

GLYNN COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2003

Prepared by:
Finance Department

GLYNN COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2003

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INTRODUCTORY SECTION

December 10, 2003

To the Members of the Glynn County Board of Commissioners and Citizens of Glynn County, Georgia

State law required that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Glynn County requested and was granted an extension of the six month requirement due to the current year implementation of GASB 34. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Glynn County, Georgia ("County") for the fiscal year ended June 30, 2003.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by Mauldin & Jenkins, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2003, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended June 30, 2003, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and legal requirements involving the administration of federal awards.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Glynn County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Glynn County, chartered by an Act of the Georgia General Assembly on February 5, 1777, is located along the Atlantic coast in the southeastern part of the state, and ranks as one of the top tourist areas of Georgia. Glynn County currently occupies a land area of 457 square miles and serves a population of 67,880. Glynn County is empowered to levy a property tax on both real and personal properties located within its boundaries.

Glynn County operates under the Commissioner-administrator form of government. Policy-making and legislative authority are vested in a governing Board of Commissioners (Board) consisting of a chairman and six other members. The Board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the government's administrator, attorney, and police chief. The County's administrator is responsible for carrying out the policies and ordinances of the Board, for overseeing the day-to-day operations of the government, and for appointing the directors of the various departments. Commissioners serve four-year staggered terms, with elections held every two years. Five of the commissioners are elected by district and the two remaining commissioners are elected at large.

The County provides a full range of services extending beyond those provided by many other counties in Georgia. Certain of the services provided fall within the classic definition of "municipal services"; however, none of the services exceed the authority granted the County by general law or local acts of the Georgia General Assembly. Services provided include public safety (police and fire protection, emergency management, animal control, and jail operation); the construction and maintenance of highways, streets and infrastructure; zoning and code enforcement; court-related functions; water and sewer services; recreational activities and cultural events; tax appraisal and administration; solid waste collection; general administrative services; and outside agency support. The Glynn County Airport Commission and the Glynn County Board of Health are reported in the County's CAFR as component units as required by Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity".

The annual budget serves as the foundation for the County's financial planning and control. All departments and agencies of the County are required to submit requests for appropriation to the County Administrator's Budget Team prior to the end of February each year. The Budget Team uses these requests as the starting point for developing a proposed budget. The County Administrator then presents this proposed budget to the Board for review prior to the end of May. The Board is required to hold a public hearing on the proposed budget and to adopt a final budget by no later than June 30, the close of the County's fiscal year. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g. police). Department directors may make transfers of appropriations within a department except that they may not transfer funds into or out of personal services or capital without approval by the County Administrator. Transfers into or out of Capital improvements must be approved by the Board. Transfers of appropriations between departments also require the approval of the Board. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 20-21 as part of the basic financial statements for the governmental funds. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 68. Also included in the governmental fund subsection are project-length budget-to-actual comparisons for each governmental fund for which a project-length budget has been adopted (i.e., the sales tax construction funds).

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

Local economy. Glynn County's economy has generally reflected steady growth. Growth in the property tax digest as a result of new construction increased approximately 4.8 percent. Local option sales tax collections increased by 3.7 percent when compared to the previous twelve months and accommodation excise tax revenues increased by 5.15 percent from the previous year. Tourism is a chief reason Glynn County's unemployment rate is consistently at one to one and one-half percent lower than that of the rest of the state. The County participates in attracting visitors to the area. The most recent report on the economic impact of travel expenditures in Glynn County, for the calendar year 2002, prepared by leading consultants in the field, reflected that an estimated 1.1 million visitors spent \$239.4 million on transportation, lodging, food, entertainment and recreation, and incidentals (up 5.9%), creating 6 thousand direct and indirect and induced jobs with total wages of \$143.1 million and generating local tax revenues of \$7.2 million. According to the study, unemployment would have increased to 13.1% without the travel-related jobs.

The expanded port facilities operated by the state are another economic plus for Glynn County. The replacement of the bridge at the entrance to the harbor was completed and opened to traffic in April 2003. This new bridge allows larger ships to use the port and it is anticipated that the activity at the port will increase as a result of its construction.

Based on current projections, only a moderate expansion in the economy is expected to continue through the decade. To maintain the present high level of services, the County must maximize the uses of present financial resources and explore new methods of obtaining additional financial resources.

Long-term financial planning.

Maintenance and upgrading of County facilities has become a priority in the last few years and the County has used a capital project based 1% sales tax to fund approximately \$84 million of capital assets over the last fifteen years. During the next four years an additional \$64 million in capital projects will be funded through the Special Purpose Local Option Sales Tax.

The County has continued to strive to reduce its dependence on tax anticipation notes in the latter part of each calendar year. The General Fund fund balance has increased from \$3,992 in fiscal year 1995 to \$8,753 in the current fiscal year. As a result TANs borrowing has decreased from \$4 million in May, 1995 to \$3 million in September, 2003. The Board of Commissioners has approved an earlier property tax due date for the 2004 property taxes which should further reduce the need for the borrowing.

Cash management policies and practices. The County currently invests substantially all temporarily idle cash, except for pension program funds, in the State's local government investment pool and certificates of deposit. The average monthly yield for the pooled funds in 2003 was 1.427 percent and the average yield for the certificates of deposit was 2.1 percent. Pension program funds are held and invested by third party administrators. Total interest earnings for the County and its component units for fiscal 2003 amounted to \$950,682.

Risk management. The County is self-insured for workers' compensation and employee group health. The County maintains excess coverage for specific stop loss claims exceeding \$300,000 for the workers' compensation program and \$75,000 for the employee group health program. The County contracts with third party administrators for both of these programs. The County purchased property and liability coverage for general/vehicular coverage with various levels of deductibles. Employee long-term disability coverage is also fully insured. The County's Human Resources Department monitors all self-funded and fully insured programs to develop programs for accident prevention and claims reduction in all County departments.

Pension plan and other postemployment benefits. The County sponsors a single-employer defined benefit pension plan for its employees. Each year, an independent actuary engaged by the pension plan calculates the amount of the annual contribution that the County must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As a matter of policy, the County fully funds each year's annual required contribution to the pension plan as determined by the actuary. As a result of the County's conservative funding policy, Glynn County has succeeded as of January 1, 2003, in funding 85.7 percent of the present value of the projected benefits earned by employees. The remaining unfunded amount is being systematically funded over 15 years as part of the annual required contribution calculated by the actuary.

The County also provides postretirement health benefits for certain retirees and their dependents. As of the end of the current fiscal year, there were two retired employees receiving these benefits, which are financed on a pay-as-you-go basis. GAAP do not require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits.

Additional information on the County's pension plan and postemployment benefits can be found in Notes 12 and 18 in the notes to the financial statements.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Glynn County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2002. This was the sixteenth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized CAFR. This report satisfied both the GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR 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.

In addition, the government also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the fiscal year ended June 30, 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 as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Board of Commissioners for its unflinching support for maintaining the highest standards of professionalism in the management of the County's finances.

Respectfully submitted,

Phyllis McNicoll
Finance Director

FINANCIAL SECTION

REPORT OF INDEPENDENT AUDITOR



CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS, LLC

INDEPENDENT AUDITOR'S REPORT

**To the Board of Commissioners
of Glynn County, Georgia
Brunswick, Georgia**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of **Glynn County, Georgia** as of and for the year ended June 30, 2003, which collectively comprise Glynn County, Georgia's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Glynn County, Georgia's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the component unit financial statements of the Glynn County Airport Commission or the Glynn County Board of Health, which represent 100% of the assets and revenues of the County's component units for the year ended June 30, 2003. Those financial statements were audited by other auditors whose report thereon has been furnished to us and our opinion on the financial statements, insofar as it relates to the amounts included for the Glynn County Airport Commission and the Glynn County Board of Health, is based solely on the reports of the other auditors.

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

In our opinion, based on our audit and the reports of other auditors, the 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 Glynn County, Georgia as of June 30, 2003, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Glynn County, Georgia has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, as of June 30, 2003.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2003 on our consideration of Glynn County, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis (on pages 3 through 14) and budgetary comparison information (on pages 20 and 21) are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Glynn County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, schedules and statistical tables as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of Glynn County, Georgia. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements of Glynn County, Georgia. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Mauldin & Jenkins, LLC

Macon, Georgia
October 24, 2003

**GLYNN COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

As management of Glynn County, Georgia, (the County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Glynn County, Georgia for the fiscal year ended June 30, 2003. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i through iv of this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$126,620 (*net assets*). Of this amount, \$33,974 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$11,317. Approximately one half of this increase is attributable to a reduction in Sales Tax Construction expenditures.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$37,248, an increase of \$7,380 in comparison with the prior year. Approximately ninety-eight percent of this total amount, \$36,458, is *available for spending* at the government's discretion (*unreserved fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$7,963 or 20 percent of total general fund expenditures.
- The County's total debt increased by \$12,235 (111 percent) during the current fiscal year. The key factor in this increase was the issuance of \$13,430 in revenue bonds for the Water and Sewer Fund.

Overview of the Financial Statements

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

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

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

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, judicial, public safety, public works, health and welfare, recreation, housing and community development, and economic development. The business-type activities of the County include a water and sewer system, a solid waste collection and disposal system, a revolving loan program and the rental of the Winchester Building.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The government-wide financial statements include not only the County itself (known as the *primary government*), but also a legally separate Airport Commission for which the County is financially accountable and a Board of Health on which the County is able to impose its will. Financial information for these *component units* are reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 15 and 16 of this report.

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

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

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

The County maintains 20 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the Sales Tax Construction 3 Fund and the Sales Tax Construction 4 Fund, all of which are considered to be major funds. Data from the other 17 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 17-28 of this report.

Proprietary funds. The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its Water and Sewer Fund, Solid Waste Collection and Disposal funds, Revolving Loan fund, and Winchester Building fund. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its administrative services, employee benefits, and property and liability insurance. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund which is considered to be a major fund of the County. Conversely, the nonmajor enterprise funds and all internal service funds are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for the nonmajor enterprise funds and internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 22-26 of this report.

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

The basic fiduciary fund financial statements can be found on pages 27 and 28 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29-59 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 60 and 61 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, enterprise funds, and internal service funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 62-94 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$126,620 at the close of the most recent fiscal year.

By far the largest portion of the County's net assets (69 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Glynn County's Net Assets
June 30, 2003**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Current and other assets	\$ 44,899	\$ 18,882	\$ 63,781
Capital assets	<u>63,631</u>	<u>27,106</u>	<u>90,737</u>
Total assets	<u>108,530</u>	<u>45,988</u>	<u>154,518</u>
Long-term liabilities outstanding	889	15,701	16,590
Other liabilities	<u>8,653</u>	<u>2,655</u>	<u>11,308</u>
Total liabilities	<u>9,542</u>	<u>18,356</u>	<u>27,898</u>
Net assets:			
Invested in capital assets, net of related debt	63,329	23,725	87,054
Restricted	-	5,592	5,592
Unrestricted	<u>35,659</u>	<u>(1,685)</u>	<u>33,974</u>
Total net assets	<u>\$ 98,988</u>	<u>\$ 27,632</u>	<u>\$ 126,620</u>

An additional portion of the County's net assets (4 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$33,974) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net assets for the governmental activities. However, the business-type activities report positive balances in the net capital asset investments and the restricted assets but report a deficit balance in unrestricted assets.

Governmental activities. Governmental activities increased the County's net assets by \$8,476, thereby accounting for 75 percent of the total growth in the net assets of the County. The following table indicates the changes in net assets for governmental and business-type activities for fiscal year 2003.

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Glynn County's Changes in Net Assets
June 30, 2003**

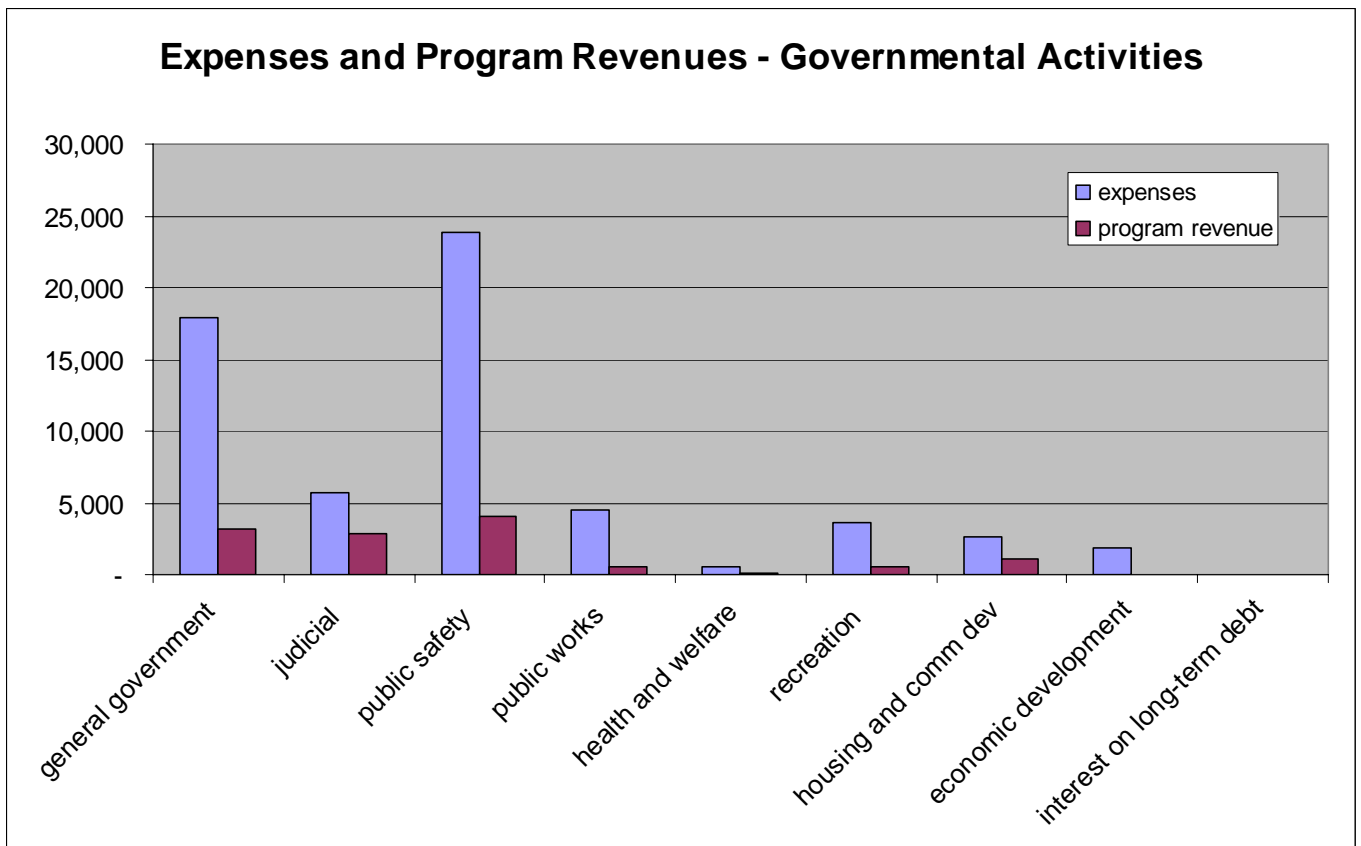
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Revenues:			
Program revenues			
Charges for services	\$ 10,742	\$ 5,055	\$ 15,797
Operating grants and contributions	1,034	81	1,115
Capital grants and contributions	540	3,751	4,291
General revenues:			
Property taxes	21,952	488	22,440
Other taxes	33,378	-	33,378
Unrestricted investment earnings	827	112	939
Gain on sale of capital assets	788	-	788
Miscellaneous	-	27	27
Total revenues	<u>69,261</u>	<u>9,514</u>	<u>78,775</u>
Expenses:			
General government	17,880	-	17,880
Judicial	5,661	-	5,661
Public safety	23,873	-	23,873
Public works	4,539	-	4,539
Health and welfare	563	-	563
Recreation	3,640	-	3,640
Housing and community development	2,594	-	2,594
Economic development	1,907	-	1,907
Interest on long-term debt	42	-	42
Water and sewer	-	4,776	4,776
Other activities	-	1,983	1,983
Total expenses	<u>60,699</u>	<u>6,759</u>	<u>67,458</u>
Increase in net assets before transfers	<u>8,562</u>	<u>2,755</u>	<u>11,317</u>
Transfers	<u>(86)</u>	<u>86</u>	<u>-</u>
Increase in net assets	<u>8,476</u>	<u>2,841</u>	<u>11,317</u>
Net assets, beginning of year	90,512	24,791	115,303
Net assets, end of year	<u>\$ 98,988</u>	<u>\$ 27,632</u>	<u>\$ 126,620</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

