

COUNTY OF CHARLESTON, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2006

<u>ASSETS</u>	General	Debt Service	Transportation and Road Sales Tax Special Revenue	G.O.B. Capital Projects	Other Governmental Funds	Total Governmental Funds
Non-pooled cash and cash equivalents	\$ 3,282,046	\$ -	\$ -	\$ -	\$ 938,182	\$ 4,220,228
Pooled cash and cash equivalents	1,059,218	-	-	-	30,150,422	31,209,640
Pooled investments	36,711,973	13,689,978	5,387,575	15,738,149	-	71,527,675
Restricted investments	-	4,665,867	66,971,226	-	-	71,637,093
Restricted cash and cash equivalents	-	507,691	-	-	473,092	980,783
Receivables (net of allowances for uncollectibles)	110,056,587	15,696,067	17,193,951	39,912	14,426,084	157,412,601
Due from other funds	475,306	-	-	-	-	475,306
Inventory	513,861	-	-	-	-	513,861
Prepaid items and deposits	393	-	-	-	11,603	11,996
Total assets	<u>\$ 152,099,384</u>	<u>\$ 34,559,603</u>	<u>\$ 89,552,752</u>	<u>\$ 15,778,061</u>	<u>\$ 45,999,383</u>	<u>\$ 337,989,183</u>
 <u>LIABILITIES AND FUND BALANCES</u>						
Accounts payable	\$ 1,921,182	\$ 800	\$ 704,888	\$ 279,648	\$ 2,068,202	\$ 4,974,720
Accrued payroll and fringe benefits	3,136,620	-	7,320	-	139,014	3,282,954
Due to component units	577,622	-	-	-	-	577,622
Due to other funds	409,688	-	-	-	475,306	884,994
Intergovernmental payable	2,404,417	-	35	-	4,274,719	6,679,171
Due to third parties	603,348	-	-	-	-	603,348
Unearned revenue	94,112,285	15,605,697	-	-	6,391,620	116,109,602
Total liabilities	<u>103,165,162</u>	<u>15,606,497</u>	<u>712,243</u>	<u>279,648</u>	<u>13,348,861</u>	<u>133,112,411</u>
 Fund balances:						
Reserved for inventories and prepaid items	514,254	-	-	-	11,603	525,857
Reserved for encumbrances	4,687,988	-	9,909,051	-	3,409,282	18,006,321
Reserved for debt service	-	18,953,106	-	-	-	18,953,106
Reserved for capital projects	-	-	-	15,498,413	17,187,251	32,685,664
Reserved for transportation and road sales tax special revenue fund	-	-	78,931,458	-	-	78,931,458
Unreserved:						
Designated for rainy day	9,000,000	-	-	-	-	9,000,000
Designated for subsequent years' appropriation - general fund	6,873,682	-	-	-	-	6,873,682
Designated for subsequent years' appropriation - special revenue funds	-	-	-	-	12,042,386	12,042,386
Undesignated - general fund	27,858,298	-	-	-	-	27,858,298
Total fund balances	<u>48,934,222</u>	<u>18,953,106</u>	<u>88,840,509</u>	<u>15,498,413</u>	<u>32,650,522</u>	<u>204,876,772</u>
Total liabilities and fund balances	<u>\$ 152,099,384</u>	<u>\$ 34,559,603</u>	<u>\$ 89,552,752</u>	<u>\$ 15,778,061</u>	<u>\$ 45,999,383</u>	<u>\$ 337,989,183</u>

See notes to financial statements.

County of Charleston, South Carolina
 Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2006

Total Governmental Fund Balances \$204,876,772

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. 216,242,688

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

Deferred issuance costs	\$1,302,704	
Property taxes	1,615,270	
	2,917,974	2,917,974

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. 13,279,654

Elimination of indirect income and expenses between governmental funds and the enterprise funds which creates an internal balance. (8,254,066)

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	(153,448,297)	
Certificates of participation	(62,427,073)	
Lease payable	(3,378,634)	
Compensated absences	(7,013,510)	
Intergovernmental note payable	(36,988,439)	
Accrued interest payable	(2,755,536)	
	(266,011,489)	(266,011,489)

