

COUNTY OF CHARLESTON, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2004

	ASSETS		2004 G.O.B.		2004 C.O.P.		Other		Total	
	General	Debt Service	Capital Projects	Capital Projects	Governmental Funds	Governmental Funds	Governmental Funds	Governmental Funds		
Non-pooled cash and cash equivalents	\$ 2,572,478	\$ -	\$ -	\$ -	\$ 530,316	\$ -	\$ 3,102,794	\$ -		
Pooled cash and cash equivalents	7,955,761	7,400,399	24,428	3,084	39,848,145	-	55,231,817	-		
Investments	10,000,000	-	-	-	-	-	10,000,000	-		
Restricted cash and cash equivalents	-	4,682,629	-	-	20,436,592	-	25,119,221	-		
Receivables (net of allowances for uncollectibles)	96,211,842	15,734,280	-	-	11,805,537	-	123,751,659	-		
Due from other funds	13,267,268	179,379	-	-	-	-	13,446,647	-		
Inventory	179,198	-	-	-	204,652	-	383,850	-		
Prepaid items and deposits	787	-	-	-	-	-	787	-		
Total assets	\$ 130,187,314	\$ 27,996,687	\$ 24,428	\$ 3,084	\$ 72,826,242	\$ -	\$ 231,036,755	\$ -		
LIABILITIES AND FUND BALANCES										
Accounts payable	\$ 3,109,955	\$ 430,686	\$ 24,428	\$ 3,084	\$ 2,654,731	\$ -	\$ 6,222,884	\$ -		
Accrued payroll and fringe benefits	3,659,180	-	-	-	253,230	-	3,912,410	-		
Due to component units	1,552,212	-	-	-	-	-	1,552,212	-		
Due to other funds	719,793	-	-	-	7,136,578	-	7,856,371	-		
Intergovernmental payable	10,481,309	-	-	-	3,434,284	-	13,915,593	-		
Due to third parties	128,318	-	-	-	-	-	128,318	-		
Deferred revenue	80,025,638	15,614,056	-	-	4,691,214	-	100,330,908	-		
Total liabilities	99,676,405	16,044,742	24,428	3,084	18,170,037	-	133,918,696	-		
Fund balances:										
Reserved for inventories and prepaid items	179,965	-	-	-	204,652	-	384,617	-		
Reserved for encumbrances	1,877,517	-	-	-	7,163,103	-	9,040,620	-		
Reserved for debt service	-	11,951,945	-	-	-	-	11,951,945	-		
Reserved for capital projects	-	-	-	-	34,782,398	-	34,782,398	-		
Unreserved:										
Designated for rainy day	8,000,000	-	-	-	-	-	8,000,000	-		
Designated for subsequent years' appropriation - general fund	8,500,000	-	-	-	-	-	8,500,000	-		
Designated for subsequent years' appropriation - special revenue funds	-	-	-	-	12,505,052	-	12,505,052	-		
Undesignated - General Fund	11,953,427	-	-	-	-	-	11,953,427	-		
Total fund balances	30,510,909	11,951,945	-	-	54,655,205	-	97,118,059	-		
Total liabilities and fund balances	\$ 130,187,314	\$ 27,996,687	\$ 24,428	\$ 3,084	\$ 72,826,242	\$ -	\$ 231,036,755	\$ -		

See notes to financial statements.

County of Charleston, South Carolina
 Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2004

Total Governmental Fund Balances \$97,118,059

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 208,867,262

Other long-term assets are not available to pay for current period expenditures and therefore are deferred on the funds:

Deferred issuance costs	828,007	
Property taxes	1,805,901	
Interest receivable	104,107	
Note receivable	12,392,318	
Total	15,130,333	15,130,333

Internal service funds are used by management to charge the costs of insurance, fleet and office services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. 14,417,981

Elimination of indirect income and expenses between governmental funds and the enterprise funds which creates an internal balance. (3,519,748)

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

General obligation bonds	(95,926,823)	
Certificates of participation	(71,303,799)	
Lease payable	(1,242,818)	
Compensated absences	(6,355,770)	
Intergovernmental note payable	(38,608,985)	
Accrued interest payable	(2,381,005)	
Total	(215,819,200)	(215,819,200)

