEPHONE SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004

(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
E911 telephone fees	\$ 1,250,000	\$ 1,157,148	\$ (92,852)	\$ 1,196,220
Total revenue	<u>1,250,000</u>	<u>1,157,148</u>	<u>(92,852)</u>	<u>1,196,220</u>
Expenditures				
Public Safety:				
Operating expenditures	222,000	77,748	144,252	172,249
Capital outlay	<u>2,226,556</u>	<u>1,291,182</u>	<u>935,374</u>	<u>841,975</u>
Total expenditures	<u>2,448,556</u>	<u>1,368,930</u>	<u>1,079,626</u>	<u>1,014,224</u>
Excess (deficiency) of revenue over expenditures	(1,198,556)	(211,782)	986,774	181,996
Fund balance, beginning of year	<u>1,951,100</u>	<u>1,951,100</u>	<u>—</u>	<u>1,769,104</u>
Fund balance, end of year	<u>\$ 752,544</u>	<u>\$ 1,739,318</u>	<u>\$ 986,774</u>	<u>\$ 1,951,100</u>

RICHLAND COUNTY, SOUTH CAROLINA

FIRE SERVICE SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 3,636,005	\$ 815,717
Receivables, net		
Property taxes	120,513	1,610
Due from other governments	<u>1,895,045</u>	<u>785,293</u>
Total assets	<u>\$ 5,651,563</u>	<u>\$ 1,602,620</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-trade	\$ 628,557	\$ 40,283
Accrued salaries, wages and other related costs	<u>20,865</u>	<u>12,564</u>
Total liabilities	<u>649,422</u>	<u>52,847</u>
Fund balance:		
Unreserved, undesignated	<u>5,002,141</u>	<u>1,549,773</u>
Total fund balance	<u>5,002,141</u>	<u>1,549,773</u>
Total liabilities and fund balance	<u>\$ 5,651,563</u>	<u>\$ 1,602,620</u>

RICHLAND COUNTY, SOUTH CAROLINA

FIRE SERVICE SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Property taxes	\$ 10,039,757	\$ 11,122,779	\$ 1,083,022	\$ 8,103,503
Fees-in-lieu of taxes	350,000	559,506	209,506	413,982
Intergovernmental	900,000	1,785,452	885,452	384,212
Total revenue	11,289,757	13,467,737	2,177,980	8,901,697
Expenditures				
Public Safety:				
Personal services	583,652	365,474	218,178	306,350
Operating expenditures	1,168,670	656,159	512,511	317,882
Capital outlay	523,000	26,114	496,886	100,518
Other- fire service	9,339,860	8,875,005	464,855	6,509,987
Total expenditures	11,615,182	9,922,752	1,692,430	7,234,737
Excess (deficiency) of revenue over expenditures	(325,425)	3,544,985	3,870,410	1,666,960
Other Financing Sources (Uses)				
Transfers in (out)	—	(92,617)	(92,617)	—
Total other financing sources	—	(92,617)	(92,617)	—
Net change in fund balance	(325,425)	3,452,368	3,777,793	1,666,960
Fund balance (deficit), beginning of year	1,549,773	1,549,773	—	(117,187)
Fund balance, end of year	\$ 1,224,348	\$ 5,002,141	\$ 3,777,793	\$ 1,549,773

RICHLAND COUNTY, SOUTH CAROLINA

FORFEITURE SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Cash and cash equivalents	\$ 81,833	\$ 45,675
Total assets	<u>\$ 81,833</u>	<u>\$ 45,675</u>
Liabilities and Fund Balance		
Fund balance:		
Unreserved, undesignated	\$ 81,833	\$ 45,675
Total fund balance	<u>81,833</u>	<u>45,675</u>
Total liabilities and fund balance	<u>\$ 81,833</u>	<u>\$ 45,675</u>

RICHLAND COUNTY, SOUTH CAROLINA
 FORFEITURE SPECIAL REVENUE FUND
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
 BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
 (With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Fees and fines	\$ —	\$ 220,544	\$ 220,544	\$ 361,147
Interest	—	3,116	3,116	3,656
Total revenue	—	223,660	223,660	364,803
Expenditures				
Public Safety:				
Operating expenditures	—	187,502	(187,502)	402,091
Total expenditures	—	187,502	(187,502)	402,091
Excess (deficiency) of revenue over expenditures	—	36,158	36,158	(37,288)
Fund balance, beginning of year	45,675	45,675	—	82,963
Fund balance, end of year	\$ 45,675	\$ 81,833	\$ 36,158	\$ 45,675

RICHLAND COUNTY, SOUTH CAROLINA
STORMWATER MANAGEMENT SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 1,091,730	\$ 673,367
Receivable, net:		
Property taxes	14,819	11,125
Inventory	<u>21,613</u>	<u>—</u>
Total assets	<u><u>\$ 1,128,162</u></u>	<u><u>\$ 684,492</u></u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-trade	\$ 167,512	\$ 284,381
Accrued salaries, wages and related costs	17,639	12,778
Accrued compensated absences	<u>10,335</u>	<u>8,427</u>
Total liabilities	<u>195,486</u>	<u>305,586</u>
Fund balance:		
Reserved for inventory	21,613	—
Unreserved, undesignated	<u>911,063</u>	<u>378,906</u>
Total fund balance	<u>932,676</u>	<u>378,906</u>
Total liabilities and fund balance	<u><u>\$ 1,128,162</u></u>	<u><u>\$ 684,492</u></u>

RICHLAND COUNTY, SOUTH CAROLINA

STORMWATER MANAGEMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004

(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Property taxes	\$ 1,500,000	\$ 1,606,368	\$ 106,368	\$ 1,423,250
Fees-in-lieu of taxes	80,000	78,318	(1,682)	77,350
Total revenue	<u>1,580,000</u>	<u>1,684,686</u>	<u>104,686</u>	<u>1,500,600</u>
Expenditures				
Public Works :				
Personal services	295,989	336,033	(40,044)	279,362
Operating expenditures	401,600	138,574	263,026	164,621
Capital outlay	1,805,346	656,309	1,149,037	714,867
Total expenditures	<u>2,502,935</u>	<u>1,130,916</u>	<u>1,372,019</u>	<u>1,158,850</u>
Excess (deficiency) of revenue over expenditures	(922,935)	553,770	1,476,705	341,750
Fund balance, beginning of year	<u>378,906</u>	<u>378,906</u>	<u>—</u>	<u>37,156</u>
Fund balance, end of year	<u>\$ (544,029)</u>	<u>\$ 932,676</u>	<u>\$ 1,476,705</u>	<u>\$ 378,906</u>

RICHLAND COUNTY, SOUTH CAROLINA
 CONSERVATION COMMISSION SPECIAL REVENUE FUND
 BALANCE SHEET

JUNE 30, 2004
 (With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 141,738	\$ —
Receivable, net:		
Property taxes	<u>1,645</u>	<u>—</u>
Total assets	<u>\$ 143,383</u>	<u>\$ —</u>
Liabilities and Fund Balance		
Liabilities:		
Accrued salaries, wages and related costs	\$ 7,600	\$ —
Total liabilities	<u>7,600</u>	<u>—</u>
Fund balance:		
Unreserved, undesignated	<u>135,783</u>	<u>—</u>
Total fund balance	<u>135,783</u>	<u>—</u>
Total liabilities and fund balance	<u>\$ 143,383</u>	<u>\$ —</u>

RICHLAND COUNTY, SOUTH CAROLINA

CONSERVATION COMMISSION SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004

(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Property taxes	\$ —	\$ 174,412	\$ 174,412	\$ —
Fees-in-lieu of taxes	200,000	6,176	(193,824)	—
Total revenue	200,000	180,588	(19,412)	—
Expenditures				
Public Works :				
Operating expenditures	194,894	43,699	151,195	—
Capital outlay	1,106	1,106	—	—
Total expenditures	196,000	44,805	151,195	—
Excess (deficiency) of revenue over expenditures	4,000	135,783	131,783	—
Fund balance, beginning of year	—	—	—	—
Fund balance, end of year	\$ 4,000	\$ 135,783	131,783	\$ —

RICHLAND COUNTY, SOUTH CAROLINA
 NEIGHBORHOOD REDEVELOPMENT SPECIAL REVENUE FUND
 BALANCE SHEET

JUNE 30, 2004
 (With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 153,944	\$ —
Receivable, net:		
Property taxes	<u>1,644</u>	<u>—</u>
Total assets	<u><u>\$ 155,588</u></u>	<u><u>\$ —</u></u>
Liabilities and Fund Balance		
Fund balance:		
Unreserved, undesignated	\$ 155,588	\$ —
Total fund balance	<u>155,588</u>	<u>—</u>
Total liabilities and fund balance	<u><u>\$ 155,588</u></u>	<u><u>\$ —</u></u>

RICHLAND COUNTY, SOUTH CAROLINA

NEIGHBORHOOD REDEVELOPMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004

(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Property taxes	\$ 200,000	\$ 174,412	\$ (25,588)	\$ —
Fees-in-lieu of taxes	—	6,176	6,176	—
Total revenue	<u>200,000</u>	<u>180,588</u>	<u>(19,412)</u>	<u>—</u>
Expenditures				
Public Works :				
Personal services	20,417	—	20,417	—
Operating expenditures	179,583	25,000	154,583	—
Total expenditures	<u>200,000</u>	<u>25,000</u>	<u>175,000</u>	<u>—</u>
Excess (deficiency) of revenue over expenditures	—	155,588	155,588	—
Fund balance, beginning of year	—	—	—	—
Fund balance, end of year	<u>\$ —</u>	<u>\$ 155,588</u>	<u>\$ 155,588</u>	<u>\$ —</u>

RICHLAND COUNTY, SOUTH CAROLINA
HOSPITALITY TAX SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 2,408,889	\$ —
Total assets	<u>\$ 2,408,889</u>	<u>\$ —</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-trade	\$ 7,000	\$ —
Total liabilities	<u>7,000</u>	<u>—</u>
Fund balance:		
Unreserved, undesignated	<u>2,401,889</u>	<u>—</u>
Total fund balance	<u>2,401,889</u>	<u>—</u>
Total liabilities and fund balance	<u>\$ 2,408,889</u>	<u>\$ —</u>

RICHLAND COUNTY, SOUTH CAROLINA

HOSPITALITY TAX SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Hospitality taxes	\$ 2,900,000	\$ 3,601,403	\$ 701,403	\$ —
Interest	—	3,961	3,961	—
Total revenue	<u>2,900,000</u>	<u>3,605,364</u>	<u>705,364</u>	<u>—</u>
Expenditures				
Other:				
Lump sum agencies - grants	2,900,000	1,203,475	1,696,525	—
Total expenditures	<u>2,900,000</u>	<u>1,203,475</u>	<u>1,696,525</u>	<u>—</u>
Excess (deficiency) of revenue over expenditures	—	2,401,889	2,401,889	—
Fund balance, beginning of year	—	—	—	—
Fund balance, end of year	<u>\$ —</u>	<u>\$ 2,401,889</u>	<u>\$ 2,401,889</u>	<u>\$ —</u>

RICHLAND COUNTY, SOUTH CAROLINA
ACCOMMODATIONS TAX SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Due from other governments	\$ 173,506	\$ —
Total assets	<u>\$ 173,506</u>	<u>\$ —</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-trade	\$ 70,000	\$ —
Due to other funds	103,506	—
Total liabilities	<u>173,506</u>	<u>—</u>
Fund balance:		
Unreserved, undesignated	<u>—</u>	<u>—</u>
Total fund balance	<u>—</u>	<u>—</u>
Total liabilities and fund balance	<u>\$ 173,506</u>	<u>\$ —</u>

RICHLAND COUNTY, SOUTH CAROLINA

ACCOMMODATIONS TAX SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Accommodations taxes	\$ 500,000	\$ 545,336	\$ 45,336	\$ —
Interest	—	1,152	1,152	—
Total revenue	500,000	546,488	46,488	—
Expenditures				
Other:				
Operating expenditures	525,000	525,000	—	—
Total expenditures	525,000	525,000	—	—
Excess (deficiency) of revenue over expenditures	(25,000)	21,488	46,488	—
Other financing sources (uses)				
Transfers in (out)	—	(21,488)	(21,488)	—
Total other financing sources (uses)	—	(21,488)	(21,488)	—
Net change in fund balance	(25,000)	—	25,000	—
Fund balance, beginning of year	—	—	—	—
Fund balance, end of year	\$ (25,000)	\$ —	\$ 25,000	\$ —

RICHLAND COUNTY, SOUTH CAROLINA

OTHER SPECIAL REVENUE FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ —	\$ 13,332
Due from other governments	14,062	—
Total assets	<u>\$ 14,062</u>	<u>\$ 13,332</u>
Liabilities and Fund Balance		
Liabilities:		
Deficit equity in pooled cash	\$ 4,603	\$ —
Accounts payable-trade	—	6,505
Accrued salaries, wages and related costs	1,529	1,360
Total liabilities	<u>6,132</u>	<u>7,865</u>
Fund balance:		
Unreserved, undesignated	7,930	5,467
Total fund balance	<u>7,930</u>	<u>5,467</u>
Total liabilities and fund balance	<u>\$ 14,062</u>	<u>\$ 13,332</u>

RICHLAND COUNTY, SOUTH CAROLINA

OTHER SPECIAL REVENUE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Intergovernmental	\$ 124,006	\$ 148,195	\$ 24,189	\$ 169,327
Total revenue	<u>124,006</u>	<u>148,195</u>	<u>24,189</u>	<u>169,327</u>
Expenditures				
General Government:				
Personal services	35,754	29,197	6,557	32,088
Operating expenditures	88,588	83,507	5,081	138,970
Total expenditures	<u>124,342</u>	<u>112,704</u>	<u>11,638</u>	<u>171,058</u>
Excess (deficiency) of revenue over expenditures	(336)	35,491	35,827	(1,731)
Other financing sources (uses)				
Transfers out	—	(33,028)	(33,028)	—
Total other financing sources (uses)	<u>—</u>	<u>(33,028)</u>	<u>(33,028)</u>	<u>—</u>
Net change in fund balances	(336)	2,463	2,799	—
Fund balance, beginning of year	5,467	5,467	—	7,198
Fund balance, end of year	<u>\$ 5,131</u>	<u>\$ 7,930</u>	<u>\$ 2,799</u>	<u>\$ 5,467</u>

RICHLAND COUNTY, SOUTH CAROLINA

DEBT SERVICE FUNDS

The Debt Service funds are used to account for accumulating of funds for, and payment of all general long-term debt principal, interest and fees, exclusive of those relating to the Proprietary Funds. The County currently has established the following Debt Service Funds:

General Debt Service- accounts for the funds accumulated for, and payment of all general obligation G.O. long-term debt principal, interest and fees other than those accounted for in other funds. The debt issuances accounted for in this fund consist of 1978 GO Bond, 1991 Series A, B, & B G.O. Bond, 1994 Series B G.O. Bond, 1995 G.O. Bond, 1997 Series B G.O. Bond, 2001 Series A, B, & C G.O. Bond, 2002 Series A & B and 2003 Series B G.O. Bond.