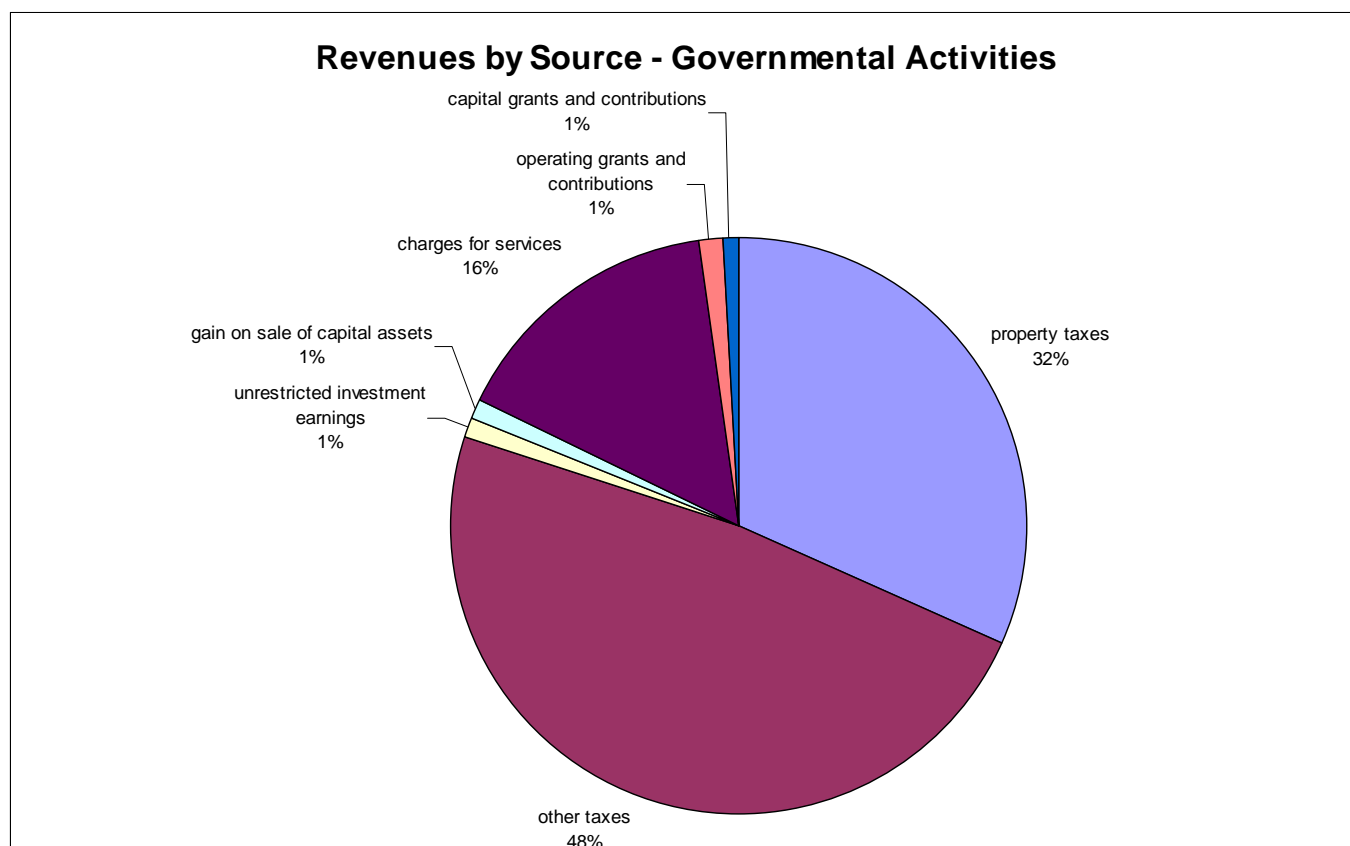
- Sales Tax Construction 3 & 4 expenditures decreased by \$6,330, or 54 percent of the change in net asset for governmental and business-type activities. Two large projects, the Public Safety Complex and 800 mhz radio constructions, in the Sales Tax Construction 3 fund were completed in the prior fiscal year. Projects in the Sales Tax Construction 4 fund were delayed due to litigation related to the County's Splost 4 contracts.
- Sale of land to the Southeast Georgia Regional Medical Center amounted to \$1,000 which accounted for 8.76 percent of the increase in the change in net assets for the County.

Approximately 28% of the County's total revenue came from property taxes and 42% from other taxes, while 9% resulted from grants, contributions, sale of assets, and investment earnings. Charges for various goods and services provided 20% of the total revenues. The County's expenses cover a range of services. The largest expenses are related to providing public safety which includes police and fire protection, E-911 services, animal control, 800 mhz operations, the Sheriff's Office and the Coroner's Office.

At the end of June 2003, governmental activities expenses exceeded program revenues, resulting in the use of \$48.4 million in general tax revenues. In contrast, program revenues exceeded net expenses from business-type activities.



MANAGEMENT'S DISCUSSION AND ANALYSIS



Business-type activities. Business-type activities increased the County's net assets by \$2,842, accounting for 25 percent of the total growth in the government's net assets. Key elements of this increase are as follows.

- Charges for services for business-type activities increased by 25 percent. The Solid Waste Collection fund accounts for a significant portion of this increase, which resulted from the reclassification of this fund from a special revenue fund to an enterprise fund. In January 2003 the County began billing and collecting for solid waste collection. This function was done by a third party contractor prior to that time.
- Capital contributions emerged as a major revenue source for the Water and Sewer fund during the current fiscal year, producing \$3,751 in revenue. A large portion of this increase is the result of contributions from a local business which funded a new water and sewer system in the north end of Glynn County for the purpose of providing water to a future Parks & Wildlife Services (PAWS) park.
- Investment earnings decreased by \$55 for business-type activities because of an overall decrease in interest rates.

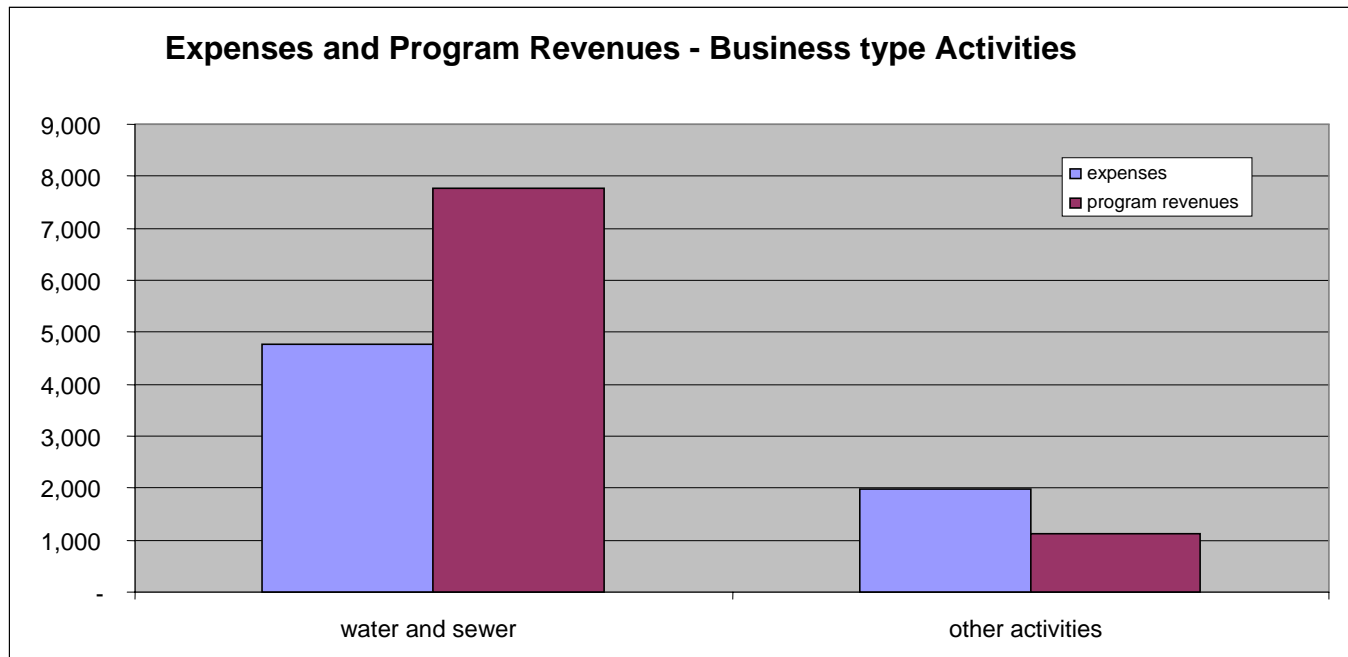
MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis of the Government's Funds

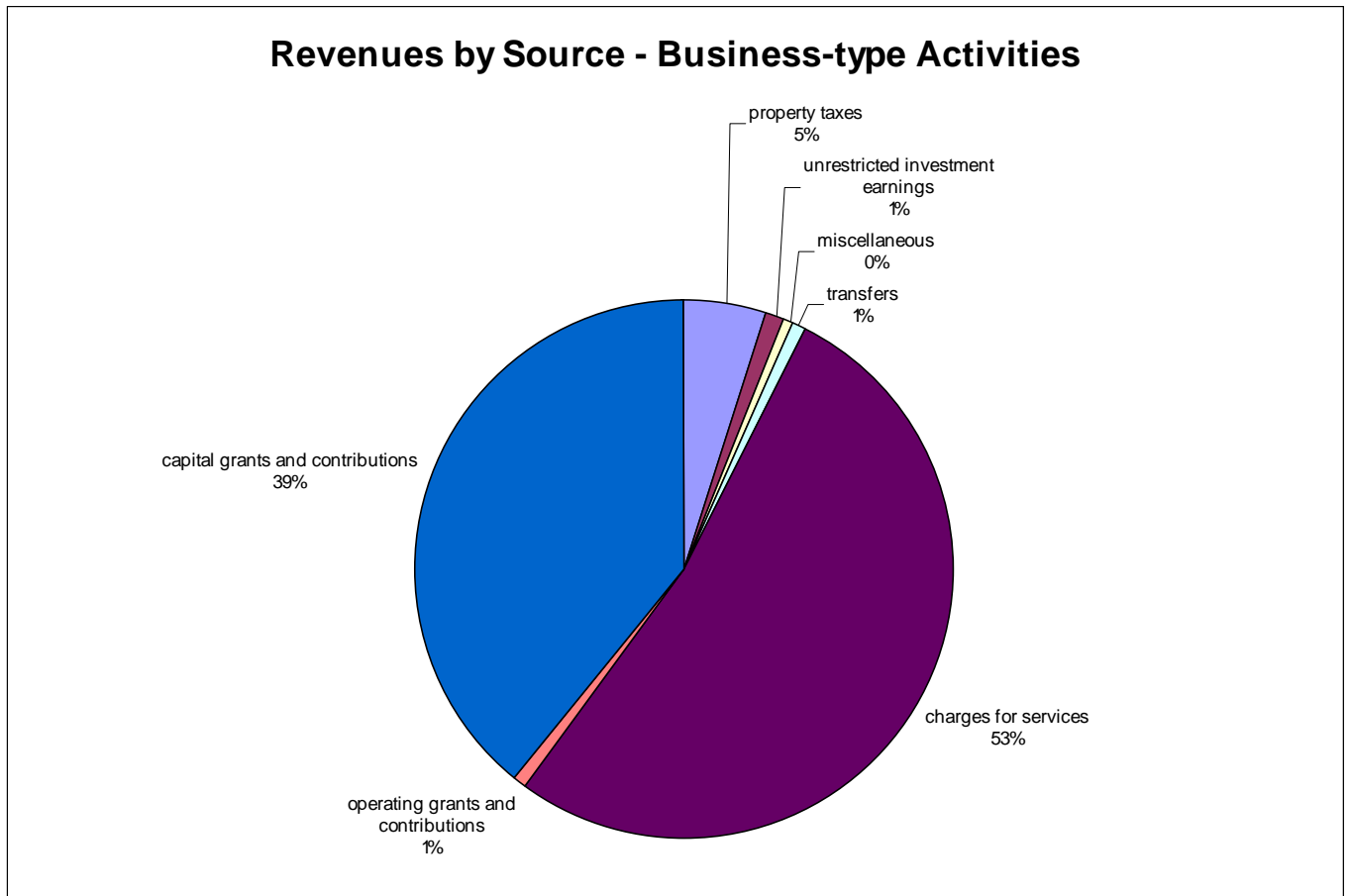
As noted earlier, Glynn County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$37,248, an increase of \$7,380 in comparison with the prior year. Approximately 98 percent of this total amount (\$36,458) constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period (\$449), 2) to distribute confiscated monies according to court orders when cases are resolved (\$200), 3) to be restricted according to Georgia local legislation (\$81), or 4) for a variety of other restricted purposes (\$60).



MANAGEMENT'S DISCUSSION AND ANALYSIS



The general fund is the chief operating fund of the government. At the end of the current fiscal year, unreserved fund balance of the general fund was \$7,963, while total fund balance reached \$8,753. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 20 percent of total general fund expenditures, while total fund balance represents 22.5 percent of that same amount.

The fund balance of the County's general fund increased by \$2,227 during the current fiscal year. Key factors in this growth are as follows:

- An increase in other revenues resulting from a \$1,000 sale of property to the Southeast Georgia Regional Medical Center.
- Revenues other than sale of property increased by approximately 3 percent.
- Total expenditures increased by approximately 2 percent.

The sales tax construction 3 fund has a total fund balance of \$11,778, all of which is unreserved. The net decrease in fund balance of \$2,698 during the current year was anticipated and will continue because the sales tax revenue which funds this has ended and the fund is being depleted as construction projects are completed. The sales tax construction 4 fund has a total fund balance of \$14,895, all of which is unreserved. The net increase in fund balance of \$7,158 during the current year was the result of receiving a full fiscal year of sales tax revenue and the delay of project expenditures due to litigation against the County concerning the Splost 4 contracts.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

Unrestricted net assets of the Water and Sewer Fund at the end of the year amounted to \$1,845 deficit. The total growth in net assets for this fund was \$3,088. The Water and Sewer Fund had an operating loss of \$516 which resulted from the County's decision to not fully fund depreciation. The capital contributions of \$3,751 resulted in the positive growth in net assets.

General Fund Budgetary Highlights

The Board of Commissioners amended the General Fund budget throughout fiscal year 2003. The amended budget appropriations totaled \$10.4 million. The most significant expenditure amendments are summarized as follows:

- Budget carried forward from fiscal year 2002 to the current fiscal year accounts for \$4,782 in increases in appropriations in various departments in the general fund.
- \$3,990 was appropriated in the Administration department for the North Glynn ball fields, Casino building construction, and Historical Courthouse renovation with funding provided from excess Splost #3 funds
- Budgets for encumbrances outstanding at the end of fiscal year 2002 in the amount of \$504 were carried forward into the current fiscal year.
- \$205 in merit raises and contingency budgets were reallocated from the Administration department to other departments.
- Fleet charges in the amount of \$512 were reallocated from the Public Works Department to other departments that utilized their services.

Although the County's final budget projected a loss of \$3 million in the General Fund, the fund actually had a surplus of \$2.2 million. This surplus can be attributed to the fact that several large projects were budgeted but expenditures were not incurred during the fiscal year. Revenue budgets of \$5.3 million and expenditures budgets of \$7.7 million have been carried forward into fiscal year 2004.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business type activities as of June 30, 2003, amounts to \$90,737 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure and construction in progress. To comply with GASB 34 the County is researching historical records to determine the cost of infrastructure and calculate appropriate depreciation. The County has reported all assets acquired during fiscal year 2003, and all assets that could be identified from previous periods. The research will continue and assets identified will be added within the next two years. The total increase in the County's investment in capital assets for the current fiscal year was 6.7 percent (a 2.5 percent increase for governmental activities and an 18 percent increase for business-type activities).

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

- Construction continued on water systems and wastewater treatment facilities for the Water and Sewer Fund; construction in progress as of the close of the fiscal year reached \$6,508 for the business-type activities. Of this amount, \$1,336 was contributed by the Sales Tax Construction 3 and 4 funds.
- A variety of roads, bridges and drainage projects were under construction during the fiscal year and \$2,870 of road projects were completed during the year; construction in progress as of the end of the current fiscal year totaled \$347 and is included in the total construction in progress amount for the governmental activities.