Net assets of governmental activities \$116,194,687

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2004

	General	Debt Service	2004 G.O.B. Capital Projects	2004 C.O.P. Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:						
Property and local option sales taxes	\$ 89,577,812	\$ 17,568,404	\$ -	\$ -	\$ 5,119,892	\$ 112,266,
Intergovernmental	17,971,033	610,738	-	-	16,944,491	35,526,
Fees, permits and licenses	16,058,589	-	-	-	7,916,143	23,974,
Fines and forfeitures	2,373,370	-	-	-	576,700	2,950,
Interest	421,481	876,959	-	-	1,391,636	2,690,
Service charges	5,005,436	-	-	-	-	5,005,
Rental and use of property	868,344	-	-	-	44,811	913,
Other revenues	2,085,503	-	-	-	344,214	2,429,
Total revenues	134,361,568	19,056,101	-	-	32,337,887	185,755,
Expenditures:						
Current:						
General government	36,028,837	-	-	-	272,233	36,301,
Public safety	53,247,647	-	-	-	5,508,890	58,756,
Judicial	12,773,208	-	-	-	1,799,828	14,573,
Public works	7,857,122	-	-	-	4,603,940	12,461,
Health and welfare	3,413,553	-	-	-	8,566,594	11,980,
Economic development	583,954	-	-	-	471,451	1,055,
Culture and recreation	10,770,463	-	-	-	4,351,295	15,121,
Education	-	-	-	-	3,735,895	3,735,
Capital outlay	-	-	-	-	13,306,572	13,306,
Debt service	-	20,983,657	376,276	468,825	-	21,828,
Total expenditures	124,674,784	20,983,657	376,276	468,825	42,616,698	189,120,
Excess (deficiency) of revenues over (under) expenditures	9,686,784	(1,927,556)	(376,276)	(468,825)	(10,278,811)	(3,364,
Other financing sources (uses):						
Capital lease proceeds	-	-	-	-	431,614	431,
Refunding general obligation bonds issued	-	-	63,740,000	-	-	63,740,
Refunding certificates of participation issued	-	-	-	38,527,153	-	38,527,
Bond premium	-	-	564,128	2,189,204	-	2,753,
Payment to escrow agent for refunding	-	-	(63,935,230)	(37,043,718)	-	(100,978,
Transfers in	10,873,410	6,022,664	7,378	3,084	10,422,317	27,328,
Transfers out	(5,905,521)	(1,355,349)	-	(3,206,898)	(11,782,720)	(22,250,
Proceeds from sale of fixed assets	105,507	-	-	-	1,038,940	1,144,
Total other financing sources (uses)	5,073,396	4,667,315	376,276	468,825	110,151	10,695,
Special item - contribution to other municipalities	(9,151,217)	-	-	-	-	(9,151,
Net change in fund balances	5,608,963	2,739,759	-	-	(10,168,660)	(1,819,
Fund balances at beginning of year (as restated)	24,901,946	9,212,186	-	-	64,823,865	98,937,
Fund balances at end of year	\$ 30,510,909	\$ 11,951,945	\$ -	\$ -	\$ 54,655,205	\$ 97,118,

See notes to financial statements.

County of Charleston, South Carolina
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities
 For the Year Ended June 30, 2004

Net Change in Fund Balances - Total Governmental Funds		(\$1,819,938)
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.</p>		
Fixed asset additions	14,125,020	
Depreciation expense	<u>(10,481,524)</u>	3,643,496
<p>In the statement of activities, the loss on disposal of capital assets is reported. Conversely, governmental funds do not report any gain or loss on disposal of capital assets.</p>		
Cost of capital assets	3,044,271	
Accumulated depreciation	<u>(2,287,442)</u>	
Net book value	756,829	
Proceeds	<u>(1,144,447)</u>	
Gain on sale	(387,618)	(756,829)
Difference of proceeds and gain on sale		
<p>Because some property taxes and other income will not be collected for several months after the County's fiscal year ends, they are not considered "available" revenues in the governmental funds.</p>		
Interest income	(4,284)	
Property taxes	<u>(311,444)</u>	(315,728)
<p>Repayment of note receivable is revenue in the governmental fund but the receipt reduces the long term asset in the statement of net assets and does not result in revenue in the statement of activities.</p>		
		(489,509)
<p>Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and does not result in an expense in the statement of activities.</p>		
		11,383,731
<p>Other financing source (use) which does not provide current resources or current uses.</p>		
Capital lease proceeds	(431,614)	
Refunding general obligation bonds issued	(63,740,000)	
Refunding certificates of participation issued	(38,527,153)	
Bond premium	(2,753,332)	
Payment to escrow agent for refunding	<u>100,978,948</u>	(4,473,151)
<p>In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds, interest is expensed when due.</p>		
		344,729
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Compensated absences payable	(386,718)	
Deferred refunding costs	<u>829,007</u>	442,289
<p>To record Internal service fund transfers</p>		
		3,073,266
<p>The internal service funds are used by management to charge the costs of insurance and other services to individual funds. The net revenue of the internal service funds are reported with governmental activities.</p>		
		65,206
<p>Elimination of indirect income between governmental funds and the enterprise funds.</p>		
		(1,655,053)
<p>The increase of governmental expenditures to avoid the doubling up of net loss from the internal service fund.</p>		
		(3,908,348)
Change in net assets of governmental activities		<u><u>\$5,534,161</u></u>

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
For the Year Ended June 30, 2004