South Beltline Sewer District Bonds- accounts for the funds accumulated for, and payment of principal, interest, and fees on the general obligation serial bonds issued for the South Beltline Sewer District.

Administrative Building Certificates of Participation- accounts for the funds accumulated for, and payment of all principal, interest and fees on the certificates of participation issued by Richland County Administrative Building Corporation.

2003 Series C Fire Protection Refunding Bond- accounts for the funds accumulated for, and payment of all principal, interest and fees on the 2003 Fire Protection bond. Property taxes are levied on the unincorporated areas of the County for the payment of principal and interest.

1997 Series A Drainage Improvement Bond- to accumulate monies for the payment of the 1997 Drainage Improvement Bonds. Property taxes were levied on the special tax district consisting of the entire County for the payment of principal and interest.

RICHLAND COUNTY, SOUTH CAROLINA

DEBT SERVICE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2004

	Non-Major Funds					1997 Series A	
	General Debt Service	South Beltline Sewer District Bond	Administrative Building C.O.P.	2003 Series C Fire Protection Refunding Bond	Improvement Bond	Drainage Bond	Total Debt Service Funds
Assets							
Equity in pooled cash	\$ 5,146,096	\$ —	\$ —	\$ 66,158	\$ 10,931	\$ —	\$ 5,223,185
Investments	—	—	325,026	—	—	—	325,026
Receivables, net:							
Property taxes	102,059	—	—	4,090	5,837	—	111,986
Other	541,012	—	—	—	—	—	541,012
Total assets	<u>\$ 5,789,167</u>	<u>\$ —</u>	<u>\$ 325,026</u>	<u>\$ 70,248</u>	<u>\$ 16,768</u>	<u>\$ —</u>	<u>\$ 6,201,209</u>
Liabilities and Fund Balances							
Liabilities:							
Accounts payable-other	\$ 104,270	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 104,270
Total liabilities	<u>104,270</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>104,270</u>
Fund balances:							
Reserved for debt service	5,684,897	—	325,026	70,248	16,768	—	6,096,939
Total fund balances	<u>5,684,897</u>	<u>—</u>	<u>325,026</u>	<u>70,248</u>	<u>16,768</u>	<u>—</u>	<u>6,096,939</u>
Total liabilities and fund balances	<u>\$ 5,789,167</u>	<u>\$ —</u>	<u>\$ 325,026</u>	<u>\$ 70,248</u>	<u>\$ 16,768</u>	<u>\$ —</u>	<u>\$ 6,201,209</u>

RICHLAND COUNTY, SOUTH CAROLINA

DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 2004

	Non-Major Funds					Total Debt Service Funds
	General Debt Service	South Beltline Sewer District Bonds	Administrative Building C.O.P.	2003 Series C Fire Protection Refunding Bond	1997 Series A Drainage Improvement Bonds	
Revenue						
Property taxes	\$ 10,182,116	\$ —	\$ 88,840	\$ 446,242	\$ 600,513	\$ 11,317,711
Intergovernmental	—	23,875	—	—	—	23,875
Interest	44,761	—	3,433	638	366	49,198
Other	158,032	—	—	—	—	158,032
Total revenue	10,384,909	23,875	92,273	446,880	600,879	11,548,816
Expenditures						
Debt service:						
Principal retirement	6,731,523	100,000	—	350,000	500,000	7,681,523
Interest and fiscal charges	3,573,355	7,825	92,287	52,811	90,796	3,817,074
Bond issue costs	—	—	—	—	—	—
Other	—	—	—	—	—	—
Total expenditures	10,304,878	107,825	92,287	402,811	590,796	11,498,597
Excess (deficiency) of revenue over expenditures	80,031	(83,950)	(14)	44,069	10,083	50,219
Other Financing Sources (Uses)						
Transfers in	70,000	41,334	—	—	—	111,334
Transfers (out)	(41,334)	—	—	—	—	(41,334)
Total other financing sources (uses)	28,666	41,334	—	—	—	70,000
Net change in fund balances	108,697	(42,616)	(14)	44,069	10,083	120,219
Fund balances, beginning of year	5,576,200	42,616	325,040	26,179	6,685	5,976,720
Fund balances, end of year	\$ 5,684,897	\$ —	\$ 325,026	\$ 70,248	\$ 16,768	\$ 6,096,939

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL DEBT SERVICE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 5,146,096	\$ 5,144,867
Receivables, net:		
Property taxes	102,059	112,351
Other	<u>541,012</u>	<u>423,250</u>
Total assets	<u>\$ 5,789,167</u>	<u>\$ 5,680,468</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-other	\$ 104,270	\$ 104,268
Total liabilities	<u>104,270</u>	<u>104,268</u>
Fund balance:		
Reserved for debt service	<u>5,684,897</u>	<u>5,576,200</u>
Total liabilities and fund balance	<u>\$ 5,789,167</u>	<u>\$ 5,680,468</u>

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL DEBT SERVICE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Property taxes	\$ —	\$ 10,182,116	\$ 10,182,116	\$ 8,943,898
Interest	—	44,761	44,761	1,788,741
Other	—	158,032	158,032	481,050
Total revenue	—	10,384,909	10,384,909	11,213,689
Expenditures				
Debt service:				
Principal	—	6,731,523	(6,731,523)	6,640,527
Interest and fiscal charges	—	3,573,355	(3,573,355)	3,985,240
Bond issue costs	—	—	—	120,581
Total expenditures	—	10,304,878	(10,304,878)	10,746,348
Excess (deficiency) of revenue over expenditures	—	80,031	80,301	467,341
Other Financing Sources (Uses)				
Bond proceeds	—	—	—	20,230,000
Bond issue premium	—	—	—	1,672,826
Payment to refunded bond escrow agent	—	—	—	(20,103,183)
Transfers in	—	70,000	70,000	41,675
Transfers (out)	—	(41,334)	(41,334)	(14,850)
Total other financing sources	—	28,666	28,666	1,826,468
Net change in fund balance	—	108,697	108,697	2,293,809
Fund balance, beginning of year	5,576,200	5,576,200	—	3,282,391
Fund balance, end of year	\$ 5,576,200	\$ 5,684,897	\$ 108,697	\$ 5,576,200

RICHLAND COUNTY, SOUTH CAROLINA

SOUTH BELTLINE SEWER DISTRICT BONDS DEBT SERVICE FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ —	\$ 42,616
Due from other governments	—	107,750
Total assets	<u>\$ —</u>	<u>\$ 150,366</u>
Liabilities and Fund Balance		
Liabilities:		
Deferred revenue	\$ —	\$ 107,750
Total liabilities	—	107,750
Fund balance:		
Reserved for debt service	—	42,616
Total liabilities and fund balance	<u>\$ —</u>	<u>\$ 150,366</u>

RICHLAND COUNTY, SOUTH CAROLINA

SOUTH BELTLINE SEWER DISTRICT BONDS DEBT SERVICE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Intergovernmental	\$ —	\$ 23,875	\$ 23,875	\$ 91,659
Total revenue	—	23,875	23,875	91,659
Expenditures				
Debt service:				
Principal	—	100,000	(100,000)	100,000
Interest and fiscal charges	—	7,825	(7,825)	14,825
Total expenditures	—	107,825	(107,825)	114,825
Excess (deficiency) of revenue over expenditures	—	(83,950)	(83,950)	(23,166)
Other Financing Sources (Uses)				
Transfer in	—	41,334	41,334	23,166
Total other financing sources	—	41,334	41,334	23,166
Net change in fund balance	—	(42,616)	(42,616)	—
Fund balance, beginning of year	42,616	42,616	—	42,616
Fund balance, end of year	\$ 42,616	\$ —	\$ (42,616)	\$ 42,616

RICHLAND COUNTY, SOUTH CAROLINA
 ADMINISTRATIVE BUILDING C.O.P. DEBT SERVICE FUND
 BALANCE SHEET

JUNE 30, 2004
 (With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Investments	\$ 325,026	\$ 325,040
Total assets	<u>\$ 325,026</u>	<u>\$ 325,040</u>
Fund Balance		
Fund balance:		
Reserved for debt service	\$ 325,026	\$ 325,040
Total liabilities and fund balance	<u>\$ 325,026</u>	<u>\$ 325,040</u>

RICHLAND COUNTY, SOUTH CAROLINA

ADMINISTRATIVE BUILDING C.O.P. DEBT SERVICE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Property taxes	\$ —	\$ 88,840	\$ 88,840	\$ —
Interest	—	3,433	3,433	1,139
Total revenue	—	92,273	92,273	1,139
Expenditures				
Debt service:				
Principal	—	—	—	—
Interest and fiscal charges	—	92,287	(92,287)	92,288
Total expenditures	—	92,287	(92,287)	92,288
Excess (deficiency) of revenue over	—	(14)	(14)	(91,149)
Other Financing Sources (Uses)				
Transfer in	—	—	—	89,016
Total other financing sources	—	—	—	89,016
Net change in fund balance	—	(14)	(14)	(2,133)
Fund balance, beginning of year	325,040	325,040	—	327,173
Fund balance, end of year	\$ 325,040	\$ 325,026	\$ (14)	\$ 325,040

RICHLAND COUNTY, SOUTH CAROLINA

2003 SERIES C FIRE PROTECTION REFUNDING BOND DEBT SERVICE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 66,158	\$ 43,592
Receivables, net:		
Property taxes	<u>4,090</u>	<u>6,242</u>
Total assets	<u>\$ 70,248</u>	<u>\$ 49,834</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-other	\$ —	\$ 23,655
Total liabilities	<u>—</u>	<u>23,655</u>
Fund balance:		
Reserved for debt service	<u>70,248</u>	<u>26,179</u>
Total liabilities and fund balance	<u>\$ 70,248</u>	<u>\$ 49,834</u>

RICHLAND COUNTY, SOUTH CAROLINA

2003 SERIES C FIRE PROTECTION REFUNDING BOND DEBT SERVICE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Property taxes	\$ —	\$ 446,242	\$ 446,242	\$ 478,336
Interest	—	638	638	15,352
Total revenue	—	446,880	446,880	493,688
Expenditures				
Debt service:				
Principal	—	350,000	(350,000)	266,640
Interest and fiscal charges	—	52,811	(52,811)	129,699
Bond issue costs	—	—	—	24,068
Other	—	—	—	161,716
Total expenditures	—	402,811	(402,811)	582,123
Excess (deficiency) of revenue over expenditures	—	44,069	44,069	(88,435)
Other Financing Sources (Uses)				
Bond proceeds	—	—	—	2,250,000
Bond issue premium	—	—	—	114,517
Payment to refunded bond escrow agent	—	—	—	(2,226,345)
Total other financing sources (uses)	—	—	—	138,172
Net change in fund balance	—	44,069	44,069	49,737
Fund balance, beginning of year	26,179	26,179	—	(23,558)
Fund balance, end of year	\$ 26,179	\$ 70,248	\$ 44,069	\$ 26,179

RICHLAND COUNTY, SOUTH CAROLINA

1997 SERIES A DRAINAGE IMPROVEMENT BOND DEBT SERVICE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 10,931	\$ —
Receivables, net:		
Property taxes	<u>5,837</u>	<u>6,685</u>
Total assets	<u>\$ 16,768</u>	<u>\$ 6,685</u>
Liabilities and Fund Balance		
Fund balance:		
Reserved for debt service	<u>\$ 16,768</u>	<u>\$ 6,685</u>
Total liabilities and fund balance	<u>\$ 16,768</u>	<u>\$ 6,685</u>

RICHLAND COUNTY, SOUTH CAROLINA

1997 SERIES A DRAINAGE IMPROVEMENT BOND DEBT SERVICE FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Property taxes	\$ —	\$ 600,513	\$ 600,513	\$ 512,626
Interest	—	366	366	993
Total revenue	—	600,879	600,879	513,619
Expenditures				
Debt service:				
Principal	—	500,000	(500,000)	500,000
Interest and fiscal charges	—	90,796	(90,796)	112,000
Total expenditures	—	590,796	(590,796)	612,000
Excess (deficiency) of revenue over expenditures	—	10,083	10,083	(98,381)
Other Financing Sources (Uses)				
Transfer in	—	—	—	23,209
Total other financing sources	—	—	—	23,209
Net change in fund balance	—	10,083	10,083	(75,172)
Fund balance, beginning of year	6,685	6,685	—	81,857
Fund balance, end of year	<u>\$ 6,685</u>	<u>\$ 16,768</u>	<u>\$ 10,083</u>	<u>\$ 6,685</u>

RICHLAND COUNTY, SOUTH CAROLINA

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources used for the acquisition and/or construction of major capital facilities (other than those financed by the Proprietary Fund). The primary sources of money in these funds are the proceeds of general obligation bond issues, and interest earnings.