Net assets of governmental activities \$163,051,533

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, 2006

	General	Debt Service	Transportation and Road Sales Tax Special Revenue	G.O.B Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:						
Property, local option sales and transportation sales tax	\$ 101,457,150	\$ 16,449,622	\$ 37,116,336	\$ -	\$ 6,648,195	\$ 161,671,303
Intergovernmental	18,715,037	95,895	-	39,912	19,311,493	38,162,337
Permits and licenses	5,006,086	-	33,582	-	-	5,039,668
Fines and forfeitures	2,183,434	-	-	-	937,321	3,120,755
Interest	5,631,261	389,029	576,633	853,532	770,764	8,221,219
Service charges	21,457,603	-	-	-	9,433,491	30,891,094
Rental and use of property	784,352	-	-	-	40,647	824,999
Other revenues	2,154,424	-	-	-	1,041,342	3,195,766
Total revenues	157,389,347	16,934,546	37,726,551	893,444	38,183,253	251,127,141
Expenditures:						
Current:						
General government	39,959,792	-	7,637,898	-	34,636	47,632,326
Public safety	59,700,549	-	-	-	5,642,446	65,342,995
Judicial	15,493,276	-	-	-	2,100,589	17,593,865
Public works	8,684,417	-	6,859,896	-	9,742,928	25,287,241
Health and welfare	3,624,545	-	32,951	-	7,164,962	10,822,458
Economic development	482,302	-	-	-	2,998,041	3,480,343
Culture and recreation	12,301,076	-	550,536	-	4,576,097	17,427,709
Education	-	-	-	-	5,004,959	5,004,959
Capital outlay	-	-	-	7,887,616	3,555,653	11,443,269
Debt service	-	23,372,920	-	-	-	23,372,920
Total expenditures	140,245,957	23,372,920	15,081,281	7,887,616	40,820,311	227,408,085
Excess (deficiency) of revenues over (under) expenditures	17,143,390	(6,438,374)	22,645,270	(6,994,172)	(2,637,058)	23,719,056
Other financing sources (uses):						
Capital lease proceeds	-	-	-	-	841,831	841,831
Sale of General Obligation Transportation Sales Tax Bonds	-	-	65,000,000	-	-	65,000,000
Bond premium	-	-	1,978,623	-	-	1,978,623
Transfers in	5,152,185	5,196,242	-	-	16,126,986	26,475,413
Transfers out	(11,112,537)	(6,084,301)	(3,000,000)	-	(12,757,313)	(32,954,151)
Proceeds from sale of capital assets	-	-	-	-	1,390,616	1,390,616
Total other financing sources (uses)	(5,960,352)	(888,059)	63,978,623	-	5,602,120	62,732,332
Special item - contribution to other municipalities	1,383,940	-	-	-	-	1,383,940
Net change in fund balances	12,566,978	(7,326,433)	86,623,893	(6,994,172)	2,965,062	87,835,328
Fund balances at beginning of year (as restated)	36,367,244	26,279,539	2,216,616	22,492,585	29,685,460	117,041,444
Fund balances at end of year	\$ 48,934,222	\$ 18,953,106	\$ 88,840,509	\$ 15,498,413	\$ 32,650,522	\$ 204,876,772

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, 2006

Net Change in Fund Balances - Total Governmental Funds		\$87,835,328
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
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.		
Capital asset additions	\$16,576,342	
Depreciation expense	<u>(12,197,606)</u>	4,378,736
In the statement of activities, the gain or loss on disposal of capital assets is reported. Conversely, governmental funds do not report any gain or loss on disposal of capital assets.		
Cost of capital assets	2,455,914	
Accumulated depreciation	<u>(1,579,515)</u>	
Net book value	876,399	
Proceeds	<u>(1,390,616)</u>	
Gain on sale	(514,217)	(876,399)
Difference of proceeds and gain on sale		
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.		
Property taxes and local option sales tax	<u>(178,810)</u>	(178,810)
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.		
		13,968,426
Other financing source (use) which does not provide current resources or current uses.		
Capital lease proceeds	(841,831)	
Sale of General Obligation Bonds	(65,000,000)	
Bond premium	<u>(1,978,623)</u>	(67,820,454)
In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds, interest is expensed when due.		
		(412,048)
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.		
Compensated absences payable	(243,388)	
Deferred refunding costs	<u>(317,286)</u>	(560,674)
To record Internal service fund transfers		
		2,876,851
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.		
		137,001
Elimination of indirect income between governmental funds and the enterprise funds.		
		(2,837,410)
The increase of governmental expenditures to avoid the doubling up of net loss from the internal service fund.		
		(2,928,346)
Change in net assets of governmental activities		<u><u>\$33,582,201</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, 2006**