<u>REVENUES</u>	<u>BUDGETED AMOUNTS</u>			<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
Property and local option sales taxes	\$ 85,428,000	\$ 85,428,000	\$ 89,577,812	\$ 4,149,812
Intergovernmental	17,102,458	17,102,458	17,971,033	868,575
Fees, permits and licenses	12,125,300	12,125,300	16,058,589	3,933,289
Fines and forfeitures	2,332,500	2,332,500	2,373,370	40,870
Interest	642,000	642,000	421,481	(220,519)
Service charges	4,328,800	4,328,800	5,005,436	676,636
Rental and use of property	850,000	850,000	868,344	18,344
Other revenues	2,053,233	2,053,233	2,085,503	32,270
Total revenues	124,862,291	124,862,291	134,361,568	9,499,277
 <u>EXPENDITURES</u>				
Current:				
General Government:				
County Council	2,829,281	1,420,462	619,059	801,403
Legal	610,945	796,101	795,506	595
Internal Auditor	144,113	144,113	142,611	1,502
Auditor	1,603,420	1,599,083	1,523,544	75,539
Treasurer	1,320,068	1,339,576	1,333,453	6,123
Register Mesne Conveyance	1,661,783	1,647,876	1,644,856	3,020
Legislative Delegation	144,802	147,994	142,701	5,293
Board of Elections & Voter Registration	9,206	689,975	639,762	50,213
County Administrator	899,765	892,652	655,151	237,501
Chief Deputy Administrator	466,650	473,750	452,947	20,803
800 MHZ	1,562,468	1,567,219	1,517,566	49,653
Planning Department	1,545,576	1,611,496	1,427,866	183,630
Human Resources Administration	1,094,352	1,087,452	968,008	119,444
Safety & Risk Management	1,727,198	1,205,917	1,050,576	155,341
Facilities Management	9,193,086	9,190,198	8,556,952	633,246
Capital Projects Administration	1,200,881	1,202,500	986,424	216,076
Assessor	2,735,290	2,736,290	2,316,435	419,855
Chief Financial Officer	347,503	343,803	337,938	5,865
Budget	461,844	452,956	434,334	18,622
Business License/User Fee	353,962	354,812	314,822	39,990
Controller	908,910	905,410	876,666	28,744
Delinquent Tax	900,812	903,109	901,999	1,110
Grants Administration	646,506	650,393	644,193	6,200
Internal Services	425,591	425,827	389,654	36,173
Procurement	655,502	649,129	639,200	9,929
Geographic Information Systems	415,092	415,195	353,925	61,270
Information Technology Services	6,770,751	6,463,470	6,362,689	100,781
Total general government	40,635,357	39,316,758	36,028,837	3,287,921

See notes to financial statements.

**COUNTY OF CHARLESTON, SOUTH CAROLINA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

For the Year Ended June 30, 2004

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
Public Safety:				
Sheriff's Department	\$ 41,263,218	\$ 41,842,290	\$ 41,825,093	\$ 17,197
Building Services	1,138,953	1,144,158	1,092,805	51,353
Emergency Services Department	10,523,796	10,619,594	10,028,928	590,666
Emergency Preparedness	325,339	326,216	267,321	58,895
Coastal Police Chaplain	7,500	7,500	7,500	-
Crime Stoppers	20,000	20,000	20,000	-
People Against Rape	6,000	6,000	6,000	-
Total public safety	53,284,806	53,965,758	53,247,647	718,111
Judicial:				
Public Defender	1,457,629	1,457,629	1,457,629	-
Clerk of Court	2,333,318	2,384,038	2,335,288	48,750
Coroner	451,316	451,386	443,438	7,948
Probate Court	1,115,465	1,155,630	1,089,611	66,019
Solicitor	3,264,754	3,278,356	3,255,755	22,601
Master-in-Equity	380,532	380,514	380,508	6
Medical Examiner's Commission	290,006	290,006	253,190	36,816
Magistrates	3,763,936	3,760,051	3,557,789	202,262
State Probation Office	850	850	-	850
Total judicial	13,057,806	13,158,460	12,773,208	385,252
Public Works:				
Public Works Department	8,623,970	8,426,321	7,834,522	591,799
Chas. Soil and Water Conser.	19,000	19,000	19,000	-
Clemson Extension	3,600	3,600	3,600	-
Total public works	8,646,570	8,448,921	7,857,122	591,799
Health and Welfare:				
Contributions	186,050	271,050	271,050	-
Department of Social Services	152,257	152,257	152,257	-
Health Department	274,085	275,233	231,568	43,665
Mental Health Department	52,987	52,987	52,987	-
Veterans Affairs	206,807	207,157	204,316	2,841
Mosquito Abatement	1,662,890	1,503,678	1,349,030	154,648
Indigent Care	1,152,548	1,152,548	1,152,345	203
Total health and welfare	3,687,624	3,614,910	3,413,553	201,357
Economic Development	589,848	590,733	583,954	6,779
Culture and Recreation:				
Charleston County Library	10,768,033	10,769,113	10,769,113	-
McClellanville Arts Council	1,350	1,350	1,350	-
Total culture and recreation	10,769,383	10,770,463	10,770,463	-
Total expenditures	130,671,394	129,866,003	124,674,784	5,191,219
Excess (deficiency) of revenues over (under) expenditures	(5,809,103)	(5,003,712)	9,686,784	14,690,496

See notes to financial statements.