The County maintains separate capital project funds for each of the following projects:

Renovations and Refunding Program- accounts for the following major projects: expansion of the Detention Center, renovations of the Township Auditorium, capital investment in the GIS program, defray a portion of the cost of the Northeast Technology Center of Midlands Technical College, implementation of countywide phone system, acquisition of voting machines, substation and lab expansion of the Sheriff's Department, and such other lawful corporate and public purposes as the County Council shall determine.

Drainage Improvement Projects- accounts for construction and repair to drainage facilities and infrastructure within the unincorporated areas of the County.

Construction and Repair Projects- accounts for the renovation, demolition, retrofitting, relocation and roofing of various County facilities.

Sheriff Vehicles and Other Projects- accounts for cost relating to the seven-year vehicle replacement program and other projects.

RICHLAND COUNTY, SOUTH CAROLINA

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2004

	Non-Major Funds					Total Non-Major Funds	Capital Projects Funds
	Renovations and Refunding Program	Drainage Improvement Projects	Construction Repair and Fire Projects	Sheriff Vehicles and Other Projects			
Assets							
Equity in pooled cash	\$ 11,920,916	\$ 1,165,369	\$ 4,045,006	\$ 1,591,836	\$ 6,802,211	\$ 18,723,127	
Due from other governments	100,861	—	—	—	—	100,861	
Total assets	\$ 12,021,777	\$ 1,165,369	\$ 4,045,006	\$ 1,591,836	\$ 6,802,211	\$ 18,823,988	
Liabilities and Fund Balances							
Liabilities:							
Accounts payable-other	\$ 780,181	\$ 3,395	\$ 18,131	\$ 1,221,482	\$ 1,243,008	\$ 2,023,189	
Retainage payable	742,035	—	—	—	—	742,035	
Total liabilities	1,522,216	3,395	18,131	1,221,482	1,243,008	2,765,224	
Fund balances:							
Unreserved, undesignated	10,499,561	1,161,974	4,026,875	370,354	5,559,203	16,058,764	
Total fund balances	10,499,561	1,161,974	4,026,875	370,354	5,559,203	16,058,764	
Total liabilities and fund balances	\$ 12,021,777	\$ 1,165,369	\$ 4,045,006	\$ 1,591,836	\$ 6,802,211	\$ 18,823,988	

RICHLAND COUNTY, SOUTH CAROLINA

CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 2004

	Renovations and Refunding Program	Drainage Improvement Projects	Construction Repair and Fire Projects	Sheriff Vehicles and Other Projects	Total Non-Major Funds	Capital Projects Funds
Revenue						
Interest	\$ 60,105	\$ 10,022	\$ 40,550	21,366	\$ 71,938	\$ 132,043
Total revenue	60,105	10,022	40,550	21,366	71,938	132,043
Expenditures						
Public works:						
Capital outlay	7,743,404	162,699	802,441	4,195,597	5,160,737	12,904,141
Total expenditures	7,743,404	162,699	802,441	4,195,597	5,160,737	12,904,141
Excess (deficiency) of revenue over expenditures	(7,683,299)	(152,677)	(761,891)	(4,174,231)	(5,088,799)	(12,772,098)
Other Financing Sources (Uses)						
Bond proceeds	—	—	—	1,955,000	1,955,000	1,955,000
Transfers in	178,150	—	—	—	—	178,150
Total other financing sources	178,150	—	—	1,955,000	1,955,000	2,133,150
Net change in fund balance	(7,505,149)	(152,677)	(761,891)	(2,219,231)	(3,133,799)	(10,638,948)
Fund balances, beginning of year	18,004,710	1,314,651	4,788,766	2,589,585	8,693,002	26,697,712
Fund balances, end of year	\$ 10,499,561	\$ 1,161,974	\$ 4,026,875	\$ 370,354	\$ 5,559,203	\$ 16,058,764

RICHLAND COUNTY, SOUTH CAROLINA
 RENOVATIONS AND REFUNDING PROGRAM CAPITAL PROJECTS FUND
 BALANCE SHEET

JUNE 30, 2004
 (With comparative total amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 11,920,916	\$ 18,046,512
Due from other governments	<u>100,861</u>	<u>100,861</u>
Total assets	<u>\$ 12,021,777</u>	<u>\$ 18,147,373</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-other	\$ 780,181	\$ 114,457
Retainage payable	<u>742,035</u>	<u>28,206</u>
Total liabilities	<u>1,522,216</u>	<u>142,663</u>
Fund balance:		
Unreserved, undesignated	<u>10,499,561</u>	<u>18,004,710</u>
Total fund balance	<u>10,499,561</u>	<u>18,004,710</u>
Total liabilities and fund balance	<u>\$ 12,021,777</u>	<u>\$ 18,147,373</u>

RICHLAND COUNTY, SOUTH CAROLINA

RENOVATIONS AND REFUNDING PROGRAM CAPITAL PROJECTS FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Interest	\$ —	\$ 60,105	\$ 60,105	\$ 333,336
Total revenue	—	60,105	60,105	333,336
Expenditures				
Public works:				
Capital outlay:				
GIS	5,845,921	409,652	5,436,269	440,602
Sheriff building expenses	51,376	47,750	3,626	123,815
Detention Center	11,612,745	7,334,783	4,277,962	123,815
Midlands Tech. College	—	(100,000)	100,000	1,332,859
Township Auditorium	159,432	51,219	108,213	356,738
Voting machines	118,600	—	118,600	281,399
Non-asset equipment	—	—	—	202,370
Total expenditures	17,788,074	7,743,404	10,044,670	3,183,672
Excess (deficiency) of revenue over expenditures	(17,788,074)	(7,683,299)	10,104,775	(2,850,336)
Other Financing Sources (Uses)				
Transfers in	—	178,150	178,150	—
Total other financing sources	—	178,150	178,150	—
Net change in fund balance	(17,788,074)	(7,505,149)	10,282,925	(2,850,336)
Fund balance, beginning of year	18,004,710	18,004,710	—	20,855,046
Fund balance, end of year	\$ 216,636	\$ 10,499,561	\$ 10,282,925	\$ 18,004,710

RICHLAND COUNTY, SOUTH CAROLINA

DRAINAGE IMPROVEMENT PROJECT CAPITAL PROJECTS FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative total amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 1,165,369	\$ 1,372,670
Total assets	<u>\$ 1,165,369</u>	<u>\$ 1,372,670</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-other	\$ 3,395	\$ 51,490
Retainage payable	—	6,529
Total liabilities	<u>3,395</u>	<u>58,019</u>
Fund balance:		
Unreserved, undesignated	<u>1,161,974</u>	<u>1,314,651</u>
Total fund balance	<u>1,161,974</u>	<u>1,314,651</u>
Total liabilities and fund balance	<u>\$ 1,165,369</u>	<u>\$ 1,372,670</u>

RICHLAND COUNTY, SOUTH CAROLINA

DRAINAGE IMPROVEMENT PROJECT CAPITAL PROJECTS FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004

(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Interest	\$ —	\$ 10,022	\$ 10,022	\$ 18,530
Total revenue	—	10,022	10,022	18,530
Expenditures				
Public Works:				
Capital outlay – drainage system	689,332	162,699	526,633	225,454
Total expenditures	689,332	162,699	526,633	225,454
Excess (deficiency) of revenue over expenditures	(689,332)	(152,677)	536,655	(206,924)
Fund balance, beginning of year	1,314,651	1,314,651	—	1,521,575
Fund balance, end of year	<u>\$ 625,319</u>	<u>\$ 1,161,974</u>	<u>\$ 536,655</u>	<u>\$ 1,314,651</u>

RICHLAND COUNTY, SOUTH CAROLINA

CONSTRUCTION, REPAIR AND FIRE PROJECTS CAPITAL PROJECTS FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative total amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 4,045,006	\$ 5,791,718
Total assets	<u>\$ 4,045,006</u>	<u>\$ 5,791,718</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-other	\$ 18,131	\$ 1,002,952
Total liabilities	<u>18,131</u>	<u>1,002,952</u>
Fund balance:		
Unreserved, undesignated	<u>4,026,875</u>	<u>4,788,766</u>
Total fund balance	<u>4,026,875</u>	<u>4,788,766</u>
Total liabilities and fund balance	<u>\$ 4,045,006</u>	<u>\$ 5,791,718</u>

RICHLAND COUNTY, SOUTH CAROLINA

CONSTRUCTION, REPAIR AND FIRE PROJECTS CAPITAL PROJECTS FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Interest	\$ —	\$ 40,550	\$ 40,550	\$ 48,747
Total revenue	—	40,550	40,550	48,747
Expenditures				
Public works:				
Capital outlay:				
Fire stations/improvements/ equipment	1,151,902	522,926	628,976	2,673,818
Sheriff building improvements	158,147	152,530	5,617	334
EMS building improvements	—	(9,985)	9,985	246,835
Public works improvements	—	—	—	4,111
Construction and facility maintenance	216,064	20,518	195,546	8,784
Judicial Center maintenance	8,307	8,307	—	3,280
Administration/health maintenance	9,044	9,044	—	—
Judicial Center HVAC	3,705,822	99,101	3,606,721	293,615
Total expenditures	5,249,286	802,441	4,446,845	3,230,777
Excess (deficiency) of revenue over expenditures	(5,249,286)	(761,891)	4,487,395	(3,182,030)
Other Financing Sources (Uses)				
Bond proceeds	—	—	—	7,850,000
Bond issue premium	—	—	—	28,668
Transfers in	—	—	—	611,132
Transfers (out)	—	—	—	(99,660)
Total other financing sources	—	—	—	8,390,140
Net change in fund balance	(5,249,286)	(761,891)	4,487,395	5,208,110
Fund balance (deficit), beginning of year	4,788,766	4,788,766	—	(419,344)
Fund balance, end of year	\$ (460,520)	\$ 4,026,875	\$ 4,487,395	\$ 4,788,766

RICHLAND COUNTY, SOUTH CAROLINA

SHERIFF VEHICLES AND OTHER PROJECTS CAPITAL PROJECTS FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative total amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Equity in pooled cash	\$ 1,591,836	\$ 2,704,183
Total assets	<u>\$ 1,591,836</u>	<u>\$ 2,704,183</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable-other	\$ 1,221,482	\$ 114,598
Total liabilities	<u>1,221,482</u>	<u>114,598</u>
Fund balance:		
Unreserved, undesignated	<u>370,354</u>	<u>2,589,585</u>
Total fund balance	<u>370,354</u>	<u>2,589,585</u>
Total liabilities and fund balance	<u>\$ 1,591,836</u>	<u>\$ 2,704,183</u>

RICHLAND COUNTY, SOUTH CAROLINA

SHERIFF VEHICLES AND OTHER PROJECTS CAPITAL PROJECTS FUND
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE —
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2004
(With comparative actual amounts year ended June 30, 2003)

	2004			2003
	Budget	Actual	Variance Positive (Negative)	Actual
Revenue				
Interest	\$ —	\$ 21,366	\$ 21,366	\$ 68
Total revenue	—	21,366	21,366	68
Expenditures				
Public works:				
Capital outlay:				
Sheriff vehicles - 03	2,450,000	2,370,036	79,964	114,964
Sheriff vehicles - 04	—	1,749,253	(1,749,253)	—
Sewer line relocation	156,124	46,308	109,816	—
Hopkins water	460,000	—	460,000	—
Administrative/DSS building	127,370	—	127,370	—
Judicial building	60,157	—	60,157	—
Financial system conversion	175,000	—	175,000	—
Bluff Road Park	30,000	30,000	—	—
Non-departmental automotive	15,020	—	15,020	49,941
Bond issue costs	—	—	—	16,160
Total expenditures	3,473,671	4,195,597	721,926	181,065
Excess (deficiency) of revenue over expenditures	(3,473,671)	(4,174,231)	(700,560)	(180,997)
Other Financing Sources (Uses)				
Bond proceeds	—	1,955,000	1,955,000	2,450,000
Bond issue premium	—	—	—	24,160
Transfers in	—	—	—	380,000
Total other financing sources (uses)	—	1,955,000	1,955,000	2,854,160
Net change in fund balance	(3,473,671)	(2,219,231)	1,254,440	2,673,163
Fund balance, beginning of year	2,589,585	2,589,585	—	(83,578)
Fund balance, end of year	\$ (884,086)	\$ 370,354	\$ 1,254,440	\$ 2,589,585

RICHLAND COUNTY, SOUTH CAROLINA

PROPRIETARY (ENTERPRISE) FUND

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

Solid Waste – is used to account for all revenue and expenses related to the County's solid waste and landfill activities.

Water/Sewer – is used to account for all revenue and expenses related to the County's water and sewer activities.

Parking – is used to account for all revenue and expenses related to the County's parking lot operated at 2020 Hampton Street.

Development Corporation – is used to account for all revenue and expenses related to the County's real estate ventures on Marion Street.