Glynn County's Capital Assets (net of depreciation) June 30, 2003

	Governmental Activities	Business-type Activities	Total
Land	\$ 6,317	\$ 222	\$ 6,539
Buildings	36,618	1,151	37,769
Improvements other than buildings	2,517	18,915	21,432
Machinery and equipment	13,288	310	13,598
Infrastructure	3,899	-	3,899
Construction in progress	992	6,508	7,500
Total	63,631	27,106	90,737

Additional information on the County's capital assets can be found in note 8 on pages 45-48 of this report.

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$13,430 in Series 2003 Water and Sewer Revenue Bonds. In May 2003, the County issued \$13,430 of revenue bonds to finance upgrades of the water and sewer system. As a part of the bond issuance the County refunded \$1,055 in outstanding debt for Series 1979 Water and Sewer Revenue Bonds and prepaid all outstanding GEFA loans in the amount of \$2,063, in an effort to reduce debt service expenses. The County has no general obligation debt.

Additional information on the County's long-term debt can be found in note 9 on pages 48-52 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the County is currently 4 percent, which is an increase from a rate of 2.8 percent a year ago. This compares favorably to the state's average unemployment rate of 5.4 percent and the national average rate of 6.4 percent.
- Since tourism is a major industry in Glynn County, trends in accommodation excise and sales taxes are good indicators of the local economy. Accommodation excise tax receipts were 5.15% over the last fiscal year, but the last four months of the fiscal year receipts were 8.65% under the same period last year. Local option sales tax receipts were 3.7% over the last fiscal year, and the last four months of the fiscal year were only 1.5% over the same period last year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

These factors were considered in preparing the County's budget for the 2004 fiscal year.

During the current fiscal year, unreserved fund balance in the general fund increased to \$7,963. The County has appropriated \$2,382 of the amount for spending in the 2004 fiscal year budget in order to complete projects which were budgeted but not spent in fiscal year 2003. Project budgets amounting to \$2.2 million were budgeted in the 2004 budget with a funding source from the supplemental property tax billing for 2000 taxes. The use of the 2000 billing will enable the County to complete several roads and drainage projects without raising taxes.

The Water and Sewer Fund rates were increased by 10 percent for the 2004 budget year. The increase was necessary to finance debt service on the new revenue bond debt issued during the 2003 fiscal year. This was the second of three scheduled 10 percent increases. The third increase will take place at the beginning of the 2005 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of Glynn County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Glynn County Finance Director, 1725 Reynolds Street, Suite 300, Brunswick, Georgia 31520.

GLYNN COUNTY, GEORGIA

**STATEMENT OF NET ASSETS
JUNE 30, 2003**

ASSETS	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Airport Commission	Board of Health
Cash and cash equivalents	\$ 29,776,664	\$ 5,110,292	\$ 34,886,956	\$ 181,498	\$ 705,636
Investments	4,850,364	-	4,850,364	166,788	-
Accrued interest	-	44	44	-	-
Taxes receivable	1,441,920	30,283	1,472,203	-	-
Accounts receivable, net of allowances	1,503,928	732,436	2,236,364	71,076	69,159
Other receivables	-	76,995	76,995	-	-
Notes receivable	-	27,016	27,016	-	-
Due from other governments	5,967,282	-	5,967,282	93,571	730,561
Internal balances	779,706	(779,706)	-	-	-
Due from component unit	12,059	-	12,059	-	-
Inventories	50,903	-	50,903	-	-
Prepaid expenses	516,108	17,768	533,876	26,885	-
Restricted assets, cash and cash equivalents	-	13,012,111	13,012,111	14,525	-
Other assets, notes receivable net of current	-	364,704	364,704	-	-
Deferred charges, unamortized balance	-	289,841	289,841	-	-
Intangible asset	-	-	-	166,622	-
Capital assets, net of accumulated depreciation	63,630,543	27,106,369	90,736,912	19,654,326	347,656
Total assets	108,529,477	45,988,153	154,517,630	20,375,291	1,853,012
LIABILITIES					
Outstanding checks in excess of bank balance	278,560	1,761	280,321	-	-
Accounts payable	2,529,160	883,149	3,412,309	91,498	188,738
Accrued liabilities	636,374	145,792	782,166	38,111	-
Deferred revenues	951,475	524,039	1,475,514	277,122	-
Due to other governments	1,156,358	-	1,156,358	-	174,025
Claims payable	593,027	3,748	596,775	-	-
Claims incurred but not reported	1,336,820	18,987	1,355,807	-	-
Liabilities payable from restricted assets	-	450,000	450,000	-	-
Customer deposits	-	552,107	552,107	14,525	-
Note payable due within one year	-	-	-	26,380	-
Note payable due in more than one year	-	-	-	38,244	-
Capital leases due within one year	146,562	-	146,562	36,592	-
Capital leases due in more than one year	155,604	-	155,604	62,952	-
Bonds payable due in more than one year	-	12,945,011	12,945,011	-	-
Compensated absences due within one year	1,024,500	-	1,024,500	-	72,000
Compensated absences due in more than one year	733,335	-	733,335	-	278,571
Accrued closure/postclosure care costs	-	1,826,900	1,826,900	-	-
Due to others due within one year	-	75,000	75,000	-	-
Due to others due in more than one year	-	928,897	928,897	-	-
Total liabilities	9,541,775	18,355,391	27,897,166	585,424	713,334
NET ASSETS					
Investment in capital assets, net of related debt	63,328,377	23,725,584	87,053,961	19,490,158	347,656
Restricted for:					
Capital improvements	-	4,947,852	4,947,852	-	-
Debt service	-	241,947	241,947	-	-
Renewal and extension	-	402,990	402,990	-	-
Unrestricted	35,659,325	(1,685,611)	33,973,714	299,709	792,022
Total net assets	\$ 98,987,702	\$ 27,632,762	\$ 126,620,464	\$ 19,789,867	\$ 1,139,678

The accompanying notes are an integral part of these financial statements.

GLYNN COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Airport	Board of
								Commission	Health
Primary government:									
Governmental activities:									
General government	\$ 17,879,785	\$ 2,928,373	\$ 155,681	\$ 76,260	\$ (14,719,471)	\$ -	\$ (14,719,471)	\$ -	\$ -
Judicial	5,660,768	2,088,230	730,364	-	(2,842,174)	-	(2,842,174)	-	-
Public safety	23,873,198	3,939,389	45,782	58,423	(19,829,604)	-	(19,829,604)	-	-
Public works	4,538,616	178,581	-	405,799	(3,954,236)	-	(3,954,236)	-	-
Health and welfare (includes payment to Board of Health)	562,743	-	69,820	-	(492,923)	-	(492,923)	-	-
Recreation	3,639,824	564,831	-	-	(3,074,993)	-	(3,074,993)	-	-
Housing and community development	2,594,388	1,042,121	32,607	-	(1,519,660)	-	(1,519,660)	-	-
Economic development	1,907,262	-	-	-	(1,907,262)	-	(1,907,262)	-	-
Interest on long-term debt	42,479	-	-	-	(42,479)	-	(42,479)	-	-
Total governmental activities	<u>60,699,063</u>	<u>10,741,525</u>	<u>1,034,254</u>	<u>540,482</u>	<u>(48,382,802)</u>	<u>-</u>	<u>(48,382,802)</u>	<u>-</u>	<u>-</u>
Business-type activities:									
Water and sewer	4,776,114	4,009,926	12,223	3,750,661	-	2,996,696	2,996,696	-	-
Other activities	1,982,931	1,045,147	69,351	-	-	(868,433)	(868,433)	-	-
Total business-type activities	<u>6,759,045</u>	<u>5,055,073</u>	<u>81,574</u>	<u>3,750,661</u>	<u>-</u>	<u>2,128,263</u>	<u>2,128,263</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 67,458,108</u>	<u>\$ 15,796,598</u>	<u>\$ 1,115,828</u>	<u>\$ 4,291,143</u>	<u>(48,382,802)</u>	<u>2,128,263</u>	<u>(46,254,539)</u>	<u>-</u>	<u>-</u>
Component units:									
Airport Commission	\$ 1,762,710	\$ 1,497,638	\$ -	\$ 1,402,499	-	-	-	1,137,427	-
Board of Health	8,791,385	1,298,783	6,195,798	-	-	-	-	-	(1,296,804)
Total component units	<u>\$ 10,554,095</u>	<u>\$ 2,796,421</u>	<u>\$ 6,195,798</u>	<u>\$ 1,402,499</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,137,427</u>	<u>(1,296,804)</u>
General revenues:									
Property taxes					21,951,970	488,009	22,439,979	-	-
Other taxes					33,377,920	-	33,377,920	-	-
Unrestricted investment earnings					826,853	111,609	938,462	12,220	-
Gain on sale of capital assets					787,922	-	787,922	-	-
Payment from Glynn County					-	-	-	-	426,310
Miscellaneous					-	27,179	27,179	-	697,404
Transfers					(86,292)	86,292	-	-	-
Total general revenues and transfers					<u>56,858,373</u>	<u>713,089</u>	<u>57,571,462</u>	<u>12,220</u>	<u>1,123,714</u>
Change in net assets					8,475,571	2,841,352	11,316,923	1,149,647	(173,090)
Net assets, beginning of year					90,512,131	24,791,410	115,303,541	18,640,220	1,312,768
Net assets, end of year					<u>\$ 98,987,702</u>	<u>\$ 27,632,762</u>	<u>\$ 126,620,464</u>	<u>\$ 19,789,867</u>	<u>\$ 1,139,678</u>

The accompanying notes are an integral part of these financial statements.

GLYNN COUNTY, GEORGIA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2003**

ASSETS	General	Sales Tax Construction 3	Sales Tax Construction 4	Other Governmental Funds	Totals Governmental Funds
Cash and cash equivalents	\$ 7,134,356	\$ 10,575,246	\$ 11,646,727	\$ 415,849	\$ 29,772,178
Investments	-	2,322,066	2,528,298	-	4,850,364
Taxes receivable	1,166,682	-	-	275,238	1,441,920
Accounts receivable	705,098	-	-	630,110	1,335,208
Due from other governments	2,923,002	-	2,788,934	255,346	5,967,282
Due from other funds	3,444,121	-	-	2,384,264	5,828,385
Due from component unit	12,059	-	-	-	12,059
Inventories	50,903	-	-	-	50,903
Prepaid expenditures	9,123	-	-	-	9,123
Total assets	<u>\$ 15,445,344</u>	<u>\$ 12,897,312</u>	<u>\$ 16,963,959</u>	<u>\$ 3,960,807</u>	<u>\$ 49,267,422</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 1,800,841	\$ 170,362	\$ 138,360	\$ 302,515	\$ 2,412,078
Accrued liabilities	440,494	-	-	114,469	554,963
Deferred revenues	1,580,559	-	-	214,505	1,795,064
Due to other governments	-	-	1,156,358	-	1,156,358
Due to other funds	2,870,401	948,917	773,958	1,507,558	6,100,834
Total liabilities	<u>6,692,295</u>	<u>1,119,279</u>	<u>2,068,676</u>	<u>2,139,047</u>	<u>12,019,297</u>
FUND BALANCES					
Fund balances:					
Reserved for:					
Encumbrances	448,592	-	-	-	448,592
Public safety expenditures	200,142	-	-	-	200,142
Inventories/prepaid assets	60,026	-	-	-	60,026
Public works and improvements	81,129	-	-	-	81,129
Unreserved:					
Designated:					
Special revenue funds	-	-	-	1,786,319	1,786,319
Capital project funds	-	-	-	35,441	35,441
Undesignated	7,963,160	11,778,033	14,895,283	-	34,636,476
Total fund balances	<u>8,753,049</u>	<u>11,778,033</u>	<u>14,895,283</u>	<u>1,821,760</u>	<u>37,248,125</u>
Total liabilities and fund balances	<u>\$ 15,445,344</u>	<u>\$ 12,897,312</u>	<u>\$ 16,963,959</u>	<u>\$ 3,960,807</u>	
Amounts reported for governmental activities in the statement of net assets are different because:					
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds 63,630,543					
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds 901,349					
Internal service funds are used by management to charge the costs of property and health insurance and administrative costs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. (721,439)					
Certain liabilities are not due and payable in the current period and are therefore not reported in the funds. (2,070,876)					
Net assets of governmental activities <u>\$ 98,987,702</u>					

The accompanying notes are an intergral part of these financial statements.

GLYNN COUNTY, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	<u>General</u>	<u>Sales Tax Construction 3</u>	<u>Sales Tax Construction 4</u>	<u>Other Governmental Funds</u>	<u>Totals Governmental Funds</u>
Revenues					
Property taxes	\$ 16,808,800	\$ -	\$ -	\$ 4,960,242	\$ 21,769,042
Other taxes	12,301,000	-	15,504,384	5,572,536	33,377,920
Licenses and permits	1,216,743	-	-	3,074	1,219,817
Intergovernmental	1,257,833	205,799	-	699,623	2,163,255
Charges for services	2,107,747	-	-	-	2,107,747
Fines and forfeitures	1,883,267	-	-	248,477	2,131,744
Administrative	513,290	-	-	-	513,290
Interest and penalties	504,030	196,518	106,696	19,609	826,853
Rental income	25,185	-	-	-	25,185
Reimbursement from other agencies	421,097	-	-	-	421,097
Other revenues	1,412,902	-	-	2,321,224	3,734,126
Total revenues	<u>38,451,894</u>	<u>402,317</u>	<u>15,611,080</u>	<u>13,824,785</u>	<u>68,290,076</u>
Expenditures					
Current:					
General government	7,260,130	-	-	93,869	7,353,999
Judicial	5,396,080	-	-	436	5,396,516
Public safety	15,933,322	-	-	8,157,681	24,091,003
Public works	4,960,230	-	-	499,075	5,459,305
Health and welfare	372,491	-	-	-	372,491
Recreation	2,258,064	-	-	1,190,459	3,448,523
Housing and community development	2,522,669	-	-	-	2,522,669
Economic development	-	-	-	1,907,262	1,907,262
Capital outlay	-	2,221,273	8,453,174	-	10,674,447
Debt service	185,492	-	-	-	185,492
Total expenditures	<u>38,888,478</u>	<u>2,221,273</u>	<u>8,453,174</u>	<u>11,848,782</u>	<u>61,411,707</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(436,584)</u>	<u>(1,818,956)</u>	<u>7,157,906</u>	<u>1,976,003</u>	<u>6,878,369</u>
Other financing sources (uses):					
Transfers in:					
From other funds	2,797,705	-	-	1,420,643	4,218,348
Transfers out:					
To other funds	(722,696)	(879,233)	-	(2,702,711)	(4,304,640)
To component unit	(426,310)	-	-	-	(426,310)
Sale of capital assets	1,014,549	-	-	-	1,014,549
Total other financing sources (uses)	<u>2,663,248</u>	<u>(879,233)</u>	<u>-</u>	<u>(1,282,068)</u>	<u>501,947</u>
Net change in fund balances	2,226,664	(2,698,189)	7,157,906	693,935	7,380,316
Fund balance, beginning of year	<u>6,526,385</u>	<u>14,476,222</u>	<u>7,737,377</u>	<u>1,127,825</u>	<u>29,867,809</u>
Fund balance, end of year	<u>\$ 8,753,049</u>	<u>\$ 11,778,033</u>	<u>\$ 14,895,283</u>	<u>\$ 1,821,760</u>	<u>\$ 37,248,125</u>

The accompanying notes are an intergral part of these financial statements.

GLYNN COUNTY, GEORGIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

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

Net change in fund balances - total governmental funds.	\$ 7,380,316
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount by which capital outlays exceeded depreciation in the current period.	1,794,660
The net effect of the sale of fixed assets is to decrease net assets.	(226,627)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	182,928
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.	138,044
Internal service funds are used by management to charge the costs of property and health insurance and administrative costs to individual funds.	(727,828)
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.	<u>(65,922)</u>
	<u>\$ 8,475,571</u>

The accompanying notes are an integral part of these financial statements.