**COUNTY OF CHARLESTON, SOUTH CAROLINA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
For the Year Ended June 30, 2004**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Other financing sources (uses):				
Transfers In	\$ 1,445,672	\$ 10,873,672	\$ 10,873,410	\$ (262)
Transfers Out	(5,547,024)	(6,352,415)	(5,905,521)	446,894
Contribution to other municipalities property tax cap refunds	-	(9,428,000)	(9,151,217)	276,783
Proceeds from Sale of Fixed Assets	15,000	15,000	105,507	90,507
	<u>(4,086,352)</u>	<u>(4,891,743)</u>	<u>(4,077,821)</u>	<u>813,922</u>
Net change in fund balance	(9,895,455)	(9,895,455)	5,608,963	15,504,418
Fund balance at beginning of year (as restated)	<u>24,901,946</u>	<u>24,901,946</u>	<u>24,901,946</u>	<u>-</u>
Fund balance at end of year	<u>\$ 15,006,491</u>	<u>\$ 15,006,491</u>	<u>\$ 30,510,909</u>	<u>\$ 15,504,418</u>

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2004

<u>ASSETS</u>	Business-type Activities - Enterprise Funds			Total	Governmental
	Solid Waste	Parking Garages	Non-Major Other Funds		Activities - Internal Service Funds
Current assets:					
Non-pooled cash and cash equivalents	\$ 423,252	\$ 1,850	\$ 700	\$ 425,802	\$ -
Pooled cash and cash equivalents	10,852,003	-	5,605,963	16,457,966	7,501,229
Cash with fiscal agent	-	-	-	-	125,000
Receivables (net of allowances for uncollectibles)	2,929,126	9,358,502	1,573,976	13,861,604	311,532
Internal balances - current	1,753,388	(25,381)	1,791,741	3,519,748	(3,519,748)
Note receivable - current portion	44,612	-	-	44,612	-
Due from other funds	-	-	-	-	719,792
Inventories	-	-	-	-	201,777
Total current assets	16,002,381	9,334,971	8,972,380	34,309,732	5,339,582
Noncurrent assets:					
Restricted cash and cash equivalents	46,268,174	-	-	46,268,174	-
Notes receivable - non-current portion	548,244	-	-	548,244	-
Deferred issuance costs	340,770	109,755	82,257	532,782	-
Capital assets:					
Land	1,600,610	2,350,320	-	3,950,930	-
Buildings	3,302,325	11,911,002	9,030,628	24,243,955	1,682,304
Improvements other than buildings	1,804,820	-	497,837	2,302,657	-
Machinery and equipment	12,035,497	205,032	1,255,976	13,496,505	24,881,204
Construction in progress	1,060,618	-	-	1,060,618	-
Less accumulated depreciation	(9,973,968)	(1,976,756)	(1,665,267)	(13,615,991)	(16,895,230)
Total capital assets (net of accumulated depreciation)	9,829,902	12,489,598	9,119,174	31,438,674	9,668,278
Total noncurrent assets	56,987,090	12,599,353	9,201,431	78,787,874	9,668,278
Total assets	\$ 72,989,471	\$ 21,934,324	\$ 18,173,811	\$ 113,097,606	\$ 15,007,860

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2004

<u>LIABILITIES</u>	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Solid Waste	Parking Garages	Non-Major Other Funds	Total	
Current liabilities:					
Accounts payable	\$ 1,181,105	\$ 54,616	\$ 179,701	\$ 1,415,422	\$ 2,897,633
Accrued payroll and fringe benefits	290,842	33,317	314,145	638,304	149,316
Due to other funds	-	6,310,068	-	6,310,068	-
Compensated absences - current	19,192	2,124	20,947	42,263	323,989
Intergovernmental payable	260	1,152	10,007	11,419	500,999
Deferred revenue	40,572	-	-	40,572	12,421
Accrued interest payable	187,958	31,249	25,792	244,999	18,029
Note payable - current	-	-	-	-	44,612
Lease payable - current	-	-	-	-	16,599
Certificates of participation - current	-	465,204	287,123	752,327	-
Revenue bonds - current	1,142,809	-	-	1,142,809	-
Accrual for landfill closure - current	1,204,481	-	-	1,204,481	-
Total current liabilities	4,067,219	6,897,730	837,715	11,802,664	3,963,598
Noncurrent liabilities:					
Note payable	-	-	-	-	548,244
Compensated absences	409,221	46,182	341,774	797,177	-
Lease payable	-	-	-	-	46,779
Certificates of participation (net of unamortized discounts and deferred amount on refunding)	-	6,761,717	5,122,915	11,884,632	-
Revenue bonds (net of unamortized discounts)	13,021,476	-	-	13,021,476	-
Accrual for landfill closure	9,885,297	-	-	9,885,297	-
Total noncurrent liabilities	23,315,994	6,807,899	5,464,689	35,588,582	595,023
Total liabilities	27,383,213	13,705,629	6,302,404	47,391,246	4,558,621
<u>NET ASSETS</u>					
Invested in capital assets, net of related debt	9,829,902	5,262,677	3,709,136	18,801,715	9,012,044
Restricted for construction	2,632,500	-	-	2,632,500	-
Restricted for landfill expansion	4,296,955	-	-	4,296,955	-
Restricted for debt service	1,533,254	-	-	1,533,254	-
Unrestricted	27,313,647	2,966,018	8,162,271	38,441,936	1,437,195
Total net assets	\$ 45,606,258	\$ 8,228,695	\$ 11,871,407	\$ 65,706,360	\$ 10,449,239



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COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS

For the Year Ended June 30, 2004

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Solid Waste	Parking Garages	Non-Major Other Funds	Total	
Operating revenues:					
Charges for services	\$ 1,587,430	\$ 3,023,823	\$ 7,917,214	\$ 12,528,467	\$ 27,167,627
User fees	21,130,351	-	-	21,130,351	-
Energy sales	8,355,163	-	-	8,355,163	-
Sale of recyclables	1,650,437	-	-	1,650,437	-
Other revenues	6,602	-	18,551	25,153	-
Total operating revenues	32,729,983	3,023,823	7,935,765	43,689,571	27,167,627
Operating expenses:					
Personnel services	5,395,694	597,484	5,335,036	11,328,214	2,817,150
Contractual services	945,672	219,432	1,584,016	2,749,120	582,165
Materials and supplies	457,273	48,605	582,032	1,087,910	4,793,718
Utilities	80,702	165,719	758,660	1,005,081	1,216,822
Repairs and maintenance	25,208	99,243	198,418	322,869	56,368
Rental expenses	48,004	-	64,312	112,316	290,800
Vehicle fleet charges	1,632,311	4,579	42,703	1,679,593	94,230
Employee benefits	-	-	-	-	17,531,477
Other expenses	1,086,150	17,671	486,547	1,590,368	854,994
Ash disposal	1,624,775	-	-	1,624,775	-
Incinerator operations	7,719,190	-	-	7,719,190	-
Operator's debt	5,768,142	-	-	5,768,142	-
Depreciation and amortization	1,583,850	609,050	390,304	2,583,204	2,984,962
Provision for landfill closure	828,480	-	-	828,480	-
Total operating expenses	27,195,451	1,761,783	9,442,028	38,399,262	31,222,686
Operating income (loss)	5,534,532	1,262,040	(1,506,263)	5,290,309	(4,055,059)
Nonoperating revenues (expenses):					
Interest income	392,100	4,311	-	396,411	52,559
Interest expense	(736,848)	(555,085)	(325,886)	(1,617,819)	(36,706)
Intergovernmental revenues	212,777	-	539,298	752,075	-
Gain (loss) on disposal of assets	(43,337)	5,266,830	(99,913)	5,123,580	(126,269)
Total nonoperating revenues (expenses)	(175,308)	4,716,056	113,499	4,654,247	(110,416)
Income (loss) before transfers	5,359,224	5,978,096	(1,392,764)	9,944,556	(4,165,475)
Transfers out	(664,625)	(11,088,100)	-	(11,752,725)	(5,500)
Transfers in	654,080	768,290	2,178,724	3,601,094	3,078,766
Change in net assets	5,348,679	(4,341,714)	785,960	1,792,925	(1,092,209)
Total net assets - beginning as previously reported	38,599,191	12,595,790	9,219,761	60,414,742	15,061,196
Prior period adjustments	(95,000)	-	73,945	(21,055)	-
Total net assets - beginning as restated	38,504,191	12,595,790	9,293,706	60,393,687	15,061,196
Total net assets - ending	\$ 43,852,870	\$ 8,254,076	\$ 10,079,666	62,186,612	13,968,987
Adjustment to reflect the elimination of indirect costs charged by the general fund				(1,655,053)	1,655,053
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				5,174,801	(5,174,801)
Change in net assets of business-type activities				\$ 65,706,360	\$ 10,449,239

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2004

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Solid Waste	Parking Garages	Non-Major Other Funds	Total	
Cash flows from operating activities:					
Cash received from customers	\$ 32,991,802	\$ 3,021,154	\$ 7,676,330	\$ 43,689,286	\$ 26,481,416
Cash receipts from interfund services provided	-	-	-	-	245,939
Cash payments to suppliers for goods and services	(18,022,114)	(564,681)	(3,756,271)	(22,343,066)	(25,127,917)
Cash payments to employees for services	(5,284,965)	(588,649)	(5,252,135)	(11,125,749)	(2,765,102)
Net cash provided by (used in) operating activities	9,684,723	1,867,824	(1,332,076)	10,220,471	(1,165,664)
Cash flows from noncapital financing activities:					
Transfers in (out)	(10,545)	(10,319,810)	2,178,274	(8,152,081)	3,073,266
Property and other taxes	-	-	613,527	613,527	-
Intergovernmental receipt (disbursement)	60,301	-	3,420	63,721	-
Net cash provided by (used in) noncapital financing activities	49,756	(10,319,810)	2,795,221	(7,474,833)	3,073,266
Cash flows from capital and related financing activities:					
Principal paid on long-term debt	(1,060,000)	(745,675)	(237,263)	(2,042,938)	(95,322)
Interest paid	(716,904)	(416,061)	(226,319)	(1,359,284)	(1,277)
Proceeds from refunding	14,525,000	10,501,626	2,687,318	27,713,944	-
Proceeds from sale of fixed assets	-	6,310,068	3,474	6,313,542	266,076
Proceeds from capital lease	-	-	-	-	-
Payment of refunding escrow agent	(15,815,091)	(10,881,801)	(2,427,448)	(29,124,340)	-
Debt issuance costs	(307,062)	-	(154,922)	(461,984)	-
Acquisition and construction of capital assets (including capitalized interest)	(1,902,286)	(32,267)	(501,199)	(2,435,752)	(2,118,437)
Net cash provided by (used in) capital and related financing activities	(5,276,343)	4,735,890	(856,359)	(1,396,812)	(1,948,960)
Cash flows from investing activities:					
Interfund loan principal payment received	42,017	-	-	42,017	-
Interest received	393,377	4,311	-	397,688	52,559
Net cash provided by investing activities	435,394	4,311	-	439,705	52,559
Net increase (decrease) in cash and cash equivalents	4,893,530	(3,711,785)	606,786	1,788,531	11,201
Cash and cash equivalents at beginning of year	52,649,899	3,713,635	4,999,877	61,363,411	7,615,028
Cash and cash equivalents at end of year	\$ 57,543,429	\$ 1,850	\$ 5,606,663	\$ 63,151,942	\$ 7,626,229
Reconciliation to balance sheet:					
Non-pooled cash and cash equivalents	\$ 423,252	\$ 1,850	\$ 700	\$ 425,802	\$ -
Pooled cash and cash equivalents	10,852,003	-	5,605,963	16,457,966	7,501,229
Restricted cash and cash equivalents	46,268,174	-	-	46,268,174	-
Cash with fiscal agent	-	-	-	-	125,000
Cash and cash equivalents at end of year	\$ 57,543,429	\$ 1,850	\$ 5,606,663	\$ 63,151,942	\$ 7,626,229