RICHLAND COUNTY, SOUTH CAROLINA

SOLID WASTE ENTERPRISE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Current assets:		
Equity in pooled cash	\$ 6,868,232	\$ 5,925,431
Receivables, net:		
Property taxes	35,572	160,000
Accounts (net of allowance of \$227,988 in 2004 and \$64,190 in 2003)	1,378,926	1,088,298
Due from other governments	—	32,348
Inventories	9,279	—
Total current assets	<u>8,292,009</u>	<u>7,206,077</u>
Non-current assets:		
Capital assets:		
Land	890,702	890,702
Buildings and improvements	118,410	118,410
Machinery and equipment	4,109,869	3,483,972
Computer equipment	9,418	—
Less, accumulated depreciation	<u>(3,199,134)</u>	<u>(3,193,510)</u>
Net capital assets	<u>1,929,265</u>	<u>1,299,574</u>
Total assets	<u>\$ 10,221,274</u>	<u>\$ 8,505,651</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable-trade	\$ 1,492,145	\$ 1,101,881
Accrued salaries, wages and related costs	75,546	93,183
Accrued compensated absences	51,605	—
Other payables-performance bonds	821,082	492,371
Due to other governments	31,243	—
Deferred revenue	4,489,428	4,923,628
Total current liabilities	<u>6,961,049</u>	<u>6,611,063</u>
Non-current liabilities:		
Closure/post-closure care cost payable	<u>2,464,999</u>	<u>2,719,800</u>
Total liabilities	<u>9,426,048</u>	<u>9,330,863</u>
Net assets:		
Investment in capital assets, net of related debt	1,929,265	1,299,574
Unrestricted (deficit)	<u>(1,134,039)</u>	<u>(2,124,786)</u>
Total net assets	<u>795,226</u>	<u>(825,212)</u>
Total liabilities and net assets	<u>\$ 10,221,274</u>	<u>\$ 8,505,651</u>

RICHLAND COUNTY, SOUTH CAROLINA

SOLID WASTE ENTERPRISE FUND

STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2004
(With comparative amounts year ended June 30, 2003)

	<u>2004</u>	<u>2003</u>
Operating Revenue		
Solid waste user fees and penalties	\$ 11,144,403	\$ 9,614,015
Intergovernmental – tire disposal fees	99,118	131,765
Total operating revenue	<u>11,243,521</u>	<u>9,745,780</u>
Operating Expenses		
Personal services	903,201	617,158
Operating expenses	12,279,763	12,005,383
Depreciation	174,981	293,869
Total operating expenses	<u>13,357,945</u>	<u>12,916,410</u>
Operating income (loss)	<u>(2,114,424)</u>	<u>(3,170,630)</u>
Non-Operating Revenue (Expenses)		
Property taxes	3,307,481	3,313,298
Fee-in-lieu of taxes	126,772	122,020
Interest income	16,432	42,001
Other	221,151	—
Net non-operating revenue (expenses)	<u>3,671,836</u>	<u>3,477,319</u>
Income (loss) before capital contributions and transfers	<u>1,557,412</u>	<u>306,689</u>
Capital Contributions		
Capital contributions	<u>63,026</u>	<u>—</u>
Net change in net assets	1,620,438	306,689
Net assets, beginning of year	<u>(825,212)</u>	<u>(1,131,901)</u>
Net assets, end of year	<u>\$ 795,226</u>	<u>\$ (825,212)</u>

RICHLAND COUNTY, SOUTH CAROLINA

SOLID WASTE ENTERPRISE FUND
STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2004
(With comparative amounts year ended June 30, 2003)

	<u>2004</u>	<u>2003</u>
Cash flows from operating activities		
Cash received from:		
Customers	\$ 10,853,775	\$ 10,338,970
Intergovernmental - tire disposal fees	99,118	131,765
Cash paid for:		
Salaries and benefits	(869,233)	(606,275)
Maintenance, supplies, fuel, utilities and minor equipment	(12,176,919)	(12,203,924)
Net cash used in operating activities	<u>(2,093,259)</u>	<u>(2,339,464)</u>
Cash flows from non-capital financing activities		
Property taxes	3,431,909	3,229,379
Fees-in-lieu of taxes	126,772	122,020
Net cash provided by non-capital financing activities	<u>3,558,681</u>	<u>3,351,399</u>
Cash flows from capital and related financing activities		
Acquisition and construction of fixed assets	(539,053)	(45,572)
Net cash used in capital and related financing activities	<u>(539,053)</u>	<u>(45,572)</u>
Cash flows from investing activities		
Interest earned	16,432	42,001
Net cash provided by investing activities	<u>16,432</u>	<u>42,001</u>
Net increase in cash and cash equivalents	942,801	1,008,364
Cash and cash equivalents, beginning of year	5,925,431	4,917,067
Cash and cash equivalents, end of year	<u><u>\$ 6,868,232</u></u>	<u><u>\$ 5,925,431</u></u>
Reconciliation of operating income (loss) to cash flows from operating activities		
Operating income (loss)	\$ (2,114,424)	\$ (3,170,630)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation	174,981	293,869
Change in certain assets and liabilities:		
Increase in receivables	(290,628)	(395,850)
Decrease in due to/from other governments	82,149	—
Increase in inventories	(9,279)	—
Increase (decrease) in accounts payable	390,264	(542,817)
Increase in accrued salaries, wages and related costs	33,968	10,883
Increase in performance bonds	328,711	344,276
(Decrease) increase in deferred revenue	(434,200)	1,120,805
(Decrease) in closure/post-closure cost payable	(254,801)	—
Net cash used in operating activities	<u><u>\$ (2,093,259)</u></u>	<u><u>\$ (2,339,464)</u></u>
Supplementary information for non-cash capital activities		
Contribution of capital assets from governmental activities	<u><u>\$ 63,026</u></u>	<u><u>\$ —</u></u>

RICHLAND COUNTY, SOUTH CAROLINA

WATER/SEWER ENTERPRISE FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Current assets:		
Equity in pooled cash	\$ 2,614,901	\$ 1,928,188
Receivables, net:		
Accounts (net of allowance of \$175,105, in 2004 and \$8,420 in 2003)	249,506	123,975
Total current assets	<u>2,864,407</u>	<u>2,052,163</u>
Non-current assets:		
Restricted equity in pooled cash	15,702,560	—
Capital assets:		
Land	918,715	660,715
Buildings and improvements	12,046,217	9,118,054
Machinery and equipment	715,493	638,477
Computer equipment	45,102	45,102
Construction in progress	1,590,032	1,281,540
Less, accumulated depreciation	(3,051,942)	(2,601,062)
Net capital assets	<u>12,263,617</u>	<u>9,142,826</u>
Deferred charges:	262,007	—
Less, accumulated amortization	(11,780)	—
Net deferred charges	<u>250,227</u>	<u>—</u>
Total assets	<u>\$ 31,080,811</u>	<u>\$ 11,194,989</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable-trade	\$ 255,551	\$ 143,343
Accrued salaries, wages and related costs	57,848	102,709
Accrued compensated absences	64,017	—
General obligation bonds payable-current portion	345,000	275,000
Accrued interest payable	501,710	104,946
Deferred revenue	618,200	—
Total current liabilities	<u>1,842,326</u>	<u>625,998</u>
Non-current liabilities:		
General obligation bonds payable	21,000,000	5,670,000
Total non-current liabilities	<u>21,000,000</u>	<u>5,670,000</u>
Total liabilities	<u>22,842,326</u>	<u>6,295,998</u>
Net assets:		
Invested in capital assets, net of related debt	6,388,617	3,197,826
Unrestricted	1,849,868	1,701,165
Total net assets	<u>8,238,485</u>	<u>4,898,991</u>
Total liabilities and net assets	<u>\$ 31,080,811</u>	<u>\$ 11,194,989</u>

RICHLAND COUNTY, SOUTH CAROLINA
WATER/SEWER ENTERPRISE FUND
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2004
(With comparative amounts year ended June 30, 2003)

	<u>2004</u>	<u>2003</u>
Operating Revenue		
User fees and penalties	\$ 3,074,233	\$ 2,649,433
Miscellaneous revenue	150,503	—
Total operating revenue	<u>3,224,736</u>	<u>2,649,433</u>
Operating Expenses		
Personal services	762,809	689,231
Operating expenses	824,806	651,245
Depreciation	462,681	372,433
Total operating expenses	<u>2,050,296</u>	<u>1,712,909</u>
Operating income	<u>1,174,440</u>	<u>936,524</u>
Non-operating Revenue (Expenses)		
Interest income	26,126	18,404
Interest expense	(277,692)	(432,003)
Amortization of bond issue cost and refunding loss	(11,780)	—
Net non-operating revenue (expenses)	<u>(263,346)</u>	<u>(413,599)</u>
Income before capital contributions and transfers	<u>911,094</u>	<u>522,925</u>
Capital Contributions		
Capital grants	148,916	543,251
Developer contributions, net of assets deeded to City of Columbia	2,279,484	—
Total capital contributions	<u>2,428,400</u>	<u>543,251</u>
Transfers		
Transfers in (out)	<u>—</u>	<u>99,660</u>
Net change in net assets	3,339,494	1,165,836
Net assets, beginning of year	<u>4,898,991</u>	<u>3,733,155</u>
Net assets, end of year	<u><u>\$ 8,238,485</u></u>	<u><u>\$ 4,898,991</u></u>

RICHLAND COUNTY, SOUTH CAROLINA

WATER/SEWER ENTERPRISE FUND
STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2004
(With comparative amounts year ended June 30, 2003)

	<u>2004</u>	<u>2003</u>
Cash flows from operating activities		
Cash received from:		
Customers	\$ 3,717,705	\$ 2,696,288
Cash paid for:		
Salaries and benefits	(743,653)	(685,224)
Maintenance, supplies, fuel, utilities, and minor equipment	(712,598)	(986,173)
Net cash provided by operating activities	<u>2,261,454</u>	<u>1,024,891</u>
Cash flows from capital and related financing activities		
Acquisitions of capital assets	(888,835)	(210,600)
Proceeds from bond issuances	21,775,000	—
Principal payments on bonds	(6,375,000)	(260,000)
Interest paid on bonds	(558,388)	(327,057)
Capital contributions	148,916	543,251
Net cash provided by (used in) capital and related financing activities	<u>14,101,693</u>	<u>(254,406)</u>
Cash flows from investing activities		
Interest earned	26,126	18,404
Net cash provided by investing activities	<u>26,126</u>	<u>18,404</u>
Net increase in cash and cash equivalents	16,389,273	788,889
Cash and cash equivalents, beginning of year	1,928,188	1,139,299
Cash and cash equivalents, end of year (of which \$15,702,560 in 2004 is restricted)	<u>\$ 18,317,461</u>	<u>\$ 1,928,188</u>
Reconciliation of operating income to net cash from operating activities		
Operating income	\$ 1,174,440	\$ 936,524
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	462,681	372,433
Change in certain assets and liabilities:		
Increase (decrease) in accounts receivable	(125,531)	46,855
Increase (decrease) in accounts payable	112,208	(334,928)
Increase (decrease) increase in accrued salaries, wages and related costs	19,456	4,007
Increase in deferred revenue	618,200	—
Net cash provided by operating activities	<u>\$ 2,261,454</u>	<u>\$ 1,024,891</u>
Supplemental information on non-cash capital and related financing activities		
Capital assets acquired by governmental activities	\$ —	\$ 99,660
Capital assets deeded by developers	\$ 2,279,484	\$ —
Amortization of bond issue costs and refunding loss	\$ 11,780	\$ —

RICHLAND COUNTY, SOUTH CAROLINA

PARKING ENTERPRISE FUND
BALANCE SHEET

JUNE 30, 2004

(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Current assets:		
Equity in pooled cash	\$ 84,292	\$ 75,123
Receivables, net	278	—
Total current assets	<u>84,570</u>	<u>75,123</u>
Non-current assets:		
Capital assets:		
Land	258,942	258,942
Building and improvements	2,637,695	2,637,695
Machinery and equipment	46,701	46,701
Computer equipment	38,671	38,671
Less, accumulated depreciation	<u>(899,660)</u>	<u>(799,078)</u>
Net capital assets	<u>2,082,349</u>	<u>2,182,931</u>
Total assets	<u>\$ 2,166,919</u>	<u>\$ 2,258,054</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable - trade	\$ (1,060)	\$ 3,182
Accrued salaries, wages and related costs	11,985	13,216
Total current liabilities	<u>10,925</u>	<u>16,398</u>
Net assets:		
Invested in capital assets, net of related debt	2,082,309	2,182,931
Unrestricted	73,685	58,725
Total net assets	<u>2,155,994</u>	<u>2,241,656</u>
Total liabilities and net assets	<u>\$ 2,166,919</u>	<u>\$ 2,258,054</u>

RICHLAND COUNTY, SOUTH CAROLINA
 PARKING ENTERPRISE FUND
 STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS
 YEAR ENDED JUNE 30, 2004
 (With comparative amounts year ended June 30, 2003)

	<u>2004</u>	<u>2003</u>
Operating Revenue		
Parking user fees	\$ 140,342	\$ 138,998
Total operating revenue	<u>140,342</u>	<u>138,998</u>
Operating Expenses		
Personal services	112,837	115,665
Operating expenses	12,584	36,410
Depreciation	100,583	103,373
Total operating expenses	<u>226,004</u>	<u>255,448</u>
Operating loss	<u>(85,662)</u>	<u>(116,450)</u>
Net change in net assets	(85,662)	(116,450)
Net assets, beginning of year	<u>2,241,656</u>	<u>2,358,106</u>
Net assets, end of year	<u><u>\$ 2,155,994</u></u>	<u><u>\$ 2,241,656</u></u>