<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, local option sales and transportation sales taxes	\$ 96,756,000	\$ 96,756,000	\$ 101,457,150	\$ 4,701,150
Intergovernmental	17,696,535	17,696,535	18,715,037	1,018,502
Permits and licenses	3,873,500	4,023,500	5,006,086	982,586
Fines and forfeitures	2,287,500	2,287,500	2,183,434	(104,066)
Interest	571,000	571,000	5,631,261	5,060,261
Service charges	18,665,100	18,665,100	21,457,603	2,792,503
Rental and use of property	575,000	575,000	784,352	209,352
Other revenues	2,750,079	2,750,079	2,154,424	(595,655)
Total revenues	143,174,714	143,324,714	157,389,347	14,064,633
 <u>EXPENDITURES</u>				
Current:				
General Government:				
County Council	4,308,259	2,950,034	619,056	2,330,978
Legal	746,176	794,676	753,711	40,965
Internal Auditor	178,652	178,652	176,945	1,707
Auditor	1,733,084	1,733,084	1,626,908	106,176
Treasurer	1,446,766	1,454,855	1,445,915	8,940
Register Mesne Conveyance	1,947,238	1,937,290	1,876,578	60,712
Legislative Delegation	161,793	161,793	155,080	6,713
Board of Elections & Voter Registration	1,061,144	1,066,344	964,735	101,609
County Administrator	923,147	1,040,547	709,583	330,964
Chief Deputy Administrator	436,020	437,020	414,842	22,178
Radio Communications	1,572,110	1,694,231	1,515,392	178,839
Planning Department	1,681,783	1,598,129	1,582,299	15,830
Human Resources	1,394,627	1,286,863	1,204,067	82,796
Safety & Risk Management	2,285,515	1,597,665	1,597,653	12
Facilities Management	9,952,836	9,532,932	8,927,113	605,819
Capital Projects Administration	1,220,531	1,088,369	1,088,368	1
Assessor	2,968,687	2,920,357	2,759,144	161,213
Chief Financial Officer	379,145	388,374	378,693	9,681
Budget	485,079	525,354	523,424	1,930
Business License/User Fee	353,733	353,733	352,285	1,448
Controller	992,221	966,118	961,235	4,883
Delinquent Tax	1,075,175	989,618	838,029	151,589
Grants Administration	717,208	670,686	630,069	40,617
Internal Services	365,678	364,136	364,132	4
Procurement	773,707	986,834	822,847	163,987
Chief Information Officer	319,120	5,105,830	4,352,270	753,560
Technology Services	6,983,075	2,612,334	2,524,648	87,686
Communications Administration	14,336	52,621	52,621	-
Contributions	394,250	755,650	742,150	13,500
Total general government	46,871,095	45,244,129	39,959,792	5,284,337

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, 2006

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
Public Safety:				
Sheriff's Department	\$ 47,070,910	\$ 47,033,508	\$ 46,672,566	\$ 360,942
Building Services	1,297,077	1,276,389	1,253,071	23,318
Emergency Medical Services	11,215,159	11,218,970	11,211,172	7,798
Emergency Preparedness	589,658	642,083	563,740	78,343
Total public safety	60,172,804	60,170,950	59,700,549	470,401
Judicial:				
Public Defender	2,200,000	2,200,000	2,200,000	-
Clerk of Court	2,693,937	2,705,530	2,636,491	69,039
Coroner	512,773	514,273	452,676	61,597
Probate Court	1,271,747	1,457,275	1,373,852	83,423
Solicitor	3,951,869	3,958,963	3,851,527	107,436
Master-In-Equity	416,612	422,338	420,864	1,474
Medical Examiner's Commission	311,500	328,681	328,681	-
Magistrates	4,301,893	4,293,023	4,228,335	64,688
State Probation Office	850	850	850	-
Total judicial	15,661,181	15,880,933	15,493,276	387,657
Public Works				
Public Works Department	9,227,160	9,173,246	8,684,417	488,829
Total public works	9,227,160	9,173,246	8,684,417	488,829
Health and Welfare:				
Department of Social Services	75,000	75,000	75,000	-
Health Department	267,702	267,702	243,655	24,047
Mental Health Department	52,987	52,987	52,987	-
Veterans Affairs	220,183	220,331	220,331	-
Mosquito Abatement	1,693,336	1,995,601	1,832,770	162,831
Indigent Care	1,201,484	1,201,484	1,199,802	1,682
Total health and welfare	3,510,692	3,813,105	3,624,545	188,560
Economic Development	492,665	482,338	482,302	36
Culture and Recreation:				
Charleston County Library	12,300,000	12,301,076	12,301,076	-
Total culture and recreation	12,300,000	12,301,076	12,301,076	-
Total expenditures	148,235,597	147,065,777	140,245,957	6,819,820
Excess (deficiency) of revenues over (under) expenditures	(5,060,883)	(3,741,063)	17,143,390	20,884,453

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, 2006**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
Other financing sources (uses):				
Transfers In	\$ 4,595,390	\$ 4,595,390	\$ 5,152,185	\$ 556,795
Transfers Out	(9,816,123)	(11,135,943)	(11,112,537)	23,406
Proceeds from Sale of Fixed Assets	215,000	215,000	-	(215,000)
Total other financing sources and (uses)	(5,005,733)	(6,325,553)	(5,960,352)	365,201
Special item - contribution to other Municipalities	-	-	1,383,940	1,383,940
Net change in fund balance	(10,066,616)	(10,066,616)	12,566,978	22,633,594
Fund balance at beginning of year (as restated)	36,367,244	36,367,244	36,367,244	-
Fund balance at end of year	\$ 26,300,628	\$ 26,300,628	\$ 48,934,222	\$ 22,633,594