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2004

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Solid Waste	Parking Garages	Non-Major Other Funds	Total	
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 5,534,532	\$ 1,262,040	\$ (1,506,263)	\$ 5,290,309	\$ (4,055,059)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation and amortization	1,583,850	609,050	390,304	2,583,204	2,984,962
Provision for landfill closure	828,480	-	-	828,480	-
Provision for uncollectible accounts	191,533	-	515,473	707,006	-
Changes in assets and liabilities:					
(Increase) decrease in receivables	329,648	(2,669)	(774,905)	(447,926)	(440,271)
Decrease in inventory	-	-	-	-	(14,498)
Increase (decrease) in accounts payable	133,354	(9,432)	(39,583)	84,339	309,696
Increase (decrease) in accrued payroll	110,729	8,835	82,898	202,462	52,047
Increase (decrease) in deferred revenue	12,617	-	-	12,617	(2,541)
Decrease in accrual for landfill closure	959,980	-	-	959,980	-
Total adjustments	4,150,191	605,784	174,187	4,930,162	2,889,395
Net cash provided by (used in) operating activities	<u>\$ 9,684,723</u>	<u>\$ 1,867,824</u>	<u>\$ (1,332,076)</u>	<u>\$ 10,220,471</u>	<u>\$ (1,165,664)</u>

See notes to financial statements.



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COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
For the Year Ended June 30, 2004

ASSETS

Non-pooled cash and cash equivalents	\$ 17,398,618
Pooled cash and cash equivalents	<u>17,304,129</u>
Total assets	<u><u>\$ 34,702,747</u></u>

LIABILITIES

Due to component units	\$ 529,547
Intergovernmental payable	16,641,696
Due to third parties	<u>17,531,504</u>
Total liabilities	<u><u>\$ 34,702,747</u></u>

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
COMBINING STATEMENT OF NET ASSETS - DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2004

ASSETS	Charleston County Library	Charleston County PRC	Cooper River Park & Playground	James Island PSD
Non-pooled cash and cash equivalents	\$ 2,213,590	\$ 14,257,264	\$ 4,813	\$ 3,814,168
Investments	-	-	-	2,952,132
Receivables (net of allowances for uncollectibles)	989	11,834,354	156,349	4,067,470
Due from primary government	-	533,979	2,351	368,052
Inventories	49,993	285,152	-	10,503
Prepaid items and deposits	139,508	185,852	-	64,006
Deferred issuance costs	-	-	-	349,557
Restricted Assets:				
Cash and cash equivalents	16,713	571,172	-	854,637
Investments	280,821	-	-	296,876
Unconditional promise to pay	7,000	-	-	-
Long term investments	8,947	-	-	-
Capital Assets:				
Land - nondepreciable	-	25,476,268	66,162	539,230
Buildings	-	35,805,544	261,029	1,483,249
Improvements other than buildings	-	22,770,583	-	46,964
Machinery and equipment	2,656,602	4,315,788	528,844	5,357,460
Infrastructure	-	629,871	-	27,798,840
Construction in progress	-	304,499	-	472,026
Library materials	19,036,347	-	-	-
Artwork - nondepreciable	11,000	-	-	-
Accumulated depreciation	(17,361,657)	(14,366,967)	(733,486)	(11,351,345)
Total assets	\$ 7,059,853	\$ 102,603,359	\$ 286,062	\$ 37,123,825
LIABILITIES				
Accounts payable	\$ 602,274	\$ 1,311,369	\$ -	\$ 660,471
Accrued payroll and fringe benefits	196,627	411,397	-	105,785
Intergovernmental payable	-	-	-	-
Interest payable	-	434,083	-	-
Deferred revenue	19,465	12,077,834	139,058	3,687,556
Noncurrent liabilities:				
Due within one year	27,538	4,865,959	-	479,859
Due in more than one year	638,609	20,575,859	-	9,672,407
Total liabilities	1,484,513	39,676,501	139,058	14,606,078
NET ASSETS				
Invested in capital assets, net of related debt	4,342,292	54,747,047	122,549	14,495,086
Restricted for:				
Nonexpendable	282,795	-	-	-
Expendable	21,739	-	-	-
Construction	-	4,721,688	-	-
Debt service	-	3,013,311	-	1,280,283
Beach renourishment	-	571,172	-	-
Unrestricted	928,514	(126,360)	24,455	6,742,378
Total net assets	\$ 5,575,340	\$ 62,926,858	\$ 147,004	\$ 22,517,747

See notes to financial statements.