RICHLAND COUNTY, SOUTH CAROLINA

PARKING ENTERPRISE FUND
STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2004
(With comparative amounts year ended June 30, 2003)

	<u>2004</u>	<u>2003</u>
Cash flows from operating activities		
Cash received from:		
Customers	\$ 140,064	\$ 138,998
Cash paid to (for):		
Salaries and benefits	(117,079)	(117,121)
Maintenance, supplies and minor equipment	(13,816)	(36,410)
Net cash provided by (used in) operating activities	<u>9,169</u>	<u>(14,533)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	—	(6,079)
Net cash used in capital and related financing activities	<u>—</u>	<u>(6,079)</u>
Net increase (decrease) in cash and cash equivalents	9,169	(20,612)
Cash and cash equivalents, beginning of year	75,123	95,735
Cash and cash equivalents, end of year	<u>\$ 84,292</u>	<u>\$ 75,123</u>
Reconciliation of operating loss to net cash from operating activities		
Operating loss	\$ (85,662)	\$ (116,450)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:		
Depreciation	100,583	103,373
Change in certain assets and liabilities:		
(Increase) decrease in accounts receivable	(278)	47
Decrease in accounts payable	(4,242)	(10,151)
Increase (decrease) in accrued salaries, wages and related costs	(1,232)	8,648
Net cash provided by (used in) operating activities	<u>\$ 9,169</u>	<u>\$ (14,533)</u>

RICHLAND COUNTY, SOUTH CAROLINA
DEVELOPMENT CORPORATION ENTERPRISE FUND
BALANCE SHEET

JUNE 30, 2004
(With comparative amounts June 30, 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Current assets:		
Cash and cash equivalents - held by others	\$ 33,276	\$ —
Escrowed funds	891,733	—
Total current assets	<u>925,009</u>	<u>—</u>
Non-current assets:		
Capital assets:		
Land	1,148,712	—
Building and improvements	4,226,288	—
Less, accumulated depreciation	(82,178)	—
Net capital assets	<u>5,292,822</u>	<u>—</u>
Deferred charges:		
Loan costs, net of accumulated amortization	<u>49,219</u>	<u>—</u>
Total assets	<u>\$ 6,267,050</u>	<u>\$ —</u>
Liabilities and Net Assets		
Current liabilities:		
Mortgage loan payable – current portion	\$ 210,188	\$ —
Non-current liabilities:		
Mortgage loan payable	6,022,381	—
Total liabilities	<u>6,232,569</u>	<u>—</u>
Net assets:		
Invested in capital assets, net of related debt	(48,014)	—
Unrestricted	82,495	—
Total net assets	<u>34,481</u>	<u>—</u>
Total liabilities and net assets	<u>\$ 6,267,050</u>	<u>\$ —</u>

RICHLAND COUNTY, SOUTH CAROLINA
DEVELOPMENT CORPORATION ENTERPRISE FUND
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2004
(With comparative amounts year ended June 30, 2003)

	<u>2004</u>	<u>2003</u>
Operating Revenue		
Parking user fees	\$ 656	\$ —
Rents	254,520	—
Total operating revenue	<u>255,176</u>	<u>—</u>
Operating Expenses		
Operating expenses	97,318	—
Depreciation	82,178	—
Total operating expenses	<u>179,496</u>	<u>—</u>
Operating income	<u>75,680</u>	<u>—</u>
Non-operating Revenue (Expenses)		
Interest income	1,600	—
Interest expense	(128,697)	—
Amortization of loan costs	(5,469)	—
Total non-operating revenue (expenses)	<u>(132,566)</u>	<u>—</u>
Income (loss) before capital contributions	<u>(56,886)</u>	<u>—</u>
Capital Contributions		
Contributions	91,367	—
Total capital contributions	<u>91,367</u>	<u>—</u>
Net change in net assets	34,481	—
Net assets, beginning of year	<u>—</u>	<u>—</u>
Net assets, end of year	<u>\$ 34,481</u>	<u>\$ —</u>

RICHLAND COUNTY, SOUTH CAROLINA
DEVELOPMENT CORPORATION ENTERPRISE FUND
STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2004
(With comparative amounts year ended June 30, 2003)

	<u>2004</u>	<u>2003</u>
Cash flows from operating activities		
Cash received from:		
Customers	\$ 255,176	\$ —
Cash paid to (for):		
Maintenance, supplies and utilities	(97,318)	—
Net cash provided by operating activities	<u>157,858</u>	<u>—</u>
Cash flows from capital and related financing activities		
Proceeds from mortgage loan	6,300,000	—
Loan costs	(54,688)	—
Acquisition of capital assets	(5,375,000)	—
Principal payments on mortgage	(67,431)	—
Interest paid on mortgage	(128,697)	—
Capital contributions	91,367	—
Net cash provided by capital and related financing activities	<u>765,551</u>	<u>—</u>
Cash flow investing activities		
Interest earned	1,600	—
Net cash provided by investing activities	<u>1,600</u>	<u>—</u>
Net increase (decrease) in cash and cash equivalents	925,009	—
Cash and cash equivalents, beginning of year	—	—
Cash and cash equivalents, end of year	<u>\$ 925,009</u>	<u>\$ —</u>
Reconciliation of operating income to net cash from operating activities		
Operating income	\$ 75,680	\$ —
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Depreciation	82,178	—
Net cash provided by operating activities	<u>\$ 157,858</u>	<u>\$ —</u>

RICHLAND COUNTY, SOUTH CAROLINA

FIDUCIARY (AGENCY) FUND

The Fiduciary (Agency) Fund accounts for assets held by the County as an agent for other taxing units or other entities. Agency funds are custodial in nature; assets equal liabilities, and do not measure the results of operations. Interest earned on agency fund investments is credited and received by the General Fund unless an agreement provides otherwise.

RICHLAND COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

YEAR ENDED JUNE 30, 2004

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
Totals-Agency Funds				
Assets:				
Cash and cash equivalents	\$ 4,892,543	\$ 43,576,158	\$ 43,404,450	\$ 5,064,251
Equity in pooled cash	80,831,620	790,416,165	605,243,196	266,004,589
Total assets	<u>\$ 85,724,163</u>	<u>\$ 833,992,323</u>	<u>\$ 648,647,646</u>	<u>\$ 271,068,840</u>
Liabilities:				
Due to agency	\$ 85,724,163	\$ 833,992,323	\$ 648,647,646	\$ 271,068,840
Total liabilities	<u>\$ 85,724,163</u>	<u>\$ 833,992,323</u>	<u>\$ 648,647,646</u>	<u>\$ 271,068,840</u>

— CONTINUED —

RICHLAND COUNTY, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>School District Number 1-</u>				
<u>Operating</u>				
Assets:				
Equity in pooled cash	\$ 1,714,537	\$ 248,657,266	\$ 247,982,926	\$ 2,388,877
Total assets	<u>\$ 1,714,537</u>	<u>\$ 248,657,266</u>	<u>\$ 247,982,926</u>	<u>\$ 2,388,877</u>
Liabilities:				
Due to agency	\$ 1,714,537	\$ 248,657,266	\$ 247,982,926	\$ 2,388,877
Total liabilities	<u>\$ 1,714,537</u>	<u>\$ 248,657,266</u>	<u>\$ 247,982,926</u>	<u>\$ 2,388,877</u>
<u>School District Number 2-</u>				
<u>Operating</u>				
Assets:				
Equity in pooled cash	\$ 658,305	\$ 132,861,744	\$ 132,386,801	\$ 1,133,248
Total assets	<u>\$ 658,305</u>	<u>\$ 132,861,744</u>	<u>\$ 132,386,801</u>	<u>\$ 1,133,248</u>
Liabilities:				
Due to agency	\$ 658,305	\$ 132,861,744	\$ 132,386,801	\$ 1,133,248
Total liabilities	<u>\$ 658,305</u>	<u>\$ 132,861,744</u>	<u>\$ 132,386,801</u>	<u>\$ 1,133,248</u>
<u>School District Number 5-</u>				
<u>Operating</u>				
Assets:				
Equity in pooled cash	\$ 83,183	\$ 16,405,038	\$ 16,312,469	\$ 175,752
Total assets	<u>\$ 83,183</u>	<u>\$ 16,405,038</u>	<u>\$ 16,312,469</u>	<u>\$ 175,752</u>
Liabilities:				
Due to agency	\$ 83,183	\$ 16,405,038	\$ 16,312,469	\$ 175,752
Total liabilities	<u>\$ 83,183</u>	<u>\$ 16,405,038</u>	<u>\$ 16,312,469</u>	<u>\$ 175,752</u>

RICHLAND COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>School District Number 1-Bonds and Bond Anticipation Note</u>				
Assets:				
Equity in pooled cash	\$ 19,076,692	\$ 271,748,343	\$ 48,809,365	\$ 242,015,670
Total assets	<u>\$ 19,076,692</u>	<u>\$ 271,748,343</u>	<u>\$ 48,809,365</u>	<u>\$ 242,015,670</u>
Liabilities:				
Due to agency	\$ 19,076,692	\$ 271,748,343	\$ 48,809,365	\$ 242,015,670
Total liabilities	<u>\$ 19,076,692</u>	<u>\$ 271,748,343</u>	<u>\$ 48,809,365</u>	<u>\$ 242,015,670</u>
<u>School District Number 2-Bonds and Bond Anticipation Note</u>				
Assets:				
Equity in pooled cash	\$ 4,442,530	\$ 22,930,646	\$ 23,929,965	\$ 3,443,211
Total assets	<u>\$ 4,442,530</u>	<u>\$ 22,930,646</u>	<u>\$ 23,929,965</u>	<u>\$ 3,443,211</u>
Liabilities:				
Due to agency	\$ 4,442,530	\$ 22,930,646	\$ 23,929,965	\$ 3,443,211
Total liabilities	<u>\$ 4,442,530</u>	<u>\$ 22,930,646</u>	<u>\$ 23,929,965</u>	<u>\$ 3,443,211</u>
<u>School District Number 5-Bonds and Bond Anticipation Note</u>				
Assets:				
Equity in pooled cash	\$ 22,144	\$ 5,494,008	\$ 5,474,575	\$ 41,577
Total assets	<u>\$ 22,144</u>	<u>\$ 5,494,008</u>	<u>\$ 5,474,575</u>	<u>\$ 41,577</u>
Liabilities:				
Due to agency	\$ 22,144	\$ 5,494,008	\$ 5,474,575	\$ 41,577
Total liabilities	<u>\$ 22,144</u>	<u>\$ 5,494,008</u>	<u>\$ 5,474,575</u>	<u>\$ 41,577</u>

RICHLAND COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>School District Number 1-Capital</u>				
<u>Projects</u>				
Assets:				
Equity in pooled cash	\$ 12,768,402	\$ 37,365	\$ 9,993,676	\$ 2,812,091
Total assets	<u>\$ 12,768,402</u>	<u>\$ 37,365</u>	<u>\$ 9,993,676</u>	<u>\$ 2,812,091</u>
Liabilities:				
Due to agency	\$ 12,768,402	\$ 37,365	\$ 9,993,676	\$ 2,812,091
Total liabilities	<u>\$ 12,768,402</u>	<u>\$ 37,365</u>	<u>\$ 9,993,676</u>	<u>\$ 2,812,091</u>
<u>School District Number 2-Capital</u>				
<u>Projects</u>				
Assets:				
Equity in pooled cash	\$ 33,392,012	\$ 222,145	\$ 30,309,313	\$ 3,304,844
Total assets	<u>\$ 33,392,012</u>	<u>\$ 222,145</u>	<u>\$ 30,309,313</u>	<u>\$ 3,304,844</u>
Liabilities:				
Due to agency	\$ 33,392,012	\$ 222,145	\$ 30,309,313	\$ 3,304,844
Total liabilities	<u>\$ 33,392,012</u>	<u>\$ 222,145</u>	<u>\$ 30,309,313</u>	<u>\$ 3,304,844</u>
<u>City of Columbia</u>				
Assets:				
Equity in pooled cash	\$ 551,548	\$ 38,446,850	\$ 38,429,251	\$ 569,147
Total assets	<u>\$ 551,548</u>	<u>\$ 38,446,850</u>	<u>\$ 38,429,251</u>	<u>\$ 569,147</u>
Liabilities:				
Due to agency	\$ 551,548	\$ 38,446,850	\$ 38,429,251	\$ 569,147
Total liabilities	<u>\$ 551,548</u>	<u>\$ 38,446,850</u>	<u>\$ 38,429,251</u>	<u>\$ 569,147</u>