See notes to financial statements

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2006

<u>ASSETS</u>	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Solid Waste	Parking Garages	Non-Major Other Funds	Total	
Current assets:					
Non-pooled cash and cash equivalents	\$ 253,907	\$ 3,000	\$ 1,200	\$ 258,107	\$ -
Pooled cash and cash equivalents	8,435,689	3,497,340	6,080,653	18,013,682	7,233,396
Investments	650,000	-	-	650,000	-
Restricted cash - current portion	1,229,116	-	-	1,229,116	-
Cash with fiscal agent	-	-	-	-	125,000
Receivables (net of allowances for uncollectibles)	4,605,110	37,888	2,608,318	7,251,316	164,126
Note receivable - current portion	50,291	-	-	50,291	-
Due from other funds	-	-	-	-	409,688
Inventories	-	-	-	-	323,597
Total current assets	15,224,113	3,538,228	8,690,171	27,452,512	8,255,807
Noncurrent assets:					
Restricted cash and cash equivalents	43,352,832	-	-	43,352,832	-
Notes receivable - non-current portion	450,587	-	-	450,587	-
Deferred issuance costs	270,266	107,774	81,256	459,296	-
Capital assets:					
Land	1,600,610	2,350,320	-	3,950,930	-
Buildings	3,519,525	11,859,212	9,554,391	24,933,128	1,682,304
Improvements other than buildings	580,652	-	270,255	850,907	-
Machinery and equipment	11,527,481	490,669	1,761,989	13,780,139	24,738,517
Construction in progress	11,556,151	-	-	11,556,151	-
Less accumulated depreciation	(9,414,159)	(2,599,344)	(2,293,813)	(14,307,316)	(16,508,283)
Total capital assets (net of accumulated depreciation)	19,370,260	12,100,857	9,292,822	40,763,939	9,912,538
Total noncurrent assets	63,443,945	12,208,631	9,374,078	85,026,654	9,912,538
Total assets	\$ 78,668,058	\$ 15,746,859	\$ 18,064,249	\$ 112,479,166	\$ 18,168,345

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2006

<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	\$ 3,226,991	\$ 35,842	\$ 140,605	\$ 3,403,438	\$ 3,621,543
Accrued payroll and fringe benefits	135,035	14,442	145,102	294,579	68,294
Compensated absences - current	11,491	46	51,922	63,459	24,122
Intergovernmental payable	375	3,622	12,966	16,963	156,546
Unearned revenue	51,930	-	-	51,930	45,686
Accrued interest payable	200,917	27,420	22,631	250,968	15,232
Note payable - current	-	-	-	-	50,291
Lease payable - current	-	-	-	-	15,416
Certificates of participation - current	-	497,795	337,029	834,824	-
Revenue bonds - current restricted	1,229,116	-	-	1,229,116	-
Accrual for landfill closure - current	10,891,000	-	-	10,891,000	-
Total current liabilities	15,746,855	579,167	710,255	17,036,277	3,997,130
Noncurrent liabilities:					
Note payable	-	-	-	-	450,587
Compensated absences	464,118	47,102	302,245	813,465	360,943
Lease payable	-	-	-	-	80,031
Certificates of participation (net of unamortized discounts and deferred amount on refunding)	-	5,790,567	4,431,398	10,221,965	-
Revenue bonds (net of unamortized discounts) - restricted	10,494,878	-	-	10,494,878	-
Total noncurrent liabilities	10,958,996	5,837,669	4,733,643	21,530,308	891,561
Total liabilities	26,705,851	6,416,836	5,443,898	38,566,585	4,888,691
NET ASSETS					
Invested in capital assets, net of related debt	7,646,266	5,812,495	4,524,395	17,983,156	9,316,213
Restricted for incinerator operations	26,225,821	-	-	26,225,821	-
Restricted for construction	5,095,000	-	-	5,095,000	-
Restricted for landfill expansion	16,301,988	-	-	16,301,988	-
Restricted for debt services	1,537,133	-	-	1,537,133	-
Unrestricted	(4,844,001)	3,517,528	8,095,956	6,769,483	3,963,441
Total net assets	\$ 51,962,207	\$ 9,330,023	\$ 12,620,351	73,912,581	\$ 13,279,654
Adjustment to reflect the consolidation of internal service funds related to business-type activities				(1,953,921)	
Adjustment to reflect the elimination of indirect costs charged by the general fund				10,207,987	
Net assets Business-type activities				\$ 82,166,647	

See notes to financial statements.