North Charleston District	St. Andrew's Parish Parks & Playground	St. John's Fire District	St. Paul's Fire District	Volunteer Fire & Rescue Squad For the Year Ended Dec. 31, 2003	Totals
\$ 369,190	\$ 65,091	\$ 1,194,094	\$ 1,165,696	\$ 55,276	\$ 23,139,182
-	-	-	244,728	197,426	3,394,286
998,707	955,280	6,528,374	2,359,128	-	26,900,651
18,379	65,066	443,603	120,782	-	1,552,212
-	-	-	-	-	345,648
-	17,070	146,232	281,798	22,155	856,621
-	-	22,370	-	-	371,927
-	-	-	-	-	1,442,522
-	-	-	-	-	577,697
-	-	-	-	-	7,000
-	-	-	-	-	8,947
80,122	153,000	256,665	31,131	87,679	26,690,257
419,944	4,349,116	1,662,572	1,277,415	181,576	45,440,445
-	-	-	-	22,808	22,840,355
1,298,574	954,434	4,468,962	2,333,536	1,095,210	23,009,410
-	-	-	-	-	28,428,711
-	-	-	-	-	776,525
-	-	-	-	-	19,036,347
-	-	-	-	-	11,000
(1,230,043)	(1,828,139)	(3,021,932)	(1,888,080)	(862,955)	(52,644,604)
<u>\$ 1,954,873</u>	<u>\$ 4,730,918</u>	<u>\$ 11,700,940</u>	<u>\$ 5,926,134</u>	<u>\$ 799,175</u>	<u>\$ 172,185,139</u>
\$ -	\$ 99,191	\$ 408,344	\$ 106,609	\$ -	\$ 3,188,258
-	71,096	121,789	-	-	906,694
87,990	-	-	-	-	87,990
-	-	22,186	-	-	456,269
944,231	910,546	6,380,664	2,449,261	-	26,608,615
-	85,489	489,890	114,648	-	6,063,383
-	139,368	1,635,376	-	-	32,661,619
<u>1,032,221</u>	<u>1,305,690</u>	<u>9,058,249</u>	<u>2,670,518</u>	<u>-</u>	<u>69,972,828</u>
568,597	3,423,656	1,707,167	1,701,801	-	81,108,195
-	-	-	-	-	282,795
-	-	-	-	-	21,739
-	-	-	-	-	4,721,688
-	-	102,064	-	-	4,395,658
-	-	-	-	-	571,172
354,055	1,572	833,460	1,553,815	799,175	11,111,064
<u>\$ 922,652</u>	<u>\$ 3,425,228</u>	<u>\$ 2,642,691</u>	<u>\$ 3,255,616</u>	<u>\$ 799,175</u>	<u>\$ 102,212,311</u>

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
 COMBINING STATEMENT OF ACTIVITIES - DISCRETELY PRESENTED COMPONENT UNITS
 June 30, 2004

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets									Total
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Charleston County Library	Charleston County PRC	Cooper River Park & Playground	James Island PSD	North Charleston District	St. Andrew's Parish Parks & Playground	St. John's Fire District	St. Paul's Fire District	Chas County Volunteer Fire Rescue Squad Dec. 31, 2003	
Charleston County Library Governmental Activities Culture and recreation	\$ 12,406,325	\$ 629,853	\$ 11,222,318	\$ 15,880	\$ (538,274)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (538,274)
Charleston County PRC Governmental Activities General government	5,154,124	-	-	-	-	(5,154,124)	-	-	-	-	-	-	-	(5,154,124)
Culture and recreation	2,055,446	537,805	108,045	55,531	-	(1,354,065)	-	-	-	-	-	-	-	(1,354,065)
Planning and development	512,594	-	-	-	-	(512,594)	-	-	-	-	-	-	-	(512,594)
Interest and fiscal charges	501,751	-	-	-	-	(501,751)	-	-	-	-	-	-	-	(501,751)
Total governmental activities	8,223,915	537,805	108,045	55,531	-	(7,522,534)	-	-	-	-	-	-	-	(7,522,534)
Business-type activities Park operations	9,456,287	8,233,939	-	-	-	(1,222,348)	-	-	-	-	-	-	-	(1,222,348)
Total Charleston County PRC	17,680,202	8,771,744	108,045	55,531	-	(8,744,882)	-	-	-	-	-	-	-	(8,744,882)
Cooper River Park & Playground Governmental Activities General government	16,459	-	-	-	-	(16,459)	-	-	-	-	-	-	-	(16,459)
Culture and recreation	194,096	-	-	-	-	(194,096)	-	-	-	-	-	-	-	(194,096)
Total governmental activities	210,555	-	-	-	-	(210,555)	-	-	-	-	-	-	-	(210,555)
James Island PSD Governmental Activities General government	658,726	-	-	-	-	-	(658,726)	-	-	-	-	-	-	(658,726)
Public safety	2,638,329	-	-	-	-	-	(2,638,329)	-	-	-	-	-	-	(2,638,329)
Health and welfare	1,453,337	-	-	-	-	-	(1,453,337)	-	-	-	-	-	-	(1,453,337)
Total governmental activities	4,750,392	-	-	-	-	-	(4,750,392)	-	-	-	-	-	-	(4,750,392)
Business-type activities Wastewater	4,052,409	4,620,860	-	-	-	-	568,451	-	-	-	-	-	-	568,451
Total James Island PSD	8,802,801	4,620,860	-	-	-	-	(4,181,941)	-	-	-	-	-	-	(4,181,941)
North Charleston District Governmental Activities General government	22,321	-	-	-	-	-	-	(22,321)	-	-	-	-	-	(22,321)
Public safety	1,048,584	-	-	-	-	-	-	(1,048,584)	-	-	-	-	-	(1,048,584)
Public works	401,092	-	-	-	-	-	-	(401,092)	-	-	-	-	-	(401,092)
Total governmental activities	1,471,997	-	-	-	-	-	-	(1,471,997)	-	-	-	-	-	(1,471,997)