RICHLAND COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>City of Forest Acres</u>				
Assets:				
Equity in pooled cash	\$ 21,101	\$ 1,233,608	\$ 1,234,045	\$ 20,664
Total assets	<u>\$ 21,101</u>	<u>\$ 1,233,608</u>	<u>\$ 1,234,045</u>	<u>\$ 20,664</u>
Liabilities:				
Due to agency	\$ 21,101	\$ 1,233,608	\$ 1,234,045	\$ 20,664
Total liabilities	<u>\$ 21,101</u>	<u>\$ 1,233,608</u>	<u>\$ 1,234,045</u>	<u>\$ 20,664</u>
<u>Town of Eastover</u>				
Assets:				
Equity in pooled cash	\$ 2,623	\$ 126,876	\$ 127,928	\$ 1,571
Total assets	<u>\$ 2,623</u>	<u>\$ 126,876</u>	<u>\$ 127,928</u>	<u>\$ 1,571</u>
Liabilities:				
Due to agency	\$ 2,623	\$ 126,876	\$ 127,928	\$ 1,571
Total liabilities	<u>\$ 2,623</u>	<u>\$ 126,876</u>	<u>\$ 127,928</u>	<u>\$ 1,571</u>
<u>Town of Blythewood</u>				
Assets:				
Equity in pooled cash	\$ 1,665	\$ 44,138	\$ 45,227	\$ 576
Total assets	<u>\$ 1,665</u>	<u>\$ 44,138</u>	<u>\$ 45,227</u>	<u>\$ 576</u>
Liabilities:				
Due to agency	\$ 1,665	\$ 44,138	\$ 45,227	\$ 576
Total liabilities	<u>\$ 1,665</u>	<u>\$ 44,138</u>	<u>\$ 45,227</u>	<u>\$ 576</u>

RICHLAND COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>Town of Irmo</u>				
Assets:				
Equity in pooled cash	\$ 10,909	\$ 460,723	\$ 459,264	\$ 12,368
Total assets	<u>\$ 10,909</u>	<u>\$ 460,723</u>	<u>\$ 459,264</u>	<u>\$ 12,368</u>
Liabilities:				
Due to agency	\$ 10,909	\$ 460,723	\$ 459,264	\$ 12,368
Total liabilities	<u>\$ 10,909</u>	<u>\$ 460,723</u>	<u>\$ 459,264</u>	<u>\$ 12,368</u>
<u>Richland County Recreation Commission</u>				
Assets:				
Equity in pooled cash	\$ 141,001	\$ 5,860,041	\$ 5,830,497	\$ 170,545
Total assets	<u>\$ 141,001</u>	<u>\$ 5,860,041</u>	<u>\$ 5,830,497</u>	<u>\$ 170,545</u>
Liabilities:				
Due to agency	\$ 141,001	\$ 5,860,041	\$ 5,830,497	\$ 170,545
Total liabilities	<u>\$ 141,001</u>	<u>\$ 5,860,041</u>	<u>\$ 5,830,497</u>	<u>\$ 170,545</u>
<u>Richland County Recreation Commission Debt Service</u>				
Assets:				
Equity in pooled cash	\$ 64,913	\$ 1,341,387	\$ 1,420,068	\$ (13,768)
Total assets	<u>\$ 64,913</u>	<u>\$ 1,341,387</u>	<u>\$ 1,420,068</u>	<u>\$ (13,768)</u>
Liabilities:				
Due to agency	\$ 64,913	\$ 1,341,387	\$ 1,420,068	\$ (13,768)
Total liabilities	<u>\$ 64,913</u>	<u>\$ 1,341,387</u>	<u>\$ 1,420,068</u>	<u>\$ (13,768)</u>
<u>Columbia Area Mental Health</u>				
Assets:				
Equity in pooled cash	\$ 34,918	\$ 1,162,214	\$ 1,171,116	\$ 26,016
Total assets	<u>\$ 34,918</u>	<u>\$ 1,162,214</u>	<u>\$ 1,171,116</u>	<u>\$ 26,016</u>
Liabilities:				
Due to agency	\$ 34,918	\$ 1,162,214	\$ 1,171,116	\$ 26,016
Total liabilities	<u>\$ 34,918</u>	<u>\$ 1,162,214</u>	<u>\$ 1,171,116</u>	<u>\$ 26,016</u>

RICHLAND COUNTY, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>Richland County Public Library</u>				
Assets:				
Equity in pooled cash	\$ 275,527	\$ 14,692,632	\$ 14,685,642	\$ 282,517
Total assets	<u>\$ 275,527</u>	<u>\$ 14,692,632</u>	<u>\$ 14,685,642</u>	<u>\$ 282,517</u>
Liabilities:				
Due to agency	\$ 275,527	\$ 14,692,632	\$ 14,685,642	\$ 282,517
Total liabilities	<u>\$ 275,527</u>	<u>\$ 14,692,632</u>	<u>\$ 14,685,642</u>	<u>\$ 282,517</u>
<u>Riverbanks Zoo</u>				
Assets:				
Equity in pooled cash	\$ 29,146	\$ 1,346,938	\$ 1,347,386	\$ 28,698
Total assets	<u>\$ 29,146</u>	<u>\$ 1,346,938</u>	<u>\$ 1,347,386</u>	<u>\$ 28,698</u>
Liabilities:				
Due to agency	\$ 29,146	\$ 1,346,938	\$ 1,347,386	\$ 28,698
Total liabilities	<u>\$ 29,146</u>	<u>\$ 1,346,938</u>	<u>\$ 1,347,386</u>	<u>\$ 28,698</u>
<u>Midlands Technical College</u>				
Assets:				
Equity in pooled cash	\$ 94,500	\$ 4,456,655	\$ 4,435,928	\$ 115,227
Total assets	<u>\$ 94,500</u>	<u>\$ 4,456,655</u>	<u>\$ 4,435,928</u>	<u>\$ 115,227</u>
Liabilities:				
Due to agency	\$ 94,500	\$ 4,456,655	\$ 4,435,928	\$ 115,227
Total liabilities	<u>\$ 94,500</u>	<u>\$ 4,456,655</u>	<u>\$ 4,435,928</u>	<u>\$ 115,227</u>
<u>Riverbanks Zoo Debt Service</u>				
Assets:				
Equity in pooled cash	\$ 720,163	\$ 1,330,954	\$ 1,577,219	\$ 473,898
Total assets	<u>\$ 720,163</u>	<u>\$ 1,330,954</u>	<u>\$ 1,577,219</u>	<u>\$ 473,898</u>
Liabilities:				
Due to agency	\$ 720,163	\$ 1,330,954	\$ 1,577,219	\$ 473,898
Total liabilities	<u>\$ 720,163</u>	<u>\$ 1,330,954</u>	<u>\$ 1,577,219</u>	<u>\$ 473,898</u>

RICHLAND COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>East Richland Public Service District</u>				
Assets:				
Equity in pooled cash	\$ 284,282	\$ 435,770	\$ 426,085	\$ 293,967
Total assets	<u>\$ 284,282</u>	<u>\$ 435,770</u>	<u>\$ 426,085</u>	<u>\$ 293,967</u>
Liabilities:				
Due to agency	\$ 284,282	\$ 435,770	\$ 426,085	\$ 293,967
Total liabilities	<u>\$ 284,282</u>	<u>\$ 435,770</u>	<u>\$ 426,085</u>	<u>\$ 293,967</u>
<u>Solicitor Narcotics</u>				
Assets:				
Equity in pooled cash	\$ 131,643	\$ 128,754	\$ 253,605	\$ 6,792
Total assets	<u>\$ 131,643</u>	<u>\$ 128,754</u>	<u>\$ 253,605</u>	<u>\$ 6,792</u>
Liabilities:				
Due to agency	\$ 131,643	\$ 128,754	\$ 253,605	\$ 6,792
Total liabilities	<u>\$ 131,643</u>	<u>\$ 128,754</u>	<u>\$ 253,605</u>	<u>\$ 6,792</u>
<u>Clerk Trust</u>				
Assets:				
Cash and cash equivalents	\$ 2,436,147	\$ 942,113	\$ 533,476	\$ 2,844,784
Equity in pooled cash	387,438	1,894,533	1,825,554	456,417
Total assets	<u>\$ 2,823,585</u>	<u>\$ 2,836,646</u>	<u>\$ 2,359,030</u>	<u>\$ 3,301,201</u>
Liabilities:				
Due to agency	\$ 2,823,585	\$ 2,836,646	\$ 2,359,030	\$ 3,301,201
Total liabilities	<u>\$ 2,823,585</u>	<u>\$ 2,836,646</u>	<u>\$ 2,359,030</u>	<u>\$ 3,301,201</u>

RICHLAND COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>Family Court</u>				
Assets:				
Cash and cash equivalents	\$ 535,067	\$ 31,389,927	\$ 31,272,107	\$ 652,887
Total assets	<u>\$ 535,067</u>	<u>\$ 31,389,927</u>	<u>\$ 31,272,107</u>	<u>\$ 652,887</u>
Liabilities:				
Due to agency	\$ 535,067	\$ 31,389,927	\$ 31,272,107	\$ 652,887
Total liabilities	<u>\$ 535,067</u>	<u>\$ 31,389,927</u>	<u>\$ 31,272,107</u>	<u>\$ 652,887</u>
<u>Probate Trust</u>				
Assets:				
Cash and cash equivalents	\$ 18,390	\$ 80,662	\$ 78,480	\$ 20,572
Total assets	<u>\$ 18,390</u>	<u>\$ 80,662</u>	<u>\$ 78,480</u>	<u>\$ 20,572</u>
Liabilities:				
Due to agency	\$ 18,390	\$ 80,662	\$ 78,480	\$ 20,572
Total liabilities	<u>\$ 18,390</u>	<u>\$ 80,662</u>	<u>\$ 78,480</u>	<u>\$ 20,572</u>
<u>Master in Equity</u>				
Assets:				
Cash and cash equivalents	\$ 1,151,140	\$ 6,953,377	\$ 7,155,913	\$ 948,604
Total assets	<u>\$ 1,151,140</u>	<u>\$ 6,953,377</u>	<u>\$ 7,155,913</u>	<u>\$ 948,604</u>
Liabilities:				
Due to agency	\$ 1,151,140	\$ 6,953,377	\$ 7,155,913	\$ 948,604
Total liabilities	<u>\$ 1,151,140</u>	<u>\$ 6,953,377</u>	<u>\$ 7,155,913</u>	<u>\$ 948,604</u>
<u>Sheriff Confiscation</u>				
Assets:				
Cash and cash equivalents	\$ 421,152	\$ 206,274	\$ 326,139	\$ 301,287
Total assets	<u>\$ 421,152</u>	<u>\$ 206,274</u>	<u>\$ 326,139</u>	<u>\$ 301,287</u>
Liabilities:				
Due to agency	\$ 421,152	\$ 206,274	\$ 326,139	\$ 301,287
Total liabilities	<u>\$ 421,152</u>	<u>\$ 206,274</u>	<u>\$ 326,139</u>	<u>\$ 301,287</u>

RICHLAND COUNTY, SOUTH CAROLINA
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

— CONTINUED —

	Balance June 30, 2003	Additions	Deductions	Balance June 30, 2004
<u>Tax Sale Escrow</u>				
Assets:				
Equity in pooled cash	\$ 5,922,438	\$ 19,097,537	\$ 16,775,291	\$ 8,244,684
Total assets	<u>\$ 5,922,438</u>	<u>\$ 19,097,537</u>	<u>\$ 16,775,291</u>	<u>\$ 8,244,684</u>
Liabilities:				
Due to agency	\$ 5,922,438	\$ 19,097,537	\$ 16,775,291	\$ 8,244,684
Total liabilities	<u>\$ 5,922,438</u>	<u>\$ 19,097,537</u>	<u>\$ 16,775,291</u>	<u>\$ 8,244,684</u>
<u>Inmate Trust Escrow</u>				
Assets:				
Cash and cash equivalents	\$ 120,634	\$ 1,322,995	\$ 1,321,380	\$ 122,249
Total assets	<u>\$ 120,634</u>	<u>\$ 1,322,995</u>	<u>\$ 1,321,380</u>	<u>\$ 122,249</u>
Liabilities:				
Due to agency	\$ 120,634	\$ 1,322,995	\$ 1,321,380	\$ 122,249
Total liabilities	<u>\$ 120,634</u>	<u>\$ 1,322,995</u>	<u>\$ 1,321,380</u>	<u>\$ 122,249</u>
<u>Magistrates Trust</u>				
Assets:				
Cash and cash equivalents	\$ 210,013	\$ 2,680,810	\$ 2,716,955	\$ 173,868
Total assets	<u>\$ 210,013</u>	<u>\$ 2,680,810</u>	<u>\$ 2,716,955</u>	<u>\$ 173,868</u>
Liabilities:				
Due to agency	\$ 210,013	\$ 2,680,810	\$ 2,716,955	\$ 173,868
Total liabilities	<u>\$ 210,013</u>	<u>\$ 2,680,810</u>	<u>\$ 2,716,955</u>	<u>\$ 173,868</u>

RICHLAND COUNTY, SOUTH CAROLINA

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

These schedules presents only the capital asset balances (which include land, buildings, betterments, and equipment owned by the County) related to Governmental-type funds. Accordingly, the capital assets reported in Proprietary-type funds (Enterprise) are excluded from these amounts. Infrastructure capital assets represents actual costs of construction, and/or estimated values of deeded properties by developers.