**GLYNN COUNTY, GEORGIA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 17,209,158	\$ 17,266,869	\$ 16,808,800	\$ (458,069)
Other taxes	11,858,700	11,858,700	12,301,000	442,300
Licenses and permits	1,222,130	1,222,130	1,216,743	(5,387)
Intergovernmental	1,380,440	3,187,983	1,257,833	(1,930,150)
Charges for services	2,054,486	2,145,415	2,107,747	(37,668)
Fines and forfeitures	1,917,493	1,917,493	1,883,267	(34,226)
Administrative fees	535,751	441,751	513,290	71,539
Interest and penalties	481,450	481,450	504,030	22,580
Rental income	20,640	23,250	25,185	1,935
Reimbursement from other agencies	335,801	1,842,300	421,097	(1,421,203)
Other revenues	1,249,188	1,292,054	1,412,902	120,848
Total revenues	<u>38,265,237</u>	<u>41,679,395</u>	<u>38,451,894</u>	<u>(3,227,501)</u>
Expenditures:				
Current:				
General government:				
County administrator	2,817,135	8,961,409	1,092,686	7,868,723
County Attorney	399,168	419,990	423,123	(3,133)
County Commission	281,823	305,478	284,143	21,335
Elections	261,158	297,890	266,647	31,243
Finance	2,809,819	2,938,686	2,465,487	473,199
Geographical information services	781,971	895,722	651,039	244,683
Property tax appraisal	1,199,359	1,236,802	1,187,617	49,185
Tax Commissioner	876,337	922,365	889,388	32,977
Total general government	<u>9,426,770</u>	<u>15,978,342</u>	<u>7,260,130</u>	<u>8,718,212</u>
Judicial:				
District Attorney	460,152	513,281	503,086	10,195
Juvenile Court	596,287	637,658	600,134	37,524
Magistrate Court	211,486	208,387	197,822	10,565
Probate Court	284,935	299,571	247,703	51,868
Public defender	584,799	620,017	634,424	(14,407)
Solicitor of State Court	250,565	259,081	260,007	(926)
Superior Court	1,034,737	1,188,310	1,167,550	20,760
Superior Court Judge	681,110	903,565	890,369	13,196
State Court	551,862	584,976	596,063	(11,087)
State Court Judge	262,750	306,455	298,922	7,533
Total judicial	<u>4,918,683</u>	<u>5,521,301</u>	<u>5,396,080</u>	<u>125,221</u>
Public safety:				
Coroner	58,701	64,577	61,958	2,619
Fire department	2,185,098	2,197,085	2,109,846	87,239
Police department	6,730,051	7,098,926	6,855,380	243,546
Sheriff	6,783,222	7,066,333	6,906,138	160,195
Total public safety	<u>15,757,072</u>	<u>16,426,921</u>	<u>15,933,322</u>	<u>493,599</u>
Public works:				
Public works department	5,547,986	6,337,160	4,959,603	1,377,557
Solid waste disposal and recycling	-	60,981	627	60,354
Total public works	<u>5,547,986</u>	<u>6,398,141</u>	<u>4,960,230</u>	<u>1,437,911</u>

(Continued)

**GLYNN COUNTY, GEORGIA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Expenditures (Continued):				
Current (Continued):				
Health and Welfare:				
Community services	\$ 287,200	\$ 287,200	\$ 287,200	\$ -
Health	2,500	3,500	3,428	72
Welfare	82,500	82,500	81,863	637
Total health and welfare	<u>372,200</u>	<u>373,200</u>	<u>372,491</u>	<u>709</u>
Recreation:				
Recreation department	2,043,570	2,349,847	1,964,953	384,894
Libraries	293,900	293,900	293,111	789
Total recreation	<u>2,337,470</u>	<u>2,643,747</u>	<u>2,258,064</u>	<u>385,683</u>
Housing and community development				
Conservation	189,035	199,939	193,411	6,528
Community development	2,534,109	3,970,403	2,329,258	1,641,145
Total housing and community development	<u>2,723,144</u>	<u>4,170,342</u>	<u>2,522,669</u>	<u>1,647,673</u>
Debt service	<u>214,600</u>	<u>214,600</u>	<u>185,492</u>	<u>29,108</u>
Total expenditures	<u>41,297,925</u>	<u>51,726,594</u>	<u>38,888,478</u>	<u>12,838,116</u>
(Deficiency) of revenues over (under) expenditures	<u>(3,032,688)</u>	<u>(10,047,199)</u>	<u>(436,584)</u>	<u>9,610,615</u>
Other financing sources (uses):				
Transfers in	\$ 3,220,625	\$ 7,973,557	\$ 2,797,705	\$ (5,175,852)
Transfers out	(507,627)	(542,266)	(722,696)	(180,430)
Transfers out to component unit	(426,310)	(426,310)	(426,310)	-
Sale of capital assets	50,000	50,000	1,014,549	964,549
Total other financing sources	<u>2,336,688</u>	<u>7,054,981</u>	<u>2,663,248</u>	<u>(4,391,733)</u>
Net change in fund balances	(696,000)	(2,992,218)	2,226,664	5,218,882
Fund balance, beginning of year	<u>6,526,385</u>	<u>6,526,385</u>	<u>6,526,385</u>	<u>-</u>
Fund balance, end of year	<u>\$ 5,830,385</u>	<u>\$ 3,534,167</u>	<u>\$ 8,753,049</u>	<u>\$ 5,218,882</u>

The accompanying notes are an integral part of these financial statements.

GLYNN COUNTY, GEORGIA

**STATEMENT OF NET ASSETS
PROPRIETARY FUNDS**

JUNE 30, 2003

	Business-type Activities - Enterprise Funds			Internal Service Funds
	Water and Sewer Fund	Nonmajor Enterprise Funds	Totals	
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 3,456,362	\$ 1,653,761	\$ 5,110,123	\$ 4,655
Accrued interest	-	44	44	-
Taxes receivable, net	-	30,283	30,283	-
Other receivables	5,548	70,381	75,929	169,786
Accounts receivable, net of allowances	593,919	138,517	732,436	-
Notes receivable, current	-	27,016	27,016	-
Due from other funds	622,900	121,689	744,589	1,173,923
Prepaid expenses	-	-	-	524,753
Total current assets	<u>4,678,729</u>	<u>2,041,691</u>	<u>6,720,420</u>	<u>1,873,117</u>
RESTRICTED ASSETS, cash and cash equivalents	<u>12,625,205</u>	<u>386,906</u>	<u>13,012,111</u>	<u>-</u>
OTHER ASSETS, notes receivable, net of current portion	<u>-</u>	<u>364,704</u>	<u>364,704</u>	<u>-</u>
DEFERRED CHARGES, unamortized balance	<u>289,841</u>	<u>-</u>	<u>289,841</u>	<u>-</u>
FIXED ASSETS, net of accumulated depreciation	<u>26,534,213</u>	<u>572,156</u>	<u>27,106,369</u>	<u>-</u>
Total assets	<u>44,127,988</u>	<u>3,365,457</u>	<u>47,493,445</u>	<u>1,873,117</u>
LIABILITIES				
CURRENT LIABILITIES				
Outstanding checks in excess of bank balance	-	-	-	280,321
Accounts payable	691,962	184,416	876,378	123,853
Claims payable	-	-	-	596,775
Accrued liabilities	-	-	-	136,013
Claims incurred but not reported	-	-	-	1,355,807
Due to other funds	1,459,516	78,871	1,538,387	107,676
Accrued interest	124,764	13,311	138,075	-
Deferred revenue	-	524,039	524,039	-
Total current liabilities	<u>2,276,242</u>	<u>800,637</u>	<u>3,076,879</u>	<u>2,600,445</u>
PAYABLE FROM RESTRICTED ASSETS				
Customer deposits	552,107	-	552,107	-
Current maturities of long-term debt	450,000	-	450,000	-
	<u>1,002,107</u>	<u>-</u>	<u>1,002,107</u>	<u>-</u>
LONG-TERM LIABILITIES				
Accrued closure/postclosure care costs	-	1,826,900	1,826,900	-
Due to others	1,003,897	-	1,003,897	-
Long-term debt, net of current portion	12,945,011	-	12,945,011	-
Total long-term liabilities	<u>13,948,908</u>	<u>1,826,900</u>	<u>15,775,808</u>	<u>-</u>
Total liabilities	<u>17,227,257</u>	<u>2,627,537</u>	<u>19,854,794</u>	<u>2,600,445</u>

(Continued)

GLYNN COUNTY, GEORGIA

**STATEMENT OF NET ASSETS
PROPRIETARY FUNDS**

JUNE 30, 2003

	<u>Business-type Activities - Enterprise Funds</u>			
	<u>Water and Sewer Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Totals</u>	<u>Internal Service Funds</u>
NET ASSETS				
Invested in capital assets, net of related debt	23,153,428	572,156	23,725,584	-
Restricted for:				
Capital improvements	4,947,852	-	4,947,852	-
Debt service	241,947	-	241,947	-
Renewal and extension	402,990	-	402,990	-
Unrestricted	<u>(1,845,486)</u>	<u>165,764</u>	<u>(1,679,722)</u>	<u>(727,328)</u>
Total net assets	<u>\$ 26,900,731</u>	<u>\$ 737,920</u>	<u>\$ 27,638,651</u>	<u>\$ (727,328)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			<u>(5,889)</u>	
Net assets of business-type activities			<u>\$ 27,632,762</u>	

The accompanying notes are an intergral part of these financial statements.

GLYNN COUNTY, GEORGIA

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	<u>Business-type Activities - Enterprise Funds</u>			<u>Internal Service Funds</u>
	<u>Water and Sewer Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Totals</u>	
OPERATING REVENUES				
Charges for services:				
Water sales	\$ 1,587,104	\$ -	\$ 1,587,104	\$ -
Water fees	126,225	-	126,225	-
Sewer sales	2,182,385	-	2,182,385	-
Sewer fees	43,376	-	43,376	-
Sanitation revenue	-	961,557	961,557	-
Rental revenue	-	69,713	69,713	-
Interest revenue	-	13,877	13,877	-
Reimbursement from other funds	-	-	-	9,161,428
Employee contributions	-	-	-	649,848
Other fees and charges	83,059	-	83,059	32,004
Total operating revenues	<u>4,022,149</u>	<u>1,045,147</u>	<u>5,067,296</u>	<u>9,843,280</u>
OPERATING EXPENSES				
Costs of sales and services	2,505,951	281,473	2,787,424	10,579,567
General and administrative	1,098,529	1,657,848	2,756,377	-
Depreciation	934,206	41,720	975,926	-
Total operating expenses	<u>4,538,686</u>	<u>1,981,041</u>	<u>6,519,727</u>	<u>10,579,567</u>
Operating loss	<u>(516,537)</u>	<u>(935,894)</u>	<u>(1,452,431)</u>	<u>(736,287)</u>
NONOPERATING INCOME (EXPENSES)				
Property taxes	-	488,009	488,009	-
Penalties on delinquent taxes	-	1,643	1,643	-
Grant revenues	-	69,351	69,351	-
Intangible recording fees	-	25,536	25,536	-
Interest income	85,910	25,699	111,609	917
Interest expense	(231,756)	-	(231,756)	-
Total nonoperating income (expenses)	<u>(145,846)</u>	<u>610,238</u>	<u>464,392</u>	<u>917</u>
Loss before contributions and transfers	<u>(662,383)</u>	<u>(325,656)</u>	<u>(988,039)</u>	<u>(735,370)</u>
TRANSFERS				
Transfers in	-	111,292	111,292	-
Transfers out	-	(25,000)	(25,000)	-
	<u>-</u>	<u>86,292</u>	<u>86,292</u>	<u>-</u>
CAPITAL CONTRIBUTIONS	<u>3,750,661</u>	<u>-</u>	<u>3,750,661</u>	<u>-</u>
Change in net assets	3,088,278	(239,364)	2,848,914	(735,370)
NET ASSETS, beginning of year	<u>23,812,453</u>	<u>977,284</u>		<u>8,042</u>
NET ASSETS, end of year	<u>\$ 26,900,731</u>	<u>\$ 737,920</u>		<u>\$ (727,328)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(7,562)	
Change in net assets of business-type activities			<u>\$ 2,841,352</u>	

The accompanying notes are an intergral part of these financial statements.

GLYNN COUNTY, GEORGIA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	<u>Water and Sewer Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Totals</u>	<u>Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 4,210,174	\$ 1,323,098	\$ 5,533,272	\$ 32,004
Receipts from interfund services provided	-	-	-	8,930,046
Receipts from employees	-	-	-	649,848
Payments to suppliers	(2,959,283)	(2,124,889)	(5,084,172)	(9,708,472)
Payments to employees	-	(97,100)	(97,100)	-
Payments to interfund services used	(358,734)	(35,602)	(394,336)	-
Net cash provided by (used in) operating activities	<u>892,157</u>	<u>(934,493)</u>	<u>(42,336)</u>	<u>(96,574)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Property tax revenues	-	488,009	488,009	-
Other revenues	-	96,530	96,530	-
Transfers to other funds	-	86,292	86,292	-
Net cash provided by noncapital financing activities	<u>-</u>	<u>670,831</u>	<u>670,831</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earned on operating cash	<u>85,910</u>	<u>25,699</u>	<u>111,609</u>	<u>917</u>
Net cash provided by investing activities	<u>85,910</u>	<u>25,699</u>	<u>111,609</u>	<u>917</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisitions and construction of capital assets	(5,122,630)	-	(5,122,630)	-
Interest payments on debt	(176,671)	-	(176,671)	-
Paid to developers for capital projects	592,189	-	592,189	-
Proceeds from long-term borrowings	13,446,855	-	13,446,855	-
Principal payments on debt	(3,401,275)	-	(3,401,275)	-
Bond closing costs	(254,445)	-	(254,445)	-
Deferred charges - refunding	(31,180)	-	(31,180)	-
Contributions in aid of construction	3,750,661	-	3,750,661	-
Net cash provided by capital and related financing activities	<u>8,803,504</u>	<u>-</u>	<u>8,803,504</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	\$ 9,781,571	\$ (237,963)	\$ 9,543,608	\$ (95,657)
Cash and cash equivalents, beginning of year	<u>6,299,996</u>	<u>2,278,630</u>	<u>8,578,626</u>	<u>100,312</u>
Cash and cash equivalents, end of year	<u>\$ 16,081,567</u>	<u>\$ 2,040,667</u>	<u>\$ 18,122,234</u>	<u>\$ 4,655</u>
Classified as:				
Cash and cash equivalents	\$ 3,456,362	\$ 1,653,761	\$ 5,110,123	\$ 4,655
Restricted assets: cash and cash equivalents	<u>12,625,205</u>	<u>386,906</u>	<u>13,012,111</u>	<u>-</u>
	<u>\$ 16,081,567</u>	<u>\$ 2,040,667</u>	<u>\$ 18,122,234</u>	<u>\$ 4,655</u>

(Continued)

GLYNN COUNTY, GEORGIA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	<u>Water and Sewer Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Totals</u>	<u>Internal Service Funds</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating (loss)	\$ (516,537)	\$ (935,894)	\$ (1,452,431)	\$ (736,287)
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities:				
Depreciation	934,206	41,720	975,926	-
Change in assets and liabilities:				
(Increase) decrease:				
Taxes receivable	-	(13,599)	(13,599)	-
Accounts receivable	(80,579)	(138,517)	(219,096)	-
Notes receivable	-	(375,899)	(375,899)	-
Interest receivable	-	(25)	(25)	-
Due from other governments	-	4,977	4,977	-
Due from other funds	(452,393)	(115,055)	(567,448)	(197,337)
Other receivables	83,458	-	83,458	752,136
Prepaid expenses	-	-	-	(595)
Increase (decrease):				
Outstanding checks in excess of bank	-	-	-	271,076
Accounts payable	227,422	139,693	367,115	65,993
Claims payable	-	-	-	(125,371)
Claims incurred but not reported	-	-	-	(232,518)
Accrued liabilities	-	10,755	10,755	106,329
Closure/postclosure costs	-	(94,028)	(94,028)	-
Customer deposits	59,041	-	59,041	-
Due to other funds	637,539	31,184	668,723	-
Deferred revenues	-	510,195	510,195	-
Net cash provided by (used in) operating activities	<u>\$ 892,157</u>	<u>\$ (934,493)</u>	<u>\$ (42,336)</u>	<u>\$ (96,574)</u>

The accompanying notes are an intergral part of these financial statements.

GLYNN COUNTY, GEORGIA

**STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2003**

ASSETS	County Employees Pension Trust Fund	Agency Funds
Cash	\$ 3,211,467	\$ 1,492,215
Investments, at fair value:		
Stocks	18,258,598	-
Bonds	13,874,309	-
U.S. Treasury Notes	973,064	-
Certificates of deposit	-	1,999,785
Other receivables	-	17,156
Accrued interest receivable	278,999	-
Due from other funds:		
General Fund	302,639	-
Agency Funds	1,540	-
	<hr/>	<hr/>
Total assets	36,900,616	3,509,156
	<hr/>	<hr/>
LIABILITIES		
Due to other governmental agencies	-	319,037
Due to others	-	3,188,579
Due to Pension Trust Fund	-	1,540
	<hr/>	<hr/>
Total liabilities	-	3,509,156
	<hr/>	<hr/>
NET ASSETS		
Held in trust for pension benefits	\$ 36,900,616	\$ -
	<hr/> <hr/>	<hr/> <hr/>

A schedule of funding progress is presented on page 60.

The accompanying notes are an intergral part of these financial statements.