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
 COMBINING STATEMENT OF ACTIVITIES - DISCRETELY PRESENTED COMPONENT UNITS
 June 30, 2004

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets										Total
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Charleston County Library	Charleston County PRC	Cooper River Park & Playground	James Island PSD	North Charleston District	St. Andrew's Parish Parks & Playground	St. John's Fire District	St. Paul's Fire District	Chas County Volunteer Fire Rescue Squad Dec. 31, 2003	
St. Andrew's Parish Parks and Playground Commission														
Governmental Activities														
General government	\$ 962,819	\$ -	\$ 13,448	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (949,371)	\$ -	\$ -	\$ -	\$ (949,371)
Culture and recreation	663,898	413,578	-	-	-	-	-	-	-	(250,320)	-	-	-	(250,320)
Interest	3,186	-	-	-	-	-	-	-	-	(3,186)	-	-	-	(3,186)
	<u>1,629,903</u>	<u>413,578</u>	<u>13,448</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,202,877)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,202,877)</u>
Business-type activities														
Family recreation	904,759	840,948	-	-	-	-	-	-	-	(63,811)	-	-	-	(63,811)
Total St. Andrew's Parish Parks and Playground Commission	<u>2,534,662</u>	<u>1,254,526</u>	<u>13,448</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,266,688)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,266,688)</u>
St. John's Fire District														
Governmental Activities														
Public safety	6,887,444	-	-	76,741	-	-	-	-	-	-	(6,810,703)	-	-	(6,810,703)
St. Paul's Fire District														
Governmental Activities														
Public safety	2,591,525	-	-	-	-	-	-	-	-	-	-	(2,591,525)	-	(2,591,525)
Charleston County Volunteer Fire & Rescue Squad														
Public Safety	303,768	-	373,185	-	-	-	-	-	-	-	-	-	69,417	69,417
Total Component Units	<u>\$ 52,889,279</u>	<u>\$ 15,276,983</u>	<u>\$ 11,716,996</u>	<u>\$ 148,152</u>										<u>(25,747,148)</u>
General Revenues														
Property taxes					-	12,311,253	139,189	4,788,010	1,067,793	1,099,494	6,419,811	2,686,575	-	28,512,125
Merchants inventory tax and manufacturer's depreciation					-	-	55,574	-	228,184	4,812	17,299	20,222	-	326,091
Contribution from primary government					-	477,391	-	145,470	-	24,864	312,782	62,161	-	1,022,668
Franchise fees					-	-	-	-	78,656	-	-	-	-	78,656
Grants not restricted to specific programs					-	2,286	-	-	-	-	-	-	-	2,286
Unrestricted investment earnings					1,624	81,550	5	66,570	70	-	5,866	9,146	14,269	179,100
Investment return					54,664	-	-	-	-	-	-	-	-	54,664
Gain on sale of capital assets					-	-	-	-	869	-	7,082	-	-	7,951
Fundraising and donations					-	-	-	-	-	67,423	-	-	-	67,423
Miscellaneous					-	235,615	-	16,269	-	-	21,273	7,059	3,728	283,944
Total General Revenues					<u>56,288</u>	<u>13,108,095</u>	<u>194,768</u>	<u>5,016,319</u>	<u>1,375,572</u>	<u>1,196,593</u>	<u>6,784,113</u>	<u>2,785,163</u>	<u>17,997</u>	<u>30,534,908</u>
Change in Net Assets					(481,986)	4,363,213	(15,787)	834,378	(96,425)	(70,095)	(26,590)	193,638	87,414	4,787,760
Net Assets Beginning of Year as restated					6,057,326	58,563,645	162,791	21,683,369	1,019,077	3,495,323	2,669,281	3,061,978	711,761	97,424,551
Net Assets End of Year					<u>\$ 5,575,340</u>	<u>\$ 62,926,858</u>	<u>\$ 147,004</u>	<u>\$ 22,517,747</u>	<u>\$ 922,652</u>	<u>\$ 3,425,228</u>	<u>\$ 2,642,691</u>	<u>\$ 3,255,616</u>	<u>\$ 799,175</u>	<u>\$ 102,212,311</u>

See notes to financial statements.