RICHLAND COUNTY, SOUTH CAROLINA

SCHEDULE OF CAPITAL ASSETS USED IN THE OPERATION OF
GOVERNMENTAL FUNDS BY SOURCE

JUNE 30, 2004

(With comparative amounts June 30, 2003)

	<u>2003</u>	<u>2004</u>
Governmental Funds - Capital Assets		
Land	\$ 18,128,489	\$ 18,658,157
Buildings	215,376,286	216,648,506
Furniture and equipment	15,454,859	16,791,816
Vehicles	20,178,181	24,164,992
Infrastructure	255,589,491	257,681,363
Construction-in-progress	2,390,442	7,664,146
Total governmental funds capital assets	<u>\$ 527,117,748</u>	<u>\$ 541,608,980</u>
Investment in Governmental Funds		
Capital Assets by Source		
Capital Projects Fund	<u>\$ 527,117,748</u>	<u>\$ 541,608,980</u>
Total investment in governmental funds capital assets	<u>\$ 527,117,748</u>	<u>\$ 541,608,980</u>

RICHLAND COUNTY, SOUTH CAROLINA

SCHEDULE OF CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
BY FUNCTION AND ACTIVITY

JUNE 30, 2004

	Land	Building	Furniture And Equipment	Vehicles	Construction In Progress	Infrastructure	Totals
Functions and Activity:							
General government	\$ 16,293,300	\$ 213,882,988	\$ 5,049,099	\$ 2,156,422	\$ —	—	\$ 237,381,809
Public Safety	2,354,857	1,870,876	7,738,101	19,120,420	—	—	31,084,254
Public Works	10,000	793,653	3,942,849	2,671,859	—	257,681,363	265,099,724
Health and Social Services	—	82,076	61,767	216,291	—	—	360,134
Economic Development	—	18,913	—	—	—	—	18,913
Construction-in-progress	—	—	—	—	7,664,146	—	7,664,146
Total governmental funds	<u>\$ 18,658,157</u>	<u>\$ 216,648,506</u>	<u>\$ 16,791,816</u>	<u>\$ 24,164,992</u>	<u>\$ 7,664,146</u>	<u>\$ 257,681,363</u>	<u>\$ 541,608,980</u>
capital assets							

RICHLAND COUNTY, SOUTH CAROLINA

SCHEDULE OF CHANGES IN CAPITAL ASSETS USED IN THE OPERATION OF
GOVERNMENTAL FUNDS BY FUNCTION AND ACTIVITY

YEAR ENDED JUNE 30, 2004

	Balances June 30, 2003	Additions	Deductions	Balances June 30, 2004
Functions and Activity:				
General government	\$ 236,658,318	\$ 1,772,447	\$ (1,048,956)	\$ 237,381,809
Public Safety	25,733,271	5,399,618	(48,635)	31,084,254
Public Works	261,956,670	5,773,633	(2,630,579)	265,099,724
Health and Social Services	360,134	—	—	360,134
Economic Development	18,913	—	—	18,913
Construction-in-progress	2,390,442	5,955,542	(681,838)	7,664,146
Total governmental funds capital assets	<u>\$ 527,117,748</u>	<u>\$ 18,901,240</u>	<u>\$ (4,410,008)</u>	<u>\$ 541,608,980</u>
Class:				
Land	\$ 18,128,489	\$ 529,668	\$ —	\$ 18,658,157
Buildings	215,376,286	1,272,220	—	216,648,506
Furniture and equipment	15,454,859	1,336,957	—	16,791,816
Vehicles	20,178,181	5,084,402	(1,097,591)	24,164,992
Infrastructure	255,589,491	4,722,451	(2,630,579)	257,681,363
Construction-in-progress	2,390,442	5,955,542	(681,838)	7,664,146
Total governmental funds capital assets	<u>\$ 527,117,748</u>	<u>\$ 18,901,240</u>	<u>\$ (4,410,008)</u>	<u>\$ 541,608,980</u>

VICTIM'S RIGHTS

RICHLAND COUNTY, SOUTH CAROLINA
SCHEDULE OF COURT FINES, ASSESSMENTS AND SURCHARGES
YEAR ENDED JUNE 30, 2004

	<u>Total</u>
Court Fines and Assessments	
Fines collected – Clerk of Court and Magistrates	\$ 2,291,470
Assessment from General Sessions	2,002,724
Surcharges collected	<u>325,146</u>
Total court fines and assessments retained	<u>\$ 4,619,340</u>
 Surcharges and Assessments Retained by County	
Fines	\$ 2,192,864
Assessments	275,388
Surcharges collected	<u>325,146</u>
Total surcharges and assessments	<u>\$ 2,793,398</u>
 Surcharges and Assessments Remitted to State Treasurer	
Fines	\$ 98,607
Assessments	<u>1,727,337</u>
Total surcharges and assessments	<u>\$ 1,825,944</u>
 Funds Allocated to Victims Service	
Carryover funds from prior year	\$ 261,357
Assessments retained	275,388
Surcharges retained	325,146
Expenditures for victims service	<u>(1,039,543)</u>
Total unexpended victims rights assistance funds at June 30, 2004	<u>\$ (177,652)</u>

STATISTICAL SECTION

RICHLAND COUNTY, SOUTH CAROLINA
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
FISCAL YEARS ENDED JUNE 30, 1995-2004

Fiscal Year	General Government	Public Safety (b)	Public Works and Utilities	Health and Social Services (c)	Other Expenditures (d)	Fire Service (e)	Total (a)
1995	\$ 16,365,391	\$ 25,031,647	\$ 5,337,141	\$ 3,008,388	\$ 6,505,340	\$ 4,042,590	\$ 60,290,497
1996	19,654,891	27,120,692	5,630,562	3,070,694	9,872,506	4,463,075	69,812,420
1997	24,591,211	31,495,350	6,886,201	2,837,187	2,242,517	4,852,573	72,905,039
1998	23,657,556	32,972,468	7,023,429	2,653,726	4,272,679	6,152,486	76,732,344
1999	28,495,578	34,434,941	6,921,396	1,597,041	5,913,547	6,657,336	84,019,839
2000	30,293,896	37,671,674	6,962,338	1,708,009	5,493,261	6,437,931	88,567,109
2001	28,952,242	39,799,015	7,728,465	1,684,919	7,218,852	7,682,068	93,065,561
2002	30,052,713	42,958,260	4,993,426	1,579,782	5,744,352	—	85,328,533
2003	31,032,304	45,910,995	4,654,559	1,624,820	4,355,338	—	87,578,016
2004	33,527,901	45,013,080	4,844,620	1,702,990	3,190,840	—	88,279,431

Sources: General Fund expenditure records maintained by the Richland County Finance Department.

- (a) Includes federal and state grants and revenue sharing.
- (b) Includes detention center.
- (c) Includes medical indigent.
- (d) Does not include other financing uses.
- (e) Fire service is shown as a Special Revenue Fund beginning in FY 2002.

RICHLAND COUNTY, SOUTH CAROLINA

GENERAL REVENUE BY SOURCE

FISCAL YEARS ENDED JUNE 30, 1995-2004

Fiscal Year	Total Taxes	Intergovernmental	Charges for Services	Fines and Forfeits	Other (a)	Total
1995	\$ 37,339,302	\$ 11,513,024	\$ 5,531,458	\$ 2,082,155	\$ 10,317,968	\$ 66,783,907
1996	41,540,477	12,452,807	6,633,202	2,141,719	14,014,491	76,782,696
1997	40,913,146	14,613,791	7,204,561	2,616,905	14,870,478	80,218,881
1998	40,008,055	14,879,973	7,056,498	1,923,896	14,810,918	78,679,340
1999	43,866,268	14,361,764	6,737,863	2,310,335	11,848,200	79,124,430
2000	49,108,011	15,030,099	6,903,787	2,269,498	12,939,325	86,250,720
2001	48,964,294	15,363,992	7,173,596	2,768,529	11,638,196	85,908,607
2002	46,404,132	15,147,802	8,343,331	2,476,216	10,990,505	83,361,986
2003	49,741,286	14,841,892	9,386,777	2,170,905	12,993,219	89,134,079
2004	50,044,857	15,271,361	10,661,299	2,876,393	17,268,354	96,122,264

Sources: General Fund Revenue records maintained by the Richland County Finance Department.

(a) Includes licenses, permits, capital replacement and other revenue items.

RICHLAND COUNTY, SOUTH CAROLINA
PROPERTY TAX LEVIES AND COLLECTIONS
FISCAL YEARS ENDED JUNE 30, 1995-2004

Fiscal Year	Total Tax Levy (b)	Net Tax Collections (a)	Percent of Levy Collected
1995	\$ 192,716,031	\$ 182,876,874	94.89%
1996	204,270,066	193,769,548	94.86%
1997	213,268,872	202,690,686	95.04%
1998	223,235,427	217,682,326	97.52%
1999	235,929,009	230,985,246	97.90%
2000	264,204,373	254,075,740	96.17%
2001	286,732,478	274,431,098	95.71%
2002	301,646,318	294,220,184	97.54%
2003	336,334,536	313,629,269	93.25%
2004	382,786,645	353,167,466	93.65%

Sources: This schedule contains tax levies and receipts for the Richland County General Government and other county taxing agencies. It does not include the City or Public Service Commission.

(a) Tax records maintained by the Richland County Treasurer includes current taxes only.

(b) Adjusted levy at closeout provided by the Richland County Auditor

RICHLAND COUNTY, SOUTH CAROLINA
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 FISCAL YEARS ENDED JUNE 30, 1995-2004

Fiscal Year	Tax Year	Real Property		Personal Property	
		Assessed Value (a)	Estimated True Value	Assessed Value (a)	Estimated True Value
1995	1994	\$ 432,012,320	\$ 8,820,500,116	\$ 304,714,617	\$ 2,902,043,971
1996	1995	433,590,890	8,979,076,100	326,474,350	3,109,279,500
1997	1996	446,334,260	9,792,343,000	343,174,290	3,207,731,600
1998	1997	457,548,360	10,255,184,600	366,390,260	3,415,775,323
1999	1998	460,744,580	10,528,438,600	370,097,901	3,636,233,657
2000	1999	552,901,020	11,507,558,166	403,029,942	4,045,204,636
2001	2000	570,537,150	11,791,101,100	440,595,932	4,196,151,733
2002	2001	594,322,360	12,381,715,833	438,869,949	4,179,713,800
2003	2002	611,525,310	12,777,246,339	432,121,470	4,551,630,778
2004	2003	630,662,330	13,138,798,542	406,285,515	3,869,385,857

Sources:

- (a) Tax abstracts maintained by the Richland County Auditor.

RICHLAND COUNTY, SOUTH CAROLINA

PROPERTY TAX RATES PER \$1,000 ASSESSED VALUE DIRECT AND OVERLAPPING GOVERNMENTS

FISCAL YEARS ENDED JUNE 30, 1995-2004

Fiscal Year	Tax Year	Tax Millage Rates(a)						School District		
		Columbia	Forest Acres	Eastover	Blythewood	Irmo	One	Two	Six	
1995	1994	99.0	25.0	140.0	4.0	31.4	164.0	181.9	208.0	
1996	1995	99.0	25.0	140.0	4.0	27.4	161.6	182.4	205.0	
1997	1996	99.0	25.0	140.0	4.0	27.4	171.4	203.4	205.0	
1998	1997	99.0	25.0	140.0	8.0	24.3	182.2	202.4	205.0	
1999	1998	99.0	25.0	140.0	8.0	23.0	187.2	206.8	209.0	
2000	1999	90.0	22.4	121.2	5.2	23.0	183.9	197.5	197.2	
2001	2000	92.0	22.4	121.2	8.0	21.0	193.0	208.8	212.9	
2002	2001	92.0	35.0	121.2	8.0	19.0	200.9	215.8	221.2	
2003	2002	92.0	35.0	121.2	8.0	18.0	222.0	241.2	238.7	
2004	2003	92.0	35.0	121.2	8.0	18.0	259.0	260.4	246.1	

Tax Levies(b) (in thousands of dollars)									
1995	1994	\$703	\$22,177	\$102	\$2	\$370	\$76,280	\$34,543	\$10,624
1996	1995	632	22,852	111	2	357	82,630	39,661	11,757
1997	1996	723	24,198	112	3	339	88,946	42,760	12,370
1998	1997	818	24,860	132	7	303	99,665	45,880	13,626
1999	1998	860	25,191	118	9	291	96,723	48,614	14,382
2000	1999	874	27,004	132	10	323	109,453	54,525	16,697
2001	2000	889	28,970	134	27	299	119,460	62,565	19,698
2002	2001	1,382	29,509	132	31	283	124,594	67,595	22,071
2003	2002	1,467	29,416	137	40	282	136,807	78,314	24,517
2004	2003	1,416	28,883	135	40	272	155,950	84,729	26,933

—CONTINUE

RICHLAND COUNTY, SOUTH CAROLINA

PROPERTY TAX RATES PER \$1,000 ASSESSED VALUE DIRECT AND OVERLAPPING GOVERNMENTS

FISCAL YEARS ENDED JUNE 30, 1995-2004

— CONTINUED —

		Tax Millage Rates(a)				
Fiscal Year	Tax Year	Midlands	County Purposes	Rural Recreation	East Richland County Public Service District	Riverbanks Park
		Technical College				
1995	1994	3.1	80.9	5.5	6.9	2.0
1996	1995	3.6	88.5	5.8	9.5	1.9
1997	1996	3.5	78.9	5.4	8.1	1.9
1998	1997	3.5	76.9	5.9	3.4	1.4
1999	1998	4.2	80.8	7.2	1.5	2.7
2000	1999	4.0	64.1	8.8	1.2	2.5
2001	2000	3.9	62.2	8.5	1.2	2.6
2002	2001	3.8	64.4	9.2	1.7	2.2
2003	2002	4.0	70.8	8.8	1.8	1.9
2004	2003	4.2	75.0	9.7	2.0	2.0

		Tax Levies(b) (in thousands of dollars)				
Fiscal Year	Tax Year	Tax Levies(b) (in thousands of dollars)				
		Midlands	County Purposes	Rural Recreation	East Richland County Public Service District	Riverbanks Park
1995	1994	\$2,167	\$60,603	\$2,785	\$1,417	\$2,013
1996	1995	2,521	65,495	3,070	1,425	1,424
1997	1996	2,763	60,384	2,943	1,263	1,476
1998	1997	2,940	64,608	2,612	539	1,176
1999	1998	3,446	66,303	4,076	246	2,215
2000	1999	3,823	61,275	5,771	225	2,389
2001	2000	3,943	62,892	5,928	232	2,628
2002	2001	4,174	73,890	9,184	1,878	1,982
2003	2002	4,355	77,771	7,013	388	2,073
2004	2003					

Sources:

(a) Tax schedules published by the Richland County Auditor's Office.