GLYNN COUNTY, GEORGIA

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2003

	<u>County Employees Pension Trust Fund</u>
ADDITIONS	
Contributions:	
Employer contributions	\$ 2,227,603
Other contributions	17,780
Total contributions	<u>2,245,383</u>
Investment Income:	
Net appreciation in fair value of investments	605,681
Investment income	<u>1,875,135</u>
	2,480,816
Less investment expense	<u>125,000</u>
Net investment income	<u>2,355,816</u>
Total additions	<u>4,601,199</u>
DEDUCTIONS	
Pension benefits	1,404,548
General and administrative	66,203
Total deductions	<u>1,470,751</u>
Change in net assets	3,130,448
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
Beginning of year	<u>33,770,168</u>
End of year	<u>\$ 36,900,616</u>

The accompanying notes are an intergral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

**GLYNN COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity

Glynn County, Georgia (the "County") was incorporated in January 1777. The County operates under an elected seven member Commission appointed-Administrator form of government and provides the following services: public safety (police and fire), highways and streets, sanitation, health and social-services, recreation, public improvements, planning and zoning and general administrative services.

The Governmental Accounting Standards Board (the "GASB") defines the reporting entity as (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

As required by generally accepted accounting principles, these financial statements present Glynn County (the "primary government") and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationship with the County.

1. Individual Component Units

Discretely Presented Component Units - The component unit columns in the combined financial statements include the financial data of the County's component units, the Glynn County Airport Commission (the "Commission") and the Glynn County Board of Health (the "Board of Health"). These units are reported in separate columns to emphasize that each is legally separate from the County.

The Commission, which operates the County's two airports, was created by ordinance of the Board of Commissioners of Glynn County, Georgia to have perpetual existence. The Commission's powers and its relationship with the Brunswick and Glynn County Development Authority (the "Authority") distinguishes it as separate from the County. The Commission's Board is appointed by the Brunswick and Glynn County Development Authority and, in the event of dissolution, all the Commission's real and personal, tangible and intangible property will be turned over to the Authority. A significant amount of property carried on the Commission's financial statements was deeded to the County by the Federal Government and leased by the County to the Authority. The County approves the Commission's budgets and subleases of property. Complete financial statements of the Commission can be obtained from its administrative offices at 500 Connole Street, Brunswick, Georgia 31525.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. The Reporting Entity (Continued)

1. Individual Component Units (Continued)

The Glynn County Board of Commissioners is responsible for appointing a voting majority of the members of the Glynn County Board of Health. The County appoints four of the seven members of the Board of Health's governing board. The County has the authority to modify and approve the Board of Health's budget and the ability to approve environmental health service fees. Executive management is by the State, and all employees are hired by the Board of Health, but subject to the approval of the State Department of Human Resources Services. The Board of Health is made up of two component units, which are the Glynn County Public Health Center and the Coastal Area Community Mental Health/Mental Retardation/ Substance Abuse Center. The Board of Health through its component units provides health, mental health, mental retardation and substance abuse services to citizens of Glynn, Camden, Liberty, Long and McIntosh counties under a contract with the Georgia Department of Human Resources. Complete financial statements of the Board of Health can be obtained from its administrative offices at 1609 Newcastle Street, Brunswick, Georgia 31520.

The County, through its Winchester Building Fund (an Enterprise Fund) leases on an annual basis, the building from which the Board of Health operates.

2. Joint Ventures

The County is a participant with the City of Brunswick (the "City") in a joint venture to provide hospital related health care to their citizens and the citizens of nearby counties. The Glynn-Brunswick Memorial Hospital Authority was created pursuant to the provisions of the Hospital Authority Law of the State of Georgia and a joint resolution of the respective Boards of Commissioners of the County and City. The Authority appoints its governing board from lists provided equally by the County and City. The County leases real and personal property to the Authority under a long-term lease for \$1 a year. The County leases from the Authority under a long-term capital lease the Winchester Building, which is reported as a separate enterprise fund of the County. The Hospital Authority's complete financial statement can be obtained from the administrative offices of the Hospital Authority at 3100 Kemble Avenue, Brunswick, Georgia 31520.

The County is also a participant with the City of Brunswick for the purpose of developing, promoting and expanding economic development through the Brunswick and Glynn County Development Authority. The Authority was created by an act of the General Assembly of the State of Georgia. Authority board members are appointed by joint resolution of the Boards of Commissioners of the County and City. The County has contracted with the Authority to carry-out certain economic development activities. In return, the County has agreed to pay the Authority sufficient funds to conduct these activities. During the year ended June 30, 2003, the County appropriated \$316,800 to the Authority. Complete financial statements of the Authority can be obtained from its administrative offices at 4 Glynn Avenue, Brunswick, Georgia 31520.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. The Reporting Entity (Continued)

2. Joint Ventures (Continued)

Under Georgia law, the County, in conjunction with other cities and counties in the nine county coastal Georgia region, is also a member of the Coastal Georgia Regional Development Center (the "RDC") and is required to pay annual dues thereto. During its year ended June 30, 2003, the County paid \$46,771 in such dues. Membership in the RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RDC in Georgia. The RDC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a regional development center. Separate financial statements may be obtained from Coastal Georgia Regional Development Center, 127 "F" Street, Brunswick, Georgia 31520.

3. Jointly Governed Organizations

The County, in conjunction with the City of Brunswick, Glynn County Board of Education and other counties and municipalities in the Coastal Georgia Region, has created the following entities:

Glynn Brunswick Regional Library - The County appoints five of eighteen board members. The library is funded 60% from the State of Georgia. The County's portion of the remaining 40% of local support totaled \$283,900 for the year ended June 30, 2003.

Coastal Georgia Area Community Action Authority, Inc. - The County appoints one of eighteen board members. This authority is funded through State and Federal grants and appropriations from participating counties. The County appropriated \$21,000 for the year ended June 30, 2003.

4. County Agency Funds

Certain County officials collect and disburse taxes, fees, fines, etc. Separate records of accountability are maintained for such receipts. For purposes of this report, these records are included as a part of agency funds, with remittances to the General Fund and other funds from these officials recorded as revenue. Operating costs for these officials are included as a part of the County's General Fund. These units include:

- Tax Commissioner
- Sheriff
- State Court Clerk
- Probate Court
- Superior Court Clerk
- Magistrate Court
- Child Support Receiver

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-wide and fund financial statements:

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

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

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

C. Measurement Focus, Basis of Accounting and Basis of Presentation:

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 the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

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

The County reports the following major governmental funds:

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

The **Sales Tax Construction 3 fund** accounts for the proceeds of a one percent Special Purpose Local Option Sales Tax. Funds are used for: road improvements; public safety projects; recreation projects; water and sewer projects; public building projects; and City of Brunswick projects.

The **Sales Tax Construction 4 fund** accounts for the proceeds of a one percent Special Purpose Local Option Sales Tax. Funds are used for: road improvements; public safety projects; recreation projects; acquisition of equipment; water and sewer projects; public building projects; and City of Brunswick projects.

The County reports the following major proprietary funds:

The **Water and Sewer fund** accounts for the provision of water and sewer services to the residents of the County. All activities necessary to provide such services are accounted for in this fund.

Additionally, the County reports the following fund types:

The **special revenue funds** account for revenue sources that are legally restricted to expenditure for specific purposes.

The **capital project funds** account for the acquisition or construction of capital facilities.

The **internal service funds** account for the County's insurance claims relating to health, life, workers compensation, unemployment, automobile and property damage, general liability, personal injury and errors and omissions. The internal service funds also account for the expense of normal County administration services that are provided to other departments or funds of the County on a cost-reimbursement basis.

The **agency funds** are used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals, such as cash bonds, traffic fines, support payments and ad valorem and property taxes.

The **pension trust fund** is used to account for the activities of the County's Employee Retirement Plan, which accumulates resources for pension benefit payments to qualified County employees.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the County's water and sewer function and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the County's internal service funds are charges to customers for sales and services provided. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgetary Accounting

State law requires that the County adopt by ordinance or resolution an annual balanced budget for its upcoming fiscal year (June 30). A budget is balanced when the sum of estimated revenues and appropriated fund balance is equal to appropriations. Budgetary control over expenditures is exercised by the County at the department level for all governmental funds. All appropriations, unexpended or unencumbered, lapse at year end. The Board of Commissioners has the authority to amend its budget as follows:

1. Any increase in appropriation in any fund for a department, whether accomplished through a change in anticipated revenues in any fund or through a transfer of appropriations among departments, shall require the approval of the Board of Commissioners.
2. Transfers of appropriations in any fund among the various accounts within a department shall require only the approval of the budget officer, except that transfers of appropriations within a department which increases the salary appropriation shall require the approval of the Board of Commissioners.

All budgets are adopted on a basis consistent with generally accepted accounting principles. The General Fund and all special revenue funds have legally adopted budgets. Project-length financial plans are adopted for all Capital Projects Funds.

The Glynn County Board of Commissioners annually approves an appropriated budget for its Proprietary Funds.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditure of monies are recorded in order to reserve that portion of the applicable appropriations, is employed as an extension of formal budgetary control.

Encumbrances outstanding at year end represent the estimated amount of expenditures ultimately to result if unperformed contracts for goods or services in process at year end are completed. Encumbrances outstanding at year end are reported as reservations of fund balance as they do not constitute expenditures or liabilities.

F. Deposits and Investments

For purposes of the statements of cash flows, the County considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Deposits and Investments (Continued)

State statutes authorize the County to invest in obligations of the U.S. Government and agencies of corporations of the U.S. Government; obligations of any state; obligations of any political subdivision of any state; certificates of deposit or time deposits of any national state bank or savings and loan which have deposits insured by the FDIC or FSLIC; prime bankers acceptances; repurchase agreements; and the Local Government Investment Pool of the State of Georgia ("Georgia Fund 1"). Georgia Fund 1 was created under OCGA 36-83-8 and operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1 per share. The fair value of the County's position in the pool is the same as the value of pool shares (\$1 per share value). The pool is regulated by the Georgia Office of Treasury and Fiscal Services.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

G. Inventory and Prepaid Items

Inventory is valued at cost, determined on a first-in, first-out basis. Inventory in the General Fund consists of expendable supplies held for consumption. The cost is recorded as an expenditure in the General Fund at the time the inventory is consumed (consumption method). Reported General Fund inventory is equally offset by a reservation of fund balance which indicates that it does not constitute an "available spendable resource" even though it is a component of net current assets.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Capital Assets (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend useful lives are expensed as incurred.

Major outlays for capital assets and major improvements are capitalized as projects are constructed. Interest incurred during the construction period of capital assets of the business-type activities is included as part of the capitalized value of the assets constructed. The amount of interest capitalized is calculated by offsetting interest expense incurred (from the date of borrowing until the date of completion of the project) with interest earned on investment proceeds over the same period. During the fiscal year ended June 30, 2003, no interest was capitalized.

Depreciation is provided on the straight-line method over the following estimated useful lives:

Governmental Assets

Buildings	7 - 50 years
Improvements other than buildings	30 years
Machinery and equipment	2 - 30 years
Infrastructure	20 - 40 years

Business-type Assets

Water related	10 - 100 years
Sewer related	5 - 50 years
Solid waste disposal related	5 - 20 years
Buildings	20 - 50 years
General and vehicles	5 - 10 years

I. Long-Term Liabilities

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Long-Term Liabilities (Continued)

The County has various insurance coverages provided through self-insurance plans which are accounted for in the Internal Service Funds. Claims incurred and reported to the County are shown as claims payable in the Internal Service Funds. Claims incurred but not reported are determined using third-party administrator and historical estimates. These estimated liabilities are recorded as long-term liabilities in the Internal Service Funds.

J. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Employees of the County may carry over a maximum of 400 hours (some fire department employees can carry over 600 hours) of vacation to the next year, which may be taken either as time off or as pay upon termination. There is no liability for non-vesting accumulated rights to receive sick pay benefits. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds when it is expected to be liquidated with expendable available resources.

An employee can accrue an unlimited number of sick leave days. Sick leave can be taken only for personal illness or illness of an immediate family member. The accumulated unused sick leave is \$5,596,249 at June 30, 2003.

K. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NOTE 2. NEW ACCOUNTING PRONOUNCEMENTS

Effective July 1, 2002 the County implemented the provisions of GASB No. 34, "Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments," GASB No. 37 "Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments: Omnibus, an amendment of GASB Statements No. 21 and No. 34," and GASB No. 38, "Certain Financial Statement Disclosures." These statements significantly change the financial reporting model used by the County including statement formats, changes in fund types and the elimination of account groups. Additionally, the categories of fund equity for proprietary funds and component units have been reclassified into categories of net assets. Also, for the first time, the financial statements include a Management Discussion and Analysis (MD&A) section providing an analysis of the County's overall financial position and results of operations.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. NEW ACCOUNTING PRONOUNCEMENTS (Continued)

GASB No. 34 requires government-wide financial statements to be prepared using the accrual basis of accounting and the economic resources measurement focus. Government-wide financial statements do not provide information by fund or account group, but distinguish between the County's governmental activities and business type activities. Significantly, the statement of net assets will include noncurrent assets which were previously reported in the General Fixed Asset Account Group and long-term liabilities previously reported in the General Long-Term Debt Account Group. In addition, the government-wide statement of activities reflects depreciation expenses on the County's capital assets.

The format of the fund financial statements has also been modified by GASB No. 34. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements.

NOTE 3. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS

A. Explanation of certain 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 – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that “long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$2,070,876 difference are as follows:

Accrued interest payable	\$	10,875
Capital leases payable		302,166
Compensated absences		<u>1,757,835</u>
Net adjustment to reduce <i>fund balance - total governmental</i> to arrive at <i>net assets - governmental activities</i>	\$	<u><u>2,070,876</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (Continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense.” The details of this \$1,794,660 difference are as follows:

Capital outlay	\$ 4,925,351
Depreciation expense	<u>(3,130,691)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i>	<u><u>\$ 1,794,660</u></u>

NOTE 4. DEPOSITS AND INVESTMENTS

DEPOSITS

The County's deposits include cash on deposit with financial institutions, cash equivalents, including money market accounts, and cash invested in the State of Georgia's local government investment pool, Georgia Fund 1. Cash equivalents subject to federal and state depository insurance are classified as deposits.

The amount of cash held in bank is classified into three categories of custodial credit risk: 1) cash that is insured or collateralized with securities held by the County or by its agent in the County's name, 2) cash collateralized with securities held by the pledging institution's trust department or agent in the County's name and 3) uncollateralized bank accounts.

The County's deposits are classified as follows at June 30, 2003:

	Category			Bank Balance	Carrying Amount
	1	2	3		
Primary Government (including Fiduciary Funds)	\$ 3,268,154	\$ 34,861,793	\$ 91,143	\$ 38,221,090	\$ 36,244,148
Component Units					
Airport Commission	255,285	256,767	-	512,052	362,811
Board of Health	100,000	926,470	-	1,026,470	705,636
	<u>\$ 3,623,439</u>	<u>\$ 36,045,030</u>	<u>\$ 91,143</u>	<u>\$ 39,759,612</u>	<u>\$ 37,312,595</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 4. DEPOSITS AND INVESTMENTS (Continued)

DEPOSITS (Continued)

Cash deposits consisted of the following at June 30, 2003:

<u>Description</u>	<u>Carrying Amount</u>
Demand deposits with bank	\$ 29,896,980
Certificates of deposit	<u>6,347,168</u>
Total cash - Primary Government	<u><u>\$ 36,244,148</u></u>

INVESTMENTS

Georgia Code 47-1-12 dictates the proper mix of assets for local Municipal and County Employee Defined Benefit Pension Plans. Glynn County's pension plan is in compliance with this code section. All investments are held by Synovus Trust Company as stipulated in the pension service contract between the Board of Commissioners acting as Employer of the pension plan, Synovus Trust Company as Trustee, and Synovus Trust Company and Marshwinds Advisory Company as investment managers. Statutes authorize the County to invest in obligations of the U.S. Treasury and U.S. agencies, bankers' acceptances, commercial paper rated A-1 by Standard & Poors Corporation or P-1 by Moody's Commercial Paper Record, and common and preferred stocks.

Cumulative gross unrealized gains and losses at June 30, 2003 and 2002 on marketable equity securities were \$4,756,495 and \$3,879,530, respectively.

Governmental investments are categorized as either (1) insured or registered, or securities held by the County or its agent in the County's name, (2) uninsured and unregistered, securities held by the counterparty's trust department or agent in the County's name or (3) uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the County's name. The table below categorized the County's investments in the classifications given above.