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COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENSE, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Year Ended June 30, 2006

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Solid Waste	Parking Garages	Non-Major Other Funds	Total	
Operating revenues:					
Charges for services	\$ 2,764,068	\$ 2,066,315	\$ 7,386,847	\$ 12,217,230	\$ 34,020,896
User fees	21,935,134	-	-	21,935,134	-
Energy sales	8,889,245	-	-	8,889,245	-
Sale of recyclables	2,195,157	-	-	2,195,157	-
Other revenues	15,645	-	4,016	19,661	-
Total operating revenues	35,799,249	2,066,315	7,390,863	45,256,427	34,020,896
Operating expenses:					
Personnel services	6,189,055	620,778	4,641,471	11,451,304	2,991,820
Contractual services	737,193	149,913	1,833,612	2,720,718	626,825
Materials and supplies	741,633	75,437	518,506	1,335,576	6,205,935
Utilities	94,070	106,249	768,451	968,770	1,215,108
Repairs and maintenance	32,683	29,939	250,205	312,827	106,404
Rental expenses	65,395	-	192,648	258,043	282,712
Vehicle fleet charges	2,042,649	7,597	35,442	2,085,688	114,475
Employee benefits	-	-	-	-	21,846,751
Other expenses	1,501,102	49,362	2,196,366	3,746,830	830,500
Ash disposal	1,501,150	-	-	1,501,150	-
Incinerator operations	9,742,483	-	-	9,742,483	-
Operator's debt	10,015,279	-	-	10,015,279	-
Depreciation and amortization	1,278,532	321,674	469,247	2,069,453	2,421,647
Provision for landfill closure	(1,271,426)	-	-	(1,271,426)	-
Total operating expenses	32,669,798	1,360,949	10,905,948	44,936,695	36,642,177
Operating income (loss)	3,129,451	705,366	(3,515,085)	319,732	(2,621,281)
Nonoperating revenues (expenses):					
Interest income	1,782,440	-	-	1,782,440	143,686
Interest expense	(582,080)	(353,147)	(363,996)	(1,299,223)	(35,958)
Intergovernmental revenues	208,023	-	2,152,280	2,360,303	-
Gain (loss) on disposal of assets	(223,202)	-	3,811	(219,391)	(339,410)
Total nonoperating revenues (expenses)	1,185,181	(353,147)	1,792,095	2,624,129	(231,682)
Income (loss) before transfers	4,314,632	352,219	(1,722,990)	2,943,861	(2,852,963)
Transfer out	-	(142,902)	-	(142,902)	(614,871)
Transfer in	41,104	324,109	3,379,576	3,744,789	3,491,722
Change in net assets	4,355,736	533,426	1,656,586	6,545,748	23,888
Total net assets - beginning as previously reported	48,430,089	8,822,492	10,963,765		13,270,846
Prior period adjustments	(823,618)	(25,893)	-		(15,080)
Total net assets - beginning as restated	47,606,471	8,796,599	10,963,765		13,255,766
Total net assets - ending	\$ 51,962,207	\$ 9,330,025	\$ 12,620,351		\$ 13,279,654
Adjustment to reflect the elimination of indirect costs charged by the general fund				2,837,410	
Adjustment to reflect the allocation of internal service fund net revenue (expense) to business-type activities				(77,218)	
Change in net assets of business-type activities				\$ 9,305,940	

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2006

	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	\$ 34,625,839	\$ 2,063,874	\$ 7,675,144	\$ 44,364,857	\$ 34,172,893
Cash receipts from interfund services provided	-	-	-	-	323,291
Cash payments to suppliers for goods and services	(25,283,700)	(429,098)	(5,813,173)	(31,525,971)	(31,248,825)
Cash payments to employees for services	(6,336,660)	(646,057)	(4,832,340)	(11,815,057)	(3,063,623)
Net cash provided by (used in) operating activities	3,005,479	988,719	(2,970,369)	1,023,829	183,736
Cash flows from noncapital financing activities:					
Transfers in (out)	41,104	181,207	3,379,576	3,601,887	2,876,851
Property and other taxes	-	-	1,906	1,906	-
Intergovernmental receipt	208,023	-	1,247,891	1,455,914	-
Net cash provided by (used in) noncapital financing activities	249,127	181,207	4,629,373	5,059,707	2,876,851
Cash flows from capital and related financing activities:					
Principal paid on long-term debt	(1,278,336)	(480,082)	(396,240)	(2,154,658)	(64,101)
Interest paid	(598,413)	(344,025)	(283,946)	(1,226,384)	(37,398)
Interfund loan principal payment received	47,366	-	-	47,366	-
Proceeds from capital lease	-	-	-	-	100,110
Proceeds from sale of capital assets	196,441	-	12,812	209,253	531,097
Acquisition and construction of capital assets	(11,772,076)	(223,433)	(322,992)	(12,318,501)	(4,005,136)
Net cash provided by (used in) capital and related financing activities	(13,405,018)	(1,047,540)	(990,366)	(15,442,924)	(3,475,428)
Cash flows from investing activities:					
Interest received	1,783,880	-	-	1,783,880	143,686
Net cash provided by investing activities	1,783,880	-	-	1,783,880	143,686
Net increase (decrease) in cash and cash equivalents	(8,366,532)	122,386	668,638	(7,575,508)	(271,155)
Cash and cash equivalents at beginning of year	61,638,076	3,377,954	5,413,215	70,429,245	7,629,551
Cash and cash equivalents at end of year	\$ 53,271,544	\$ 3,500,340	\$ 6,081,853	\$ 62,853,737	\$ 7,358,396
Reconciliation to balance sheet:					
Non-pooled cash and cash equivalents	\$ 253,907	\$ 3,000	\$ 1,200	\$ 258,107	\$ -
Pooled cash and cash equivalents	8,435,689	3,497,340	6,080,653	18,013,682	7,233,396
Restricted cash and cash equivalents	44,581,948	-	-	44,581,948	-
Cash with fiscal agent	-	-	-	-	125,000
Cash and cash equivalents at end of year	\$ 53,271,544	\$ 3,500,340	\$ 6,081,853	\$ 62,853,737	\$ 7,358,396