(b) Tax abstracts maintained by the Richland County Auditor.

RICHLAND COUNTY, SOUTH CAROLINA
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
LAST TEN YEARS

Year	Special Assessment Billings(a)	Special Assessment Collected(a)
1995	\$328,970	\$577,826
1996	282,829	265,233
1997	353,862	344,733
1998	262,250	252,890
1999	256,721	247,553
2000	255,130	249,521
2001	268,770	259,907
2002	269,577	278,919
2003	216,625	223,320
2004	149,092	67,776

Sources:

- (a) Special assessments collected information was provided by the Richland County Treasurer and includes current and delinquent collections.

RICHLAND COUNTY, SOUTH CAROLINA
 RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND
 NET BONDED DEBT PER CAPITA

FISCAL YEARS ENDED JUNE 30, 1995-2004

Fiscal Year	Population (a)	Assessed Value(b)	General Bonded Debt(c)	Percentage of Net General Bonded Debt to Assessed Valuation	Net General Bonded Debt Per Capita
1995	302,150	\$ 741,893,897	\$ 75,082,255	10.12%	248.49
1996	302,150	760,065,240	79,485,034	10.46%	263.06
1997	305,458	789,508,550	73,271,296	9.28%	239.87
1998	307,838	823,938,620	67,648,966	8.21%	219.76
1999	307,279	830,842,481	61,662,812	7.42%	200.67
2000	320,677	955,930,962	55,122,087	5.77%	171.89
2001	323,303	1,011,133,082	48,805,567	4.83%	150.96
2002	326,421	1,033,192,309	64,422,027	6.24%	197.36
2003	332,815	1,043,646,780	63,521,237	6.09%	190.86
2004	332,822	1,036,947,845	60,389,984	5.82%	181.45

Sources:

- (a) Central Midlands Council of Governments.
- (b) Tax abstracts are maintained by the Richland County Auditor.
- (c) Richland County Treasurer.

RICHLAND COUNTY, SOUTH CAROLINA
COMPUTATION OF LEGAL DEBT MARGIN

JUNE 30, 2004

Assessed value		<u>\$ 1,036,947,845</u>
Debt limit—8% of assessed value		82,955,828
Applicable to debt limit		
Total bonded debt	\$ 71,387,167	
Less,		
Issues authorized by referendum		13,375,500
Issue only for particular geographical section of the county		<u>10,997,183</u>
Total amount of debt applicable to debt limit		<u>47,014,484</u>
Legal debt margin		<u>\$ 35,941,344</u>

Note A—Debt Limit

The County's borrowing power is restricted by amended article X, Section 14 of the State Constitution effective December 1, 1977. This section provides that a local unit cannot at anytime have total debt outstanding in an amount that exceeds 8 percent of its assessed property value. Excluded from the limitation are: bonded indebtedness approved by the voters and issued within five years of the date of such referendum; special bonded indebtedness levies assessed on properties located in an area receiving special benefits from the taxes collected and, bonded indebtedness existing on December 1, 1997, the effective date of amendment of Article X of the Constitution of South Carolina pertaining to bonded debt.

Sources: Richland County Auditor and Richland County Treasurer.

RICHLAND COUNTY, SOUTH CAROLINA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT

JUNE 30, 2004

	Net General Debt Outstanding	Percentage Applicable To County	County's Share of Debt
Direct			
Richland County--general obligation debt	\$ 60,389,984	100.00%	\$ 60,389,984
Richland County--special assessment debt	10,997,183	100.00%	10,997,183
Total direct	<u>71,387,167</u>		<u>71,387,167</u>
Overlapping			
School District No. 1 of Richland County	403,725,000	100.00%	403,725,000
School District No. 2 of Richland County	131,805,000	100.00%	131,805,000
Lexington County School District No. 5 (School District No. 6 of Richland County)	24,795,000	36.15%	8,963,392
Recreation District of Richland County	9,036,893	100.00%	9,036,893
Richland/Lexington Riverbanks Park District	16,900,000	59.41%	10,040,290
East Richland County Public Park Service District	15,275,000	100.00%	15,275,000
City of Columbia	21,380,000	95.49%	20,415,762
Total overlapping	<u>622,916,893</u>		<u>599,261,337</u>
Total direct and overlapping debt	<u>\$ 694,304,060</u>		<u>\$ 670,648,504</u>

Sources: Richland County Auditor, Richland School District No. 1, Lexington County Treasurer, City of Columbia.

RICHLAND COUNTY, SOUTH CAROLINA
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT
 TO TOTAL GENERAL FUND EXPENDITURES

FISCAL YEARS ENDED JUNE 30, 1995-2004

Fiscal Year	Total General Fund Expenditures(a)	County Debt Service General Bonded Debt Expenditures (b)	Percentage of County Debt Service Expenditures to General Fund Expenditures
1995	\$ 60,290,497	\$ 9,029,614	14.98%
1996	69,812,420	10,701,615	15.33%
1997	72,905,039	12,120,610	16.63%
1998	76,734,344	16,270,035	21.20%
1999	84,019,839	12,021,877	14.31%
2000	88,377,864	11,667,144	13.20%
2001	91,313,869	11,350,377	12.43%
2002	85,328,533	12,235,939	14.34%
2003	87,578,016	14,681,230	16.76%
2004	88,279,431	11,543,360	13.07%

Sources:

- (a) General Fund expenditure records maintained by the Richland County Finance Department.
- (b) County debt service expenditure records maintained by the Richland County Treasurer.

RICHLAND COUNTY, SOUTH CAROLINA

DEMOGRAPHIC STATISTICS

LAST TEN YEARS

Fiscal Year	Population	Per Capita Income	Median Age	Education Level in Years of Formal Schooling (a)	School Enrollment (b)	Unemployment Rate
1995	302,150 (a)	21,478 (a)	30.0 (a)	12.7	49,476	4.4% (a)
1996	302,150 (a)	22,692 (a)	30.0 (a)	12.7	48,372	4.0% (a)
1997	305,458 (a)	23,874 (a)	30.0 (a)	12.7	48,416	3.4% (a)
1998	307,838 (a)	22,891 (a)	32.0 (a)	12.7	48,242	3.0% (a)
1999	307,279 (a)	26,547 (a)	32.5 (a)	12.7	43,152 **	2.2% (a)
2000	320,677 (a)	23,548 (a)*	33.1 (a)	12.7 *	44,000 **	2.8% (a)
2001	323,303 (a)	20,152 (a)	31.6 (a)	12.7 *	44,029 **	3.1% (a)
2002	326,421 (c)	21,450 (c)	32.2 (c)	12.7 *	44,076	3.9% (d)
2003	332,815 (c)	22,586 (c)	32.6 (c)	12.7 *	45,681	4.6% (d)
2004	332,822 (c)	22,586 (c)	33.4 (c)	12.7 *	45,469	5.2% (d)

Sources:

- (a) South Carolina Office of Research and Statistical Information
- (b) Richland County School District One and Two
- (c) Central Midlands Council of Government Web-site.
- (d) Employment Security Commission.
- * Information representative of latest information available.
- ** Richland County School Districts 1 and 2 (previously included District 6 Richland/Lexington).

RICHLAND COUNTY, SOUTH CAROLINA
SCHEDULE OF PROPERTY VALUE AND CONSTRUCTION
LAST TEN YEARS

Year	Property Value (a) (in thousands)	Construction Value (b) (in thousands)
1995	\$11,722,544	\$189,455
1996	12,088,355	317,722
1997	13,000,075	255,714
1998	13,670,960	308,300
1999	14,164,672	355,126
2000	15,552,763	322,571
2001	15,987,253	253,377
2002	16,561,429	283,543
2003	17,328,877	303,723
2004	17,008,184	460,494

Sources:

- (a) Property value includes all real and personal property per Assessed Value and Estimated True Value of all Taxable Property table.
- (b) Value of building permits issued by Richland County Building Inspection Department.

RICHLAND COUNTY, SOUTH CAROLINA

PRINCIPAL TAXPAYERS

JUNE 30, 2004

Tax Payers	Type Business	All Property Assessed Valuation	County Taxes Paid	Percentage of Total Assessed Valuation
SC Electric & Gas	Electric Utility	\$ 19,413,470	\$ 50,118,710	4.84%
BellSouth Telecom, Inc.	Telephone Service	8,572,418	21,016,430	2.03%
International Paper Co.	Paper Products	6,475,743	18,221,220	1.76%
Blue Cross Blue Shield	Insurance	2,799,539	8,101,790	0.79%
Westinghouse Electric Co.	Nuclear Fuel	2,160,629	6,421,388	0.62%
Cello Partnership	Wireless Communication	2,006,357	5,126,820	0.50%
Time Warner Ent. Advance	Cable	1,468,771	3,497,650	0.32%
South Carolina Coaltech No.1	Manufacturing	1,267,439	4,309,550	0.42%
American Italian Pasta	Manufacturing	1,264,245	5,287,520	0.51%
Airgate PCS	Manufacturing	1,246,244	2,818,300	0.28%
		\$ 46,674,855	\$ 124,919,378	12.07%

RICHLAND COUNTY, SOUTH CAROLINA
 ASSESSED VALUE AND TAX LEVIES FOR MUNICIPALITIES
 FISCAL YEARS ENDED JUNE 30, 1995-2004

Fiscal Year	Tax Year	City of Columbia			City of Forest Acres			Town of Eastover			Town of Blythewood			Town of Irmo		
		Assessed Value(a)	Levy		Assessed Value(a)	Levy		Assessed Value(a)	Levy		Assessed Value(a)	Levy		Assessed Value(a)	Levy	
1995	1994	\$224,013,426	\$ 22,177,329		\$28,137,440	\$ 703,436		\$ 731,865	\$ 102,461		\$ 567,032	\$ 2,268		\$11,492,986	\$ 390,299	
1996	1995	230,820,610	22,852,235		25,304,600	632,615		798,180	111,745		641,800	2,567		12,162,510	357,578	
1997	1996	244,426,406	24,198,214		28,907,100	722,670		802,540	112,355		702,976	2,812		12,366,180	338,833	
1998	1997	251,118,230	24,860,696		32,734,733	818,368		948,488	132,788		951,980	7,615		12,505,410	303,881	
1999	1998	254,458,432	25,191,385		34,417,081	860,427		848,705	118,818		1,231,250	12,250		12,675,099	291,527	
2000	1999	300,048,689	27,004,382		39,034,889	874,381		1,092,628	132,426		2,080,360	10,817		14,085,753	323,972	
2001	2000	318,330,591	29,286,414		39,699,110	889,260		1,107,078	134,177		3,449,940	27,599		14,241,926	299,080	
2002	2001	320,751,600	29,509,147		39,504,145	1,382,645		1,089,180	132,008		3,982,525	31,860		14,944,245	283,940	
2003	2002	319,744,756	29,416,517		41,941,462	1,467,951		1,135,700	137,646		5,053,235	40,425		15,674,569	282,142	
2004	2003	313,950,621	28,883,457		40,458,867	1,416,060		1,121,450	135,919		5,048,700	40,389		15,166,030	272,988	

Sources: (a) Tax abstracts maintained by the Richland County Auditor.

RICHLAND COUNTY, SOUTH CAROLINA

MISCELLANEOUS STATISTICS

JUNE 30, 2004

Date of incorporation	1868	
Date first charter adopted	1799	
Form of government	Council-Administrator	
Area-square miles (1978)		756.5
Highways and roads (a)		
State maintained (2002)		Miles Maintained
Interstate		69.42
Primary		264.79
Secondary		1,354.62
Total state maintained		1,688.83
 County Maintained (a)		
Paved		404.85
Dirt		249.65
Total county maintained		654.50
 City maintained (a)		
Paved (2002)		123.10
Total highways and roads		2,466.43
 Building Permits(c)		
Permits issued		3,651
Value of buildings		\$460,494,151
 Sheriff's protection(d)		
Number of employees		554
Number of stations		5
Number of patrol units		419
 Education 2002 (e)		
Number of schools		77
Number of administrative personnel*		241
Number of teachers*		3,628
Number of students		45,469
 Number of employees(f)		
Regular county		
Elected		17
Full-time		1,536
Part-time		196
Boards/ Commissions		9

—CONTINUED—

RICHLAND COUNTY, SOUTH CAROLINA

MISCELLANEOUS STATISTICS

— CONTINUED —

Elections(g)

Number of registered voters	185,872
Number of voters in last election	97,014
Voter precincts or wards	110

Last election	11/2002
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Populations: (h)	Year	County and City	Columbia
	1995	299,267	110,911
	1996	302,150	111,153
	1997	305,458	110,674
	1998	307,828	110,840
	1999	307,279	111,000
	2000	320,677	111,048
	2001	323,303	116,278
	2002	326,421	116,278(b)
	2003	332,815	116,278
	2004	332,822	119,146

Sources:

- (a) Richland County Public Works.
- (b) Information representative of latest information available.
- (c) Richland County Planning Department.
- (d) Richland County Sheriff's Department.
- (e) Richland County School District One and Two
- (f) Richland County Finance Department.
- (g) Richland County Election Commission.
- (h) Central Midlands Council of Government.

*Estimated population for 2003

RICHLAND COUNTY, SOUTH CAROLINA

RICHLAND COUNTY, SOUTH CAROLINA