	<u>Risk Category</u>		<u>Total</u>	
	<u>2</u>	<u>3</u>	<u>Cost</u>	<u>Fair Value</u>
Equity investments	\$ -	\$ 18,258,598	\$ 14,718,617	\$ 18,258,598
U.S. Government securities	-	973,064	911,209	973,064
Corporate bonds	-	<u>13,874,309</u>	<u>12,719,650</u>	<u>13,874,309</u>
	<u>\$ -</u>	<u>\$ 33,105,971</u>	28,349,476	33,105,971
Investment in Georgia Fund 1			<u>23,208,750</u>	<u>23,208,750</u>
Total investments			<u><u>\$ 51,558,226</u></u>	<u><u>\$ 56,314,721</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 4. DEPOSITS AND INVESTMENTS (Continued)

INVESTMENTS (Continued)

The reporting of investments at fair value in accordance with GASB Statement No. 31 resulted in an unrealized gain of \$605,681, which is reflected in the Pension Trust Fund's Statement of Changes in Plan Net Assets.

The above amounts are reconciled to the statement of net assets as follows:

Cash - Primary Government - above	\$ 36,244,148
Investments - above	56,314,721
Total	<u>\$ 92,558,869</u>
Amounts as presented on the entity wide statement of net assets:	
Governmental activities:	
Cash and cash equivalents	\$ 29,776,664
Investments	4,850,364
Business-type activities:	
Cash and cash equivalents	5,110,292
Restricted cash and cash equivalents	13,012,111
Amounts as presented on the fiduciary statement of net assets:	
Pension Trust Fund:	
Cash and cash equivalents	3,211,467
Investments	33,105,971
Agency Funds:	
Cash and cash equivalents	1,492,215
Investments	1,999,785
Total	<u>\$ 92,558,869</u>

NOTE 5. PROPERTY TAX

Real, personal and intangible taxes are levied after acceptance of the County's tax digest by the State of Georgia Department of Revenue. This is usually after August 1. Motor vehicle taxes are levied at time of registration according to owner's birthday based on the assessed values as of January 1. Property taxes were levied and mailed on October 20, 2002 on property values assessed as of January 1, 2002. The bills are considered due upon receipt by the taxpayer, however, the actual due date was December 20, 2002. The actual due date is based on a period ending at least 60 days after the tax bill mailing. On December 20, 2002, the bill becomes delinquent and penalties and interest may be assessed by the County. On December 20, 2002, property for which taxes have not been paid are subject to lien by the County.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PROPERTY TAX (Continued)

The County bills and collects its own property taxes and also collects various taxes for the Glynn County Board of Education, the City of Brunswick, and the State of Georgia. Collection of the County's taxes and the taxes for the other government agencies is the responsibility of the Tax Commissioner's office, which is accounted for as an Agency Fund.

NOTE 6. RECEIVABLES

Receivables as of year end, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Sales Tax Construction 3</u>	<u>Sales Tax Construction 4</u>	<u>Nonmajor Governmental</u>
Receivables:				
Taxes	\$ 1,202,601	\$ -	\$ -	\$ 283,751
Interest	3,468	-	-	-
Other	701,630	-	-	630,110
Accounts	-	-	-	-
Notes	-	-	-	-
Intergovernmental	<u>2,923,002</u>	<u>-</u>	<u>2,788,934</u>	<u>255,346</u>
Gross receivables	4,830,701	-	2,788,934	1,169,207
Less: allowance for uncollectibles	<u>(35,919)</u>	<u>-</u>	<u>-</u>	<u>(8,513)</u>
Net total receivables	<u>\$ 4,794,782</u>	<u>\$ -</u>	<u>\$ 2,788,934</u>	<u>\$ 1,160,694</u>
	<u>Water and Sewer</u>	<u>Nonmajor Enterprise</u>	<u>Internal Service</u>	<u>Total</u>
Receivables:				
Taxes	\$ -	\$ 31,220	\$ -	\$ 1,517,572
Interest	-	44	-	3,512
Other	5,548	70,381	169,786	1,577,455
Accounts	682,967	157,270	-	840,237
Notes	-	391,720	-	391,720
Intergovernmental	-	-	-	5,967,282
Gross receivables	<u>688,515</u>	<u>650,635</u>	<u>169,786</u>	<u>10,297,778</u>
Less: allowance for uncollectibles	<u>(89,048)</u>	<u>(19,690)</u>	<u>-</u>	<u>(153,170)</u>
Net total receivables	<u>\$ 599,467</u>	<u>\$ 630,945</u>	<u>\$ 169,786</u>	<u>\$ 10,144,608</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. BUDGET COMPLIANCE AND DEFICIT FUND EQUITY

A. Excess of Expenditures over Appropriations

During fiscal year 2003 based on the legally adopted level of control for budgeting purposes, the following departments had excess expenditures over appropriations:

	<u>Total</u>
General Fund	
County Attorney	\$ 3,133
Public defender	14,407
Solicitor of State Court	926
State Court	11,087
	<u>Total</u>
Special Revenue Funds	
Emergency Telephone System Fund	\$ 93,438
Sheriff Drug Seizure Fund	5

B. Deficit Fund Balance/Retained Earnings

The following funds had deficit fund balances/retained earnings at June 30, 2003:

TEA Projects Fund	\$ 27,767
Solid Waste Disposal Fund	489,437
Solid Waste Collection Fund	113,693
Employee Benefit Plan Fund	708,531
Administrative Services Fund	36,947

The fund deficit in the TEA Projects Fund will be reduced through future grant revenues. The fund deficit in the Solid Waste Collection, Employee Benefit Plan Fund and the Administrative Services Fund will be recovered through future user fees. The fund deficit in the Solid Waste Disposal Fund will be covered by appropriations from the General Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2003 was as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending</u> <u>Balance</u>
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 6,317,098	\$ -	\$ -	\$ -	\$ 6,317,098
Construction in progress	<u>3,650,033</u>	<u>1,501,468</u>	<u>-</u>	<u>(4,159,831)</u>	<u>991,670</u>
Total capital assets, not being depreciated	<u>9,967,131</u>	<u>1,501,468</u>	<u>-</u>	<u>(4,159,831)</u>	<u>7,308,768</u>
Capital assets, being depreciated:					
Buildings	50,929,831	510,993	(372,872)	76,750	51,144,702
Improvements other than buildings	3,097,876	28,695	-	-	3,126,571
Machinery and equipment	24,114,908	2,565,084	(338,772)	1,213,126	27,554,346
Infrastructure	<u>1,215,905</u>	<u>319,112</u>	<u>-</u>	<u>2,869,955</u>	<u>4,404,972</u>
Total capital assets, being depreciated	<u>79,358,520</u>	<u>3,423,884</u>	<u>(711,644)</u>	<u>4,159,831</u>	<u>86,230,591</u>
Less accumulated depreciation for:					
Buildings	(13,619,756)	(1,094,493)	187,223	-	(14,527,026)
Improvements other than buildings	(504,927)	(104,220)	-	-	(609,147)
Machinery and equipment	(12,748,325)	(1,814,943)	297,794	-	(14,265,474)
Infrastructure	<u>(390,132)</u>	<u>(117,036)</u>	<u>-</u>	<u>-</u>	<u>(507,168)</u>
Total accumulated depreciation	<u>(27,263,140)</u>	<u>(3,130,692)</u>	<u>485,017</u>	<u>-</u>	<u>(29,908,815)</u>
Total capital assets, being depreciated, net	<u>52,095,380</u>	<u>293,192</u>	<u>(226,627)</u>	<u>4,159,831</u>	<u>56,321,776</u>
Governmental activities capital assets, net	<u>\$ 62,062,511</u>	<u>\$ 1,794,660</u>	<u>\$ (226,627)</u>	<u>\$ -</u>	<u>\$ 63,630,544</u>

The beginning balance of construction in progress has been increased by \$2,122,395 to properly reflect County infrastructure assets in progress as of June 30, 2002. The beginning balance of machinery and equipment has been increased by \$1,438,770 to properly reflect County assets as of June 30, 2002.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. CAPITAL ASSETS (Continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Business-type activities					
Capital assets, not being depreciated:					
Land and land improvements	\$ 361,700	\$ -	\$ -	\$ -	\$ 361,700
Construction in progress	<u>3,166,352</u>	<u>4,188,100</u>		<u>(846,592)</u>	<u>6,507,860</u>
Total capital assets, not being depreciated	<u>3,528,052</u>	<u>4,188,100</u>	<u>-</u>	<u>(846,592)</u>	<u>6,869,560</u>
Capital assets, being depreciated:					
Buildings	3,500,301	-	-	-	3,500,301
Improvements other than buildings	29,016,677	835,180	-	846,592	30,698,449
Machinery and equipment	<u>1,901,180</u>	<u>99,351</u>	<u>-</u>	<u>-</u>	<u>2,000,531</u>
Total capital assets, being depreciated	<u>34,418,158</u>	<u>934,531</u>	<u>-</u>	<u>846,592</u>	<u>36,199,281</u>
Less accumulated depreciation for:					
Land and land improvements	(140,000)	-	-	-	(140,000)
Buildings	(2,275,634)	(73,331)			(2,348,965)
Improvements other than buildings	(10,940,944)	(842,156)			(11,783,100)
Machinery and equipment	<u>(1,629,967)</u>	<u>(60,440)</u>			<u>(1,690,407)</u>
Total accumulated depreciation	<u>(14,986,545)</u>	<u>(975,927)</u>	<u>-</u>	<u>-</u>	<u>(15,962,472)</u>
Total capital assets, being depreciated, net	<u>19,431,613</u>	<u>(41,396)</u>	<u>-</u>	<u>846,592</u>	<u>20,236,809</u>
Business-type activities activities capital assets, net	<u>\$ 22,959,665</u>	<u>\$ 4,146,704</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,106,369</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. CAPITAL ASSETS (Continued)

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

Governmental activities:		
General government	\$	714,152
Judicial		523,315
Public safety		1,129,351
Public works		367,538
Recreation		359,217
Housing and comm development		<u>37,118</u>
Total depreciation expense - governmental activities		<u><u>\$ 3,130,691</u></u>
Business-type activities		
Water and sewer	\$	934,206
Other activities		<u>41,720</u>
Total depreciation expense - business-type activities		<u><u>\$ 975,926</u></u>

Glynn County Airport Commission

Capital assets of the Commission include the Brunswick Golden Isles Airport located near Brunswick, Georgia and the McKinnon St. Simons Airport located on St. Simons Island, Georgia. Fixed assets purchased by the Commission are stated at cost. Donated fixed assets are stated at estimated fair market value at the date of contribution. Fixed assets are capitalized if their cost exceeds \$1,000 and useful life is expected to exceed one year.

The following represents a summary of assets that have been purchased by, or contributed to, the Commission as of June 30, 2003:

	Balance July 1, 2002	Additions	Deletions	Transfers	Balance June 30, 2003
Land and improvements	\$ 27,268,170	\$ -	\$ (25,548)	\$ -	\$ 27,242,622
Buildings	3,334,842	290,317	(97,133)	-	3,528,026
Machinery and equipment	404,830	7,264	(45,463)	-	366,631
Office equipment and furniture	137,781	1,605	(9,457)	-	129,929
Motor vehicles	106,722	22,281	-	-	129,003
Airfield roads and grounds	6,588,314	-	(586)	204,444	6,792,172
Construction in progress	<u>3,023,403</u>	<u>1,746,014</u>	<u>-</u>	<u>(204,444)</u>	<u>4,564,973</u>
Total	<u><u>\$ 40,864,062</u></u>	<u><u>\$ 2,067,481</u></u>	<u><u>\$ (178,187)</u></u>	<u><u>\$ -</u></u>	42,753,356
Accumulated depreciation / amortization					<u>(23,099,030)</u>
					<u><u>\$ 19,654,326</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. CAPITAL ASSETS (Continued)

Glynn County Airport Commission (Continued)

Depreciation on purchased property totaled \$587,282 for the year ended June 30, 2003.

The above real property assets are owned by Glynn County and are under lease to the Brunswick and Glynn County Development Authority, the organization given supervisory responsibility for the Airport Commission by Glynn County in the amended Airport Ordinance of January 1989. This lease is dated October 1988 and is for a term of forty-nine years and eleven months with a lease payment of \$100 per year. At the expiration of the lease, the assets revert to Glynn County. The assets are included in the financial statements of the Commission in order to assist users in evaluating the operating results of the Commission.

NOTE 9. LEASES AND LONG-TERM DEBT

Capital Leases:

The County leases the new animal control facility building under a capital lease agreement, which is payable from General Fund revenues. Principal and interest payments under the capital lease as of June 30, 2003 are as follows:

<u>Year Ending June 30,</u>	
2004	\$ 165,205
2005	<u>165,205</u>
Total minimum lease payments	330,410
Less interest	<u>(28,244)</u>
Present value of minimum lease payments	<u><u>\$ 302,166</u></u>

Revenue Bonds:

Bonds payable at June 30, 2003 are comprised of the following issues (excluding unamortized bond discount of \$34,989 for the Water and Sewer Fund):

Revenue Bonds:

Water and Sewer Revenue Refunding and Improvement Bonds Series 2003, due in annual installments of \$450,000 to \$960,000 2023; interest at 2.0% to 5.0%	<u><u>\$ 13,430,000</u></u>
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NOTES TO FINANCIAL STATEMENTS

NOTE 9. LEASES AND LONG-TERM DEBT (Continued)

Revenue Bonds (Continued):

The Water and Sewer Revenue Refunding and Improvement Bonds, Series 2003 in the amount of \$13,430,000 were issued April 1, 2003. The Series 2003 bonds were issued to 1) currently refund and redeem all of the County's outstanding water and sewer revenue bonds (the 1979 St. Simons Island Water and Sewer District serial bonds), 2) prepay all outstanding Georgia Environmental Facilities Authority loans of the County, 3) acquire, construct, and equip additions and improvements to the County's water and sewer system, 4) fully fund the debt service reserve requirement for the Series 2003 bonds through the purchase of a surety bond, and 5) pay the necessary costs of issuing the Series 2003 bonds.

The following summarizes maturities of bonded debt (excluding bond discount of \$34,989 for the Water and Sewer Revenue Refunding and Improvement Bonds, Series 2003) and related interest requirements due subsequent to June 30, 2003:

<u>Year Payable</u>	<u>Total Debt Service</u>	<u>Water and Sewer Revenue Refunding and Improvement Bonds</u>	
		<u>Principal</u>	<u>Interest</u>
2004	\$ 956,918	\$ 450,000	\$ 506,918
2005	1,007,918	510,000	497,918
2006	1,002,718	515,000	487,718
2007	1,002,418	525,000	477,418
2008	999,293	535,000	464,293
2009 - 2013	5,020,733	2,945,000	2,075,733
2014 - 2018	5,048,690	3,555,000	1,493,690
2019 - 2023	5,058,750	4,395,000	663,750
	<u>\$ 20,097,438</u>	<u>\$ 13,430,000</u>	<u>\$ 6,667,438</u>

Defeased Debt Outstanding:

In fiscal year 1993, shortly after the County's Beach Renourishment Project was canceled, the County defeased (made null or void) the \$2,555,000 Brunswick Glynn County Development Authority (Georgia) Refunding Revenue Bonds (Glynn County Beach Renourishment Project), Series 1991-A issuance by placing sufficient funds in an irrevocable trust to provide for all future debt service payments of the defeased bonds. Accordingly, the trust amounts and the defeased bonds are not included in the County's financial statements.

The U.S. Treasury securities mature in an adequate amount to service the Bond's bi-annual interest and principal payments through the final payment of August 2, 2011.