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2006

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Solid Waste	Parking Garages	Non-Major Other Funds		
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 3,129,451	\$ 705,366	\$ (3,515,085)	\$ 319,732	\$ (2,621,281)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation and amortization	1,278,532	321,674	469,247	2,069,453	2,421,647
Provision for landfill closure	(1,271,426)	-	-	(1,271,426)	-
Provision for uncollectible accounts	452,106	-	-	452,106	-
Changes in assets and liabilities:					
(Increase) decrease in receivables	(1,641,614)	(2,441)	284,280	(1,359,775)	475,288
Increase in inventory	-	-	-	-	(81,001)
Increase (decrease) in accounts payable	2,522,363	(10,601)	(17,942)	2,493,820	27,123
Increase (decrease) in accrued payroll	(147,605)	(25,279)	(190,869)	(363,753)	(71,803)
Increase (decrease) in deferred revenue	16,098	-	-	16,098	33,763
Decrease in accrual for landfill closure	(1,332,426)	-	-	(1,332,426)	-
Total adjustments	(123,972)	283,353	544,716	704,097	2,805,017
Net cash provided by (used in) operating activities	\$ 3,005,479	\$ 988,719	\$ (2,970,369)	\$ 1,023,829	\$ 183,736

See notes to financial statements.



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COUNTY OF CHARLESTON, SOUTH CAROLINA
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
June 30, 2006

ASSETS

Non-pooled cash and cash equivalents	\$ 7,273,090
Pooled cash and cash equivalents	33,078,546
Pooled investments	4,965,940
Non-pooled investments	<u>6,855,358</u>
 Total assets	 <u><u>\$ 52,172,934</u></u>

LIABILITIES

Due to component units	\$ 858,736
Intergovernmental payable	37,762,926
Due to third parties	<u>13,551,272</u>
 Total liabilities	 <u><u>\$ 52,172,934</u></u>

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
 COMBINING STATEMENT OF NET ASSETS - DISCRETELY PRESENTED COMPONENT UNITS
 June 30, 2006

<u>ASSETS</u>	Charleston County Library	Charleston County PRC	Cooper River Park & Playground	James Island PSD
Non-pooled cash and cash equivalents	\$ 1,197,501	\$ 14,521,850	\$ 2,794	\$ 2,747,637
Investments	-	-	-	4,623,353
Receivables (net of allowances for uncollectibles)	69,255	14,091,085	193,154	4,805,612
Due from primary government	-	(11,848)	6,186	367,810
Inventories	44,094	342,630	-	91,323
Prepaid items and deposits	200,335	706,528	-	-
Deferred issuance costs	-	-	-	309,857
Restricted Assets:				
Cash and cash equivalents	-	8,657,902	-	1,027,285
Investments	-	-	-	336,682
Capital Assets:				
Land and easements - nondepreciable	-	26,676,407	66,161	539,230
Buildings	-	40,440,907	185,374	1,483,249
Improvements other than buildings	-	18,268,463	-	46,964
Machinery and equipment	2,759,310	5,132,611	393,758	5,831,416
Infrastructure	-	4,200,159	-	30,010,233
Construction in progress	-	329,577	-	312,905
Library materials	21,592,837	-	-	-
Artwork - nondepreciable	11,000	-	-	-
Accumulated depreciation	(19,633,774)	(21,417,436)	(542,697)	(12,770,719)
Total assets	\$ 6,240,558	\$ 111,938,835	\$ 304,730	\$ 39,762,837
 <u>LIABILITIES</u>				
Accounts payable	\$ 326,971	\$ 857,546	\$ -	\$ 495,729
Accrued payroll and fringe benefits	293,128	438,011	-	175,890
Intergovernmental payable	-	-	-	-
Interest payable	-	324,191	-	45,594
Unearned revenue	122,187	14,045,633	154,402	4,336,717
Noncurrent liabilities:				
Due within one year	46,913	4,255,200	-	721,316
Due in more than one year	746,797	22,575,192	-	8,822,691
Total liabilities	1,535,996	42,495,773	154,402	14,597,937
 <u>NET ASSETS</u>				
Invested in capital assets, net of related debt	4,729,373	66,533,254	102,596	16,232,896
Restricted for:				
Purchase of capital assets	-	-	-	-
Construction	-	8,148,839	-	-
Debt service	-	4,531,585	-	1,602,202
Beach renourishment	-	92,983	-	-
Unrestricted	(24,811)	(9,863,599)	47,732	7,329,802
Total net assets	\$ 4,704,562	\$ 69,443,062	\$ 150,328	\$ 25,164,900