At June 30, 2003, \$1,575,000 of the defeased debt was outstanding.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. LEASES AND LONG-TERM DEBT (Continued)

Due to Others:

The County has entered into contracts whereby impact fee credits were given to developers for construction done on water and sewer lines. The credits are applied in-lieu of impact fees due when building permits are issued on property owned by the developer where the improvements were made. There is no deadline delineated in the contracts for the final impact fee credit. Based upon analysis, the obligations have been classified as follows:

Remaining Impact for Credit June 30, 2003	St. Simons Water/Sewer District	Mainland Water/Sewer District	Total
Due to Hampton Group for water and sewer impact fee credits, initial credit of \$312,785 given in 1990.	\$ 71,713	\$ -	\$ 71,713
Due to J. A. Hammock for water and sewer impact fee credits, initial credit of \$17,228 given in 1997.	17,228	-	17,228
Due to Southport Group for water and sewer impact fee credits, initial credit of \$345,285 given in 1992.	-	189,966	189,966
Due to Charles & Norma Yawn for water and sewer impact fee credits, initial credit of \$13,250 given in 1996.	12,479	-	12,479
Due to Branigar Organization for water sewer impact fee credits, initial credit of \$39,936 given in 2002.	-	712,511	712,511
Total due to developers	<u>\$ 101,420</u>	<u>\$ 902,477</u>	<u>\$ 1,003,897</u>

Closure/Postclosure Care Costs

Effective 1999, the Glynn County dry bulk and solid waste landfills were closed and no additional waste has been accepted. According to state and federal laws and regulations, the County must perform certain maintenance and monitoring functions at the sites for a minimum of thirty years. Engineering studies estimate postclosure costs of approximately \$1,826,900 over the remaining twenty-six year period. These costs are based on what it would cost to perform all postclosure care in 2003, adjusted annually for inflation. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this postclosure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. LEASES AND LONG-TERM DEBT (Continued)

Changes in Long-term Liabilities:

Long-term liability activity for the year ended June 30, 2003, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Tax anticipation notes	\$ -	\$ 2,500,000	\$ (2,500,000)	\$ -	\$ -
Capital lease - Animal					
Control Building	440,210	-	(138,044)	302,166	146,562
Compensated absences	<u>1,629,184</u>	<u>1,270,528</u>	<u>(1,141,877)</u>	<u>1,757,835</u>	<u>1,024,500</u>
Governmental activity					
Long-term liabilities	<u>\$ 2,069,394</u>	<u>\$ 3,770,528</u>	<u>\$ (3,779,921)</u>	<u>\$ 2,060,001</u>	<u>\$ 1,171,062</u>
Business-type activities:					
Revenue bonds	\$ 1,195,000	\$ 13,430,000	\$ (1,195,000)	\$ 13,430,000	\$ 450,000
Less deferred amounts:					
For issuance discounts	<u>(5,388)</u>	<u>(35,245)</u>	<u>5,644</u>	<u>(34,989)</u>	<u>1,762</u>
Total bonds payable	1,189,612	13,394,755	(1,189,356)	13,395,011	451,762
Notes payable	2,206,275	-	(2,206,275)	-	-
Due to others	411,708	672,575	(80,386)	1,003,897	75,000
Closure/postclosure care costs	<u>1,920,928</u>	<u>-</u>	<u>(94,028)</u>	<u>1,826,900</u>	<u>70,200</u>
Business-type activity					
Long-term liabilities	<u>\$ 5,728,523</u>	<u>\$ 14,067,330</u>	<u>\$ (3,570,045)</u>	<u>\$ 16,225,808</u>	<u>\$ 596,962</u>

For governmental activities, compensated absences are generally liquidated by the General Fund.

Glynn County Airport Commission

Capital Lease - The Commission is obligated under a lease that is accounted for as a capital lease. Assets under this agreement totaled \$192,938 at June 30, 2003, and accumulated depreciation on those assets totaled \$93,830. The following is a schedule by year of future minimum lease payments required under this capital lease:

<u>Year Ending June 30,</u>	
2004	\$ 40,873
2005	44,589
2006	16,832
2007	<u>4,700</u>
	106,994
Less amount representing interest	<u>(7,450)</u>
	<u>\$ 99,544</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 9. LEASES AND LONG-TERM DEBT (Continued)

Glynn County Airport Commission (Continued)

Long-Term Debt - The Commission's obligation under a note payable is as follows:

Note payable to another governmental entity, original balance of \$125,527, due in monthly installments of \$2,551 including interest at 8% in November 2005. This note is uncollateralized.	\$ 64,624
Less current portion	(26,380)
	\$ 38,244

Annual maturities on the above note are as follows:

<u>Year Payable</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2004	\$ 30,615	\$ 26,380	\$ 4,235
2005	30,615	26,095	4,520
2006	12,755	12,149	606
	\$ 73,985	\$ 64,624	\$ 9,361

NOTE 10. NOTES RECEIVABLE

In connection with a 1988 grant from the State of Georgia, the County has established a Revolving Loan Fund. As of June 30, 2003, the following notes receivable were outstanding:

	<u>Total</u>	<u>Current</u>	<u>Long-Term</u>
Interior Products, Inc., payable in 84 monthly installments of \$2,261, including interest at 5%, beginning March 2, 1998.	\$ 1,495	\$ 1,495	\$ -
Keebler, Inc., payable in 179 monthly installments of \$2,959, including interest at 4%, beginning October 3, 2002.	385,175	20,471	364,704
Victory Tools, Inc., payable in 60 monthly installments of \$472, including interest at 5%, beginning July 7, 1998.	5,050	5,050	-
Total	\$ 391,720	\$ 27,016	\$ 364,704

NOTES TO FINANCIAL STATEMENTS

NOTE 11. INTERFUND BALANCES AND TRANSFERS

Interfund receivable and payable balances as of June 30, 2003 are as follows:

	Due From			
	General	Sales Tax Construction 3	Sales Tax Construction 4	Nonmajor Governmental
Due To				
General Fund	\$ -	\$ 948,917	\$ 239,504	\$ 609,637
Nonmajor Governmental	1,608,032	-	-	776,232
Water and Sewer	88,446	-	534,454	-
Nonmajor Enterprise	-	-	-	121,689
Internal Service	1,173,923	-	-	-
Total	\$ 2,870,401	\$ 948,917	\$ 773,958	\$ 1,507,558

	Water and Sewer	Nonmajor Enterprise	Internal Service	Total
Due To				
General Fund	\$ 1,459,516	\$ 78,871	\$ 107,676	\$ 3,444,121
Nonmajor Governmental	-	-	-	2,384,264
Water and Sewer	-	-	-	622,900
Nonmajor Enterprise	-	-	-	121,689
Internal Service	-	-	-	1,173,923
Total	\$ 1,459,516	\$ 78,871	\$ 107,676	\$ 7,746,897

Interfund receivables and payables result from timing differences related to payroll and other year end transactions which normally clear within one to two months.

Interfund transfers for the year ended June 30, 2003 consisted of the following:

	Transfer From				Total
	General	Sales Tax Construction 3	Nonmajor Governmental	Nonmajor Enterprise	
Transfer To					
General Fund	\$ -	\$ 879,233	\$ 1,893,472	\$ 25,000	\$ 2,797,705
Nonmajor Governmental	722,696	-	697,947	-	1,420,643
Nonmajor Enterprise	-	-	111,292	-	111,292
Total	\$ 722,696	\$ 879,233	\$ 2,702,711	\$ 25,000	\$ 4,329,640

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Transfers between the County and its component units for the year ended June 30, 2003 consisted of the following:

	<u>Transfer From General</u>
<u>Transfer To</u> Board of Health	<u>\$ 426,310</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 12. EMPLOYEE RETIREMENT PLAN

A. Plan Description

The Glynn County Pension Plan (the "Plan") is a single-employer defined benefit pension plan administered by Marshwinds Advisory Company and Synovus Trust Company, jointly. The Plan provides retirement and death benefits to plan members and beneficiaries. Benefit provisions and contributions are established and may be amended by the Glynn County Board of Commissioners. A separately issued financial report of the plan is not available.

B. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Plan are prepared using the accrual basis of accounting. Employer contributions to the Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits are recognized when due and payable in accordance with the terms of the Plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on a basis of future principal and interest payments and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair value.

C. Plan Description and Contribution Information

At January 1, 2003, the Plan membership consisted of the following:

Retired participants and beneficiaries currently receiving benefits	155
Terminated participants and beneficiaries entitled to benefits but not yet receiving benefits	323
Active participants	<u>626</u>
Total	<u><u>1,104</u></u>

All County employees who have completed twelve months of employment of not less than 1,000 hours per year are eligible to participate in the Plan. Under the provision of the Plan, employees are eligible for normal retirement benefits at the later of age 65 or the completion of 10 years of service. Monthly benefits received when a participant retires on his normal retirement date is 2% of the average monthly compensation multiplied by the number of years of service, not to exceed 60% of the average monthly compensation. Average monthly compensation is based on the five highest consecutive calendar years of service. The Plan also provides for pre-retirement death benefits for all participants and early retirement benefits at age 55 with 10 years of service. There is no reduction in benefits for early retirement at age 55 upon completion of 30 years of service.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. EMPLOYEE RETIREMENT PLAN (Continued)

D. Funding Policy

The County's funding policy is to provide employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due. The current rate is 8.63% of annual covered payroll. Plan participants are not required to contribute to the Plan. Administrative costs of the plan are financed through investment income.

E. Annual Pension Cost and Net Pension Obligation

The County's annual pension cost and net pension obligation to the Plan for the current year were as follows:

Annual pension cost/required contribution	\$ 2,091,526
Contributions made	(2,091,526)
Change in net pension obligation	-
Net pension obligation beginning of year	-
Net pension obligation (assets) end of year	\$ -

The annual required contribution for the current year was determined as part of the January 1, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 8.0% investment rate of return and (b) projected salary increases are 5.5% per year. Both (a) and (b) included an inflation component of 4.5%. The assumptions did not include postretirement benefit increases. The actuarial value of assets was determined using techniques that smoothes investment gains and losses over a five year period. The rates of turnover increased 10%. The mortality table was changed from the 1971 Group Annuity Mortality Table to the 1983 Group Annuity Mortality Table. The retirement rate at age 62 was increased to 15%. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll (increasing 5.5% per year) on an open basis. The remaining amortization period at January 1, 2003 was 15 years.

Three-Year Trend Information

Fiscal Year June 30,	Employer Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Assets)
2000	\$ 1,670,114	100%	\$ -
2001	2,097,153	100%	-
2002	2,091,526	100%	-

NOTES TO FINANCIAL STATEMENTS

NOTE 12. EMPLOYEE RETIREMENT PLAN (Continued)

Component Units

Glynn County Airport Commission:

All personnel of the Commission participate in the Glynn County, Georgia Defined Benefit Pension Plan (the "Plan") once they have satisfied the Plan's time and service requirements. The payroll for the Commission employees covered by the Plan for the year ended June 30, 2003 was \$491,740.

The Commission's contribution requirement for the year ended June 30, 2003 was \$39,902.

Glynn County Board of Health:

The employees of the Board of Health participate in the Georgia State Employees Retirement System. The plan is administered by the State of Georgia, and accumulated benefits and plan assets are not determined or allocated to the individual participating governmental entities. The retirement contributions for the year ended June 30, 2003, were \$314,174. Contributions are fully vested to employees after ten (10) years of continuous service.

NOTE 13. WATER AND SEWER DISTRICT CAPITAL IMPROVEMENT DISTRICTS

Impact fees charged by the County for connections to the water and sewer systems are included in contributed capital in the accompanying financial statements. The unexpended balance of the St. Simons Island District impact fees has been deposited in an interest-bearing checking account totaling \$238,821. The unexpended balance of the Mainland North District impact fees has been deposited into an interest-bearing checking account totaling \$1,104,760. The unexpended balance of the Mainland South District impact fees has been deposited into an interest-bearing checking account totaling \$70,354.

These fees are to be used only for expansion and/or improvements to the County's water and sewer systems and, therefore, are included in restricted assets in the accompanying financial statements. .

NOTE 14. DEFERRED COMPENSATION PLAN

The County has implemented Governmental Accounting Standards Board Statement No 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. All assets and income of the County's Deferred Compensation Plan are being held in a trust administered by third parties for the exclusive benefit of the participants and their beneficiaries. Therefore, the Deferred Compensation Plan is not presented as part of the County's financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 15. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and losses resulting from providing accident and health benefits to employees, retirees, and their dependents. The County established risk management funds (County Insurance Fund and Employee Benefit Fund, both internal service funds) prior to July 1, 1993. Under these programs, the risk management funds provide coverage for up to a maximum of \$75,000 for employee accident or health claims; \$250,000 for each workers compensation claim and \$100,000 for torts; theft of, damage to and destruction of assets, errors and omissions; and natural disasters. The County purchases commercial insurance for claims in excess of coverage provided by the Funds and for all other risks of loss. Only one (1) settled claim has exceeded this commercial coverage in any of the past three fiscal years.

All funds of the County participate in the program and make payments to the risk management funds based on the individual fund's risk exposure, i.e., payroll costs, budget amount, fixed asset values, etc.

The claims liability of \$1,602,663 and \$349,919 as of June 30, 2003 of the Employee Benefit Plan Fund and County Insurance Fund, respectively, are based on the requirements of Governmental Accounting Standards Board Statement Number 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Incurred-But-Not-Reported (IBNR) claims have been accrued as a claims liability in the County Insurance Fund \$349,919 and in the Employee Benefit Plan Fund \$1,005,888 based primarily upon each fund's third party administrator's claims projections. These amounts are included in the total claims liability balances in the preceding paragraph.

Changes in the respective Fund's claims liability amount in fiscal year 2002 and fiscal year 2003 were:

Fiscal Year 2002	<u>Beginning</u>	<u>Claims Estimates</u>	<u>Claims Paid</u>	<u>Ending</u>
County Insurance Fund	\$ 369,300	\$ 511,277	\$ 459,029	\$ 421,548
Employee Benefit Plan Fund	1,908,495	4,666,149	4,685,721	1,888,923
Total	<u>\$ 2,277,795</u>	<u>\$ 5,177,426</u>	<u>\$ 5,144,750</u>	<u>\$ 2,310,471</u>
Fiscal Year 2003	<u>Beginning</u>	<u>Claims Estimates</u>	<u>Claims Paid</u>	<u>Ending</u>
County Insurance Fund	\$ 421,548	\$ 639,234	\$ 710,863	\$ 349,919
Employee Benefit Plan Fund	1,888,923	5,391,384	5,677,644	1,602,663
Total	<u>\$ 2,310,471</u>	<u>\$ 6,030,618</u>	<u>\$ 6,388,507</u>	<u>\$ 1,952,582</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 16. COMPONENT UNIT AS LESSOR

The Glynn County Airport Commission is lessor of various land and buildings. The original leases have terms ranging from one to thirty-five years. Each is accounted for as an operating lease. The minimum future rentals for non-cancelable leases for the next five years and subsequently as of June 30, 2003, are as follows:

<u>Year Ending June 30,</u>	
2004	\$ 1,020,414
2005	584,915
2006	545,871
2007	276,991
2008	275,560
Subsequent to June 30, 2008	<u>1,748,565</u>
	<u>\$ 4,452,316</u>

NOTE 17. COMMITMENTS AND CONTINGENCIES

In addition to the liabilities enumerated in the balance sheet at June 30, 2003, the County has contractual commitments on uncompleted construction contracts of approximately \$1,060,000. Of this amount, approximately \$918,000 is for the completion of improvements and upgrades to the County's water and sewer system.

Glynn County, Georgia is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County attorney the resolution of these matters will not have a materially adverse effect on the financial condition of the County.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

Airport Commission

The Commission receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits result in a request for reimbursement by the federal and state agencies for expenditures disallowed under the terms and conditions of the appropriate grant agency. In the opinion of the Commission's management, such disallowances, if any, will not be significant to the Commission's financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 17. COMMITMENTS AND CONTINGENCIES (Continued)

Airport Commission (Continued)

The following is a summary of the major construction contract commitments as of June 30, 2003. Amounts listed are for contractors only and do not include architects and engineers.

<u>Project</u>	<u>Contract Amount</u>	<u>Completed to Date</u>	<u>Balance Committed</u>
Airport improvements	<u>\$ 4,104,948</u>	<u>\$ 3,332,747</u>	<u>\$ 772,201</u>

NOTE 18. POST EMPLOYMENT HEALTH CARE BENEFITS

In addition to providing pension benefits, the County provides certain health care benefits for retired employees. Substantially all of the County's employees may become eligible for those benefits if they reach normal retirement age while working for the County with a minimum of ten years of service. At June 30, 2003, there were two retirees eligible for the benefits. The cost of retiree health care benefits is recognized as an expense as claims are incurred. For fiscal year 2003, those costs were approximately \$2,186.

NOTE 19. SUBSEQUENT EVENTS

In September 2003, the County issued a tax anticipation note in the amount of \$3,000,000.

REQUIRED SUPPLEMENTARY INFORMATION

GLYNN COUNTY PENSION PLAN
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability - Entry Age (b)	Unfunded Actuarial Accrued Liability (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll ((b - a) / c)
01/01/2003	\$ 36,770,228	\$ 42,920,921	\$ 6,150,693	85.7	\$ 22,541,814	\$ 27.3
01/01/2002	34,251,890	38,995,885	4,743,995	87.8	19,315,549	24.6
01/01/2001	30,936,170	34,731,997	3,795,827	89.1	19,452,416	19.5
01/01/2000	27,812,990	31,879,344	4,066,354	87.2	16,925,574	24.0
01/01/1999	24,123,051	31,445,621	7,322,570	76.7	18,027,817	40.6

GLYNN COUNTY PENSION PLAN
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS

<u>Year Ended June 30</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2003	\$ 2,091,526	100%
2002	2,097,153	100%
2001	1,670,114	100%
2000	1,729,743	95%
1999	1,635,525	106%
1997	1,550,824	109%
1996	1,641,500	95%
1995	1,515,129	93%
1994	1,280,357	93%
1993	1,258,216	93%

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes.