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 Dec. 31, 2005	Totals
\$ 487,523	\$ 504,862	\$ 129,767	\$ 1,579,353	\$ 314,753	\$ 21,486,040
-	-	1,472,714	311,524	156,055	6,563,646
1,007,441	1,084,231	8,707,387	2,966,435	-	32,924,600
41,935	44,712	300,086	(171,259)	-	577,622
-	-	-	-	-	478,047
-	31,966	90,411	31,640	25,259	1,086,139
-	-	16,338	-	-	326,195
-	-	11,846	-	-	9,697,033
-	-	-	-	-	336,682
80,122	153,000	256,665	31,131	87,679	27,890,395
453,844	4,382,641	3,193,845	1,759,063	311,760	52,210,683
-	-	-	-	22,808	18,338,235
1,159,454	1,240,365	5,630,123	2,606,040	1,275,607	26,028,684
-	-	-	-	-	34,210,392
-	113,012	164,394	-	-	919,888
-	-	-	-	-	21,592,837
-	-	-	-	-	11,000
(1,246,335)	(2,205,549)	(3,618,842)	(2,375,920)	(1,056,614)	(64,867,886)
<u>\$ 1,983,984</u>	<u>\$ 5,349,240</u>	<u>\$ 16,354,734</u>	<u>\$ 6,738,007</u>	<u>\$ 1,137,307</u>	<u>\$ 189,810,232</u>
\$ -	\$ 78,984	\$ 178,663	\$ -	\$ 48,053	\$ 1,985,946
-	50,244	153,222	29,898	-	1,140,393
9,977	2,119	-	-	-	12,096
-	-	78,984	-	-	448,769
1,039,546	1,227,810	8,587,014	3,022,801	166,000	32,702,110
-	179,564	601,060	73,565	-	5,877,618
-	577,577	3,492,650	-	-	36,214,907
<u>1,049,523</u>	<u>2,116,298</u>	<u>13,091,593</u>	<u>3,126,264</u>	<u>214,053</u>	<u>78,381,839</u>
447,085	2,955,372	2,110,060	2,020,314	-	95,130,950
-	-	-	-	55,000	55,000
-	-	-	-	-	8,148,839
-	-	199,974	-	-	6,333,761
-	-	-	-	-	92,983
487,376	277,570	953,107	1,591,429	868,254	1,666,860
<u>\$ 934,461</u>	<u>\$ 3,232,942</u>	<u>\$ 3,263,141</u>	<u>\$ 3,611,743</u>	<u>\$ 923,254</u>	<u>\$ 111,428,393</u>

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
 COMBINING STATEMENT OF ACTIVITIES - DISCRETELY PRESENTED COMPONENT UNITS
 For the Year Ended June 30, 2006

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets									
	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, 2005	Total
Charleston County Library														
Governmental Activities														
Culture and recreation	\$ 14,345,367	\$ 530,267	\$ 12,375,042	\$ 623,828	\$ (816,230)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (816,230)
Charleston County PRC														
Governmental Activities														
General government	6,374,737	-	-	-	-	(6,374,737)	-	-	-	-	-	-	-	(6,374,737)
Culture and recreation	2,438,383	625,052	104,670	12,613	-	(1,696,048)	-	-	-	-	-	-	-	(1,696,048)
Planning and development	120,596	-	-	51,768	-	(68,828)	-	-	-	-	-	-	-	(68,828)
Interest and fiscal charges	578,555	-	-	-	-	(578,555)	-	-	-	-	-	-	-	(578,555)
Total governmental activities	9,512,271	625,052	104,670	64,381	-	(8,718,168)	-	-	-	-	-	-	-	(8,718,168)
Business-type activities														
Park operations	10,358,737	9,274,729	-	-	-	(1,084,008)	-	-	-	-	-	-	-	(1,084,008)
Total Charleston County PRC	19,871,008	9,899,781	104,670	64,381	-	(9,802,176)	-	-	-	-	-	-	-	(9,802,176)
Cooper River Park & Playground														
Governmental Activities														
General government	16,170	-	-	-	-	(16,170)	-	-	-	-	-	-	-	(16,170)
Culture and recreation	205,883	-	-	-	-	(205,883)	-	-	-	-	-	-	-	(205,883)
Total governmental activities	222,053	-	-	-	-	(222,053)	-	-	-	-	-	-	-	(222,053)
James Island PSD														
Governmental Activities														
General government	664,885	-	-	-	-	-	(664,885)	-	-	-	-	-	-	(664,885)
Public safety	2,887,465	-	-	-	-	-	(2,887,465)	-	-	-	-	-	-	(2,887,465)
Health and welfare	1,295,505	-	-	-	-	-	(1,295,505)	-	-	-	-	-	-	(1,295,505)
Total governmental activities	4,847,855	-	-	-	-	-	(4,847,855)	-	-	-	-	-	-	(4,847,855)
Business-type activities														
Wastewater	3,893,928	4,861,848	-	-	-	-	967,920	-	-	-	-	-	-	967,920
Total James Island PSD	8,741,783	4,861,848	-	-	-	-	(3,879,935)	-	-	-	-	-	-	(3,879,935)
North Charleston District														
Governmental Activities														
General government	20,784	-	-	-	-	-	-	(20,784)	-	-	-	-	-	(20,784)
Public safety	1,015,300	-	-	-	-	-	-	(1,015,300)	-	-	-	-	-	(1,015,300)
Public works	395,982	-	-	-	-	-	-	(395,982)	-	-	-	-	-	(395,982)
Total governmental activities	1,432,066	-	-	-	-	-	-	(1,432,066)	-	-	-	-	-	(1,432,066)

See notes to financial statements.

COUNTY OF CHARLESTON, SOUTH CAROLINA
 COMBINING STATEMENT OF ACTIVITIES - DISCRETELY PRESENTED COMPONENT UNITS
 For the Year Ended June 30, 2006

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets										Chas County Volunteer Fire Rescue Squad Dec. 31, 2005	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			
St. Andrew's Parish Parks and Playground Commission Governmental Activities															
General government	\$ 1,035,983	\$ -	\$ 10,583	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,025,400)	\$ -	\$ -	\$ -	\$ (1,025,400)	
Culture and recreation	716,639	485,637	-	-	-	-	-	-	-	(231,002)	-	-	-	(231,002)	
Interest	6,791	-	-	-	-	-	-	-	-	(6,791)	-	-	-	(6,791)	
	<u>1,759,413</u>	<u>485,637</u>	<u>10,583</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,263,193)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,263,193)</u>	
Business-type activities															
Family recreation	1,009,406	1,079,892	-	-	-	-	-	-	-	70,486	-	-	-	70,486	
Total St. Andrew's Parish Parks and Playground Commission	<u>2,768,819</u>	<u>1,565,529</u>	<u>10,583</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,192,707)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,192,707)</u>	
St. John's Fire District Governmental Activities															
Public safety	7,579,736	-	33,120	29,150	-	-	-	-	-	-	(7,517,466)	-	-	(7,517,466)	
St. Paul's Fire District Governmental Activities															
Public safety	2,904,122	-	-	-	-	-	-	-	-	-	-	(2,904,122)	-	(2,904,122)	
Charleston County Volunteer Fire & Rescue Squad Public Safety	309,849	-	286,220	-	-	-	-	-	-	-	-	-	(23,629)	(23,629)	
Total Component Units	<u>\$ 58,174,803</u>	<u>\$ 16,857,425</u>	<u>\$ 12,809,635</u>	<u>\$ 717,359</u>										<u>(27,790,384)</u>	
General Revenues															
Property taxes					-	13,637,477	180,230	5,338,167	1,205,267	1,204,203	8,000,569	3,115,598	-	32,681,511	
Merchants inventory tax and manufacturer's depreciation					-	351,091	55,574	-	227,203	29,677	17,823	19,296	-	700,664	
Franchise fees					-	-	-	-	85,060	-	-	-	-	85,060	
Grants not restricted to specific programs					-	2,114	-	-	-	-	-	-	-	2,114	
Unrestricted investment earnings					55,793	485,950	3	248,705	8,798	-	101,974	46,951	6,931	955,105	
Gain on sale of capital assets					-	-	-	-	-	-	-	327	-	327	
Fundraising and donations					-	-	-	-	-	45,965	-	-	73,689	119,654	
Miscellaneous					-	210,463	-	35,684	3,729	-	36,251	800	6,699	293,626	
Total General Revenues					<u>55,793</u>	<u>14,687,095</u>	<u>235,807</u>	<u>5,622,556</u>	<u>1,530,057</u>	<u>1,279,845</u>	<u>8,156,617</u>	<u>3,182,972</u>	<u>87,319</u>	<u>34,838,061</u>	
Change in Net Assets					(760,437)	4,884,919	13,754	1,742,621	97,991	87,138	639,151	278,850	63,690	7,047,677	
Net Assets Beginning of Year as restated					5,464,999	64,558,143	136,574	23,422,279	836,470	3,145,804	2,623,990	3,332,893	859,564	104,380,716	
Net Assets End of Year					<u>\$ 4,704,562</u>	<u>\$ 69,443,062</u>	<u>\$ 150,328</u>	<u>\$ 25,164,900</u>	<u>\$ 934,461</u>	<u>\$ 3,232,942</u>	<u>\$ 3,263,141</u>	<u>\$ 3,611,743</u>	<u>\$ 923,254</u>	<u>\$ 111,428,393</u>	

See notes to financial statements.