The **Park Development Fund** accounts for contributions from developers. The County requires developers either to set aside land for public use or to make contributions for improvements to the County's public recreational facilities.

The **Sea Island Special Police District Fund** accounts for operations of the Sea Island Police. Financing is provided by property tax assessments and transfers from the County's General Fund.

The **Fire Protection District Fund** accounts for operations of the County's Fire Department. Financing is provided by property tax assessments and local insurance tax receipts.

The **Emergency Telephone System Fund** accounts for operations of the County's E-911 program. Financing is provided by telephone service charges and transfers from the County's General Fund.

The **Police Seizure Fund** accounts for the receipt of condemned monies awarded to the County by court order and expenditures of these funds by the County Police Department.

The **County Drug Abuse/Education Fund** accounts for the fees added to each fine issued by the Courts and expenditure of these funds as provided by State law.

The **County Jail Fund** accounts for the fees added to each fine issued by the Courts and expenditures of these funds for operations of the Jail as provided by State law.

The **Accommodation Excise Tax Fund** accounts for the Hotel/Motel accommodation excise tax receipts and distributions to tourism promoting organizations as required by agreements with these organizations.

The **Law Enforcement Block Grant Fund** accounts for the Department of Justice grant and local county match to purchase capital items for the Police Department.

The **Drug Court Grant Fund** accounts for the Department of Justice grant and local county match for expenditures incurred during the feasibility study for local Drug Court.

The **County Athletic Fund** accounts for operations of the County's athletic programs. Financing is provided by entry fees and transfers from the County's General Fund.

The **Sheriff Drug Seizure Fund** accounts for condemned monies awarded to the County by court order.

The **Insurance Premium Tax Fund** accounts for the disbursement of the insurance premium taxes as provided by State law.

The **Sheriff Commissary Fund** accounts for operations of the Commissary. The Commissary purchases items for resale to inmates of the County's Detention Center.

Nonmajor Governmental Funds (Continued)

Capital Projects Funds

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The **Sales Tax Construction Fund #2** accounts for expenditures relating to construction of a new courthouse, renovation of existing County buildings, construction of roads, and implementation of a road sign project. Funding is provided by a 1% special purpose sales tax.

The **General Capital Projects Fund** accounts for general capital projects of the County. Funding is provided by transfers from the General Fund.

The **TEA Projects Fund** accounts for projects that are funded by the Transportation Enhancement Activity Grants and local matches.

GLYNN COUNTY, GEORGIA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2003**

ASSETS	Park Development	Sea Island Special Police District	Fire Protection District	Emergency Telephone System	Police Seizure	County Drug Abuse/ Education
Cash and cash equivalents	\$ 17,880	\$ 1,553	\$ 64,333	\$ -	\$ -	\$ 761
Taxes and assessments receivable	-	6,160	277,591	-	-	-
Allowance for uncollectibles	-	(185)	(8,328)	-	-	-
Other receivables	-	-	-	177,153	-	-
Due from other governmental units	-	-	-	-	-	-
Due from other funds	-	236,004	630,763	49,290	57,133	148,297
Total assets	\$ 17,880	\$ 243,532	\$ 964,359	\$ 226,443	\$ 57,133	\$ 149,058
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ 23,310	\$ 3,443	\$ -	\$ -
Accrued liabilities	-	4,877	74,405	21,789	-	-
Deferred revenue	-	4,235	153,354	-	-	-
Due to other funds	224	207,669	-	-	-	-
Total liabilities	224	216,781	251,069	25,232	-	-
FUND BALANCES (DEFICIT)						
Unreserved, designated	17,656	26,751	713,290	201,211	57,133	149,058
Total fund balances (deficit)	17,656	26,751	713,290	201,211	57,133	149,058
Total liabilities and fund balances	\$ 17,880	\$ 243,532	\$ 964,359	\$ 226,443	\$ 57,133	\$ 149,058

County Jail	Accommodation Excise Tax	Law Enforcement Block Grant	Drug Court Grant	County Athletic	Sheriff Drug Seizure	Insurance Premium Tax	Sheriff Commissary
\$ 11,357	\$ -	\$ 73,627	\$ 141,520	\$ -	\$ 8,108	\$ -	\$ 36,267
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	452,957	-	-	-	-	-	-
-	-	-	81,872	-	-	-	-
258,081	-	6,227	93,961	3,815	-	838,920	-
<u>\$ 269,438</u>	<u>\$ 452,957</u>	<u>\$ 79,854</u>	<u>\$ 317,353</u>	<u>\$ 3,815</u>	<u>\$ 8,108</u>	<u>\$ 838,920</u>	<u>36,267</u>
\$ -	\$ 211,857	\$ 13,179	\$ 8,564	\$ 3,815	\$ 126	\$ -	22,507
-	13,398	-	-	-	-	-	-
-	-	56,916	-	-	-	-	-
-	216,210	-	-	-	-	838,920	-
-	441,465	70,095	8,564	3,815	126	838,920	22,507
269,438	11,492	9,759	308,789	-	7,982	-	13,760
269,438	11,492	9,759	308,789	-	7,982	-	13,760
<u>\$ 269,438</u>	<u>\$ 452,957</u>	<u>\$ 79,854</u>	<u>\$ 317,353</u>	<u>\$ 3,815</u>	<u>\$ 8,108</u>	<u>\$ 838,920</u>	<u>\$ 36,267</u>

(Continued)

ASSETS	Sales Tax Construction 2	General Capital Projects	TEA Projects	Total Nonmajor Governmental Funds
Cash and cash equivalents	\$ 60,443	\$ -	\$ -	\$ 415,849
Taxes and assessments receivable	-	-	-	283,751
Allowance for uncollectibles	-	-	-	(8,513)
Other receivables	-	-	-	630,110
Due from other governmental units	-	-	173,474	255,346
Due from other funds	-	2,773	59,000	2,384,264
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 60,443</u>	<u>\$ 2,773</u>	<u>\$ 232,474</u>	<u>\$ 3,960,807</u>
 LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ 15,714	\$ 302,515
Accrued liabilities	-	-	-	114,469
Deferred revenue	-	-	-	214,505
Due to other funds	8	-	244,527	1,507,558
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>8</u>	<u>-</u>	<u>260,241</u>	<u>2,139,047</u>
 FUND BALANCES (DEFICIT)				
Unreserved, designated	<u>60,435</u>	<u>2,773</u>	<u>(27,767)</u>	<u>1,821,760</u>
Total fund balances (deficit)	<u>60,435</u>	<u>2,773</u>	<u>(27,767)</u>	<u>1,821,760</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	<u>\$ 60,443</u>	<u>\$ 2,773</u>	<u>\$ 232,474</u>	<u>\$ 3,960,807</u>

(Concluded)

GLYNN COUNTY, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	Park Development	Sea Island Special Police District	Fire Protection District	Emergency Telephone System	Police Seizure	County Drug Abuse/ Education
Revenues:						
Property taxes	\$ -	\$ 186,084	\$ 4,774,158	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Licenses and permits	-	-	3,074	-	-	-
Intergovernmental	-	-	38,062	-	-	-
Fines and forfeitures	-	201	17,735	-	-	29,849
Interest income	144	196	17,317	-	-	-
Other revenues	-	2,933	180,951	1,339,297	48,153	-
Total revenues	<u>144</u>	<u>189,414</u>	<u>5,031,297</u>	<u>1,339,297</u>	<u>48,153</u>	<u>29,849</u>
Expenditures:						
General government	-	-	-	-	-	-
Judicial	-	-	-	-	-	436
Public safety	-	350,423	5,108,206	1,838,640	330	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	216	-	-	-	-	-
Economic development	-	-	-	-	-	-
Total expenditures	<u>216</u>	<u>350,423</u>	<u>5,108,206</u>	<u>1,838,640</u>	<u>330</u>	<u>436</u>
Excess of revenues over expenditures	<u>(72)</u>	<u>(161,009)</u>	<u>(76,909)</u>	<u>(499,343)</u>	<u>47,823</u>	<u>29,413</u>
Other financing sources (uses):						
Transfers in	-	215,838	474,877	610,988	-	-
Transfers out	-	-	-	-	(17,232)	-
Total other financing sources (uses)	<u>-</u>	<u>215,838</u>	<u>474,877</u>	<u>610,988</u>	<u>(17,232)</u>	<u>-</u>
Net change in fund balances	(72)	54,829	397,968	111,645	30,591	29,413
Fund balances (deficits), beginning of year	<u>17,728</u>	<u>(28,078)</u>	<u>315,322</u>	<u>89,566</u>	<u>26,542</u>	<u>119,645</u>
Fund balances (deficits), end of year	<u>\$ 17,656</u>	<u>\$ 26,751</u>	<u>\$ 713,290</u>	<u>\$ 201,211</u>	<u>\$ 57,133</u>	<u>\$ 149,058</u>

<u>County Jail</u>	<u>Accommodation Excise Tax</u>	<u>Law Enforcement Block Grant</u>	<u>Drug Court Grant</u>	<u>County Athletic</u>	<u>Sheriff Drug Seizure</u>	<u>Insurance Premium Tax</u>	<u>Sheriff Commissary</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	3,725,254	-	-	-	-	1,847,282	-
-	-	-	-	-	-	-	-
-	-	58,423	403,138	-	-	-	-
113,984	-	-	86,708	-	-	-	-
-	-	306	906	-	2	-	62
-	315,927	-	5,000	135,746	-	-	252,117
<u>113,984</u>	<u>4,041,181</u>	<u>58,729</u>	<u>495,752</u>	<u>135,746</u>	<u>2</u>	<u>1,847,282</u>	<u>252,179</u>
-	90,672	-	-	-	-	3,197	-
-	-	-	-	-	-	-	-
22,575	-	72,324	514,683	-	123	-	250,377
-	52,077	-	-	-	-	132,290	-
-	1,066,550	-	-	123,693	-	-	-
-	1,907,262	-	-	-	-	-	-
<u>22,575</u>	<u>3,116,561</u>	<u>72,324</u>	<u>514,683</u>	<u>123,693</u>	<u>123</u>	<u>135,487</u>	<u>250,377</u>
91,409	924,620	(13,595)	(18,931)	12,053	(121)	1,711,795	1,802
-	-	7,232	111,708	-	-	-	-
<u>(38,934)</u>	<u>(922,697)</u>	<u>-</u>	<u>-</u>	<u>(12,053)</u>	<u>-</u>	<u>(1,711,795)</u>	<u>-</u>
<u>(38,934)</u>	<u>(922,697)</u>	<u>7,232</u>	<u>111,708</u>	<u>(12,053)</u>	<u>-</u>	<u>(1,711,795)</u>	<u>-</u>
52,475	1,923	(6,363)	92,777	-	(121)	-	1,802
<u>216,963</u>	<u>9,569</u>	<u>16,122</u>	<u>216,012</u>	<u>-</u>	<u>8,103</u>	<u>-</u>	<u>11,958</u>
<u>\$ 269,438</u>	<u>\$ 11,492</u>	<u>\$ 9,759</u>	<u>\$ 308,789</u>	<u>\$ -</u>	<u>\$ 7,982</u>	<u>\$ -</u>	<u>13,760</u>

(Continued)

	Sales Tax Construction 2	General Capital Projects	TEA Projects	Total Nonmajor Governmental Funds
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ 4,960,242
Other taxes	-	-	-	5,572,536
Licenses and permits	-	-	-	3,074
Intergovernmental	-	-	200,000	699,623
Fines and forfeitures	-	-	-	248,477
Interest income	676	-	-	19,609
Other revenues	-	-	41,100	2,321,224
Total revenues	<u>676</u>	<u>-</u>	<u>241,100</u>	<u>13,824,785</u>
Expenditures:				
General government	-	-	-	93,869
Judicial	-	-	-	436
Public safety	-	-	-	8,157,681
Highways and streets	-	-	314,708	499,075
Culture and recreation	-	-	-	1,190,459
Economic development	-	-	-	1,907,262
Total expenditures	<u>-</u>	<u>-</u>	<u>314,708</u>	<u>11,848,782</u>
Excess of revenues over expenditures	<u>676</u>	<u>-</u>	<u>(73,608)</u>	<u>1,976,003</u>
Other financing sources (uses):				
Transfers in	-	-	-	1,420,643
Transfers out	-	-	-	(2,702,711)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,282,068)</u>
Net change in fund balances	676	-	(73,608)	693,935
Fund balances (deficits), beginning of year	<u>59,759</u>	<u>2,773</u>	<u>45,841</u>	<u>1,127,825</u>
Fund balances (deficits), end of year	<u>\$ 60,435</u>	<u>\$ 2,773</u>	<u>\$ (27,767)</u>	<u>\$ 1,821,760</u>

(Concluded)

**GLYNN COUNTY, GEORGIA
PARK DEVELOPMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	Budgeted Amounts		Variance with Final Budget
	Original and Final	Actual	
REVENUES			
Interest revenue	\$ 300	\$ 144	\$ (156)
EXPENDITURES			
Special projects			
Park development expenditures	3,218	216	3,002
Total expenditures	3,218	216	3,002
Deficiency of revenues over expenditures	(2,918)	(72)	2,846
FUND BALANCES, beginning of year	17,728	17,728	-
FUND BALANCES, end of year	\$ 14,810	\$ 17,656	\$ 2,846

**GLYNN COUNTY, GEORGIA
SEA ISLAND SPECIAL POLICE DISTRICT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

REVENUES	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Property taxes				
Property tax revenue	\$ 188,141	\$ 188,141	\$ 184,898	\$ (3,243)
Automobile tax revenue	4,285	4,285	1,173	(3,112)
Public utilities	600	600	13	(587)
Total property taxes	193,026	193,026	186,084	(6,942)
Penalties/fines/forfeitures	150	150	201	51
Interest revenue	300	300	196	(104)
Other revenue				
Intangible recording taxes	3,600	3,600	2,933	(667)
Total other revenue	3,600	3,600	2,933	(667)
Total revenues	197,076	197,076	189,414	(7,662)
EXPENDITURES				
Public safety				
Police				
Sea Island patrol	394,153	394,153	350,423	43,730
Total expenditures	394,153	394,153	350,423	43,730
Deficiency of revenues over (under) expenditures	(197,077)	(197,077)	(161,009)	36,068
OTHER FINANCING SOURCES (USES)				
Transfers in				
Insurance Premium Tax Fund	197,077	218,724	215,838	(2,886)
Total other financing sources	197,077	218,724	215,838	(2,886)
Excess revenues and other financing sources over (under) expenditures	-	21,647	54,829	33,182
FUND BALANCES, beginning of year	(28,078)	(28,078)	(28,078)	-
FUND BALANCES (DEFICIT), end of year	\$ (28,078)	\$ (6,431)	\$ 26,751	\$ 33,182

**GLYNN COUNTY, GEORGIA
FIRE PROTECTION DISTRICT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes				
Property tax revenue	\$ 4,315,836	\$ 4,315,836	\$ 4,407,586	\$ 91,750
Automobile tax revenue	328,000	328,000	322,150	(5,850)
Mobile home tax revenue	-	-	26,405	26,405
Public utilities	85,000	85,000	5,807	(79,193)
Railroad equipment car tax	1,900	1,900	-	(1,900)
Timber tax	700	700	12,202	11,502
Heavy duty equipment tax	1,500	1,500	8	(1,492)
Total property taxes	<u>4,732,936</u>	<u>4,732,936</u>	<u>4,774,158</u>	<u>41,222</u>
Licenses and permits				
Fire inspection fees	<u>7,800</u>	<u>7,800</u>	<u>3,074</u>	<u>(4,726)</u>
Penalties/fines/forfeitures	<u>7,450</u>	<u>7,450</u>	<u>17,735</u>	<u>10,285</u>
Interest revenue	<u>10,500</u>	<u>10,500</u>	<u>17,317</u>	<u>6,817</u>
Reimbursement from other agencies:				
Airport	38,002	38,002	38,002	-
Federal land	<u>1,000</u>	<u>1,000</u>	<u>60</u>	<u>(940)</u>
Total reimbursement from other agencies	<u>39,002</u>	<u>39,002</u>	<u>38,062</u>	<u>(940)</u>
Other revenue:				
Intangible recording taxes	140,000	140,000	176,880	36,880
Contributions	4,000	5,500	3,700	(1,800)
Miscellaneous	<u>2,000</u>	<u>2,312</u>	<u>371</u>	<u>(1,941)</u>
Total other revenue	<u>146,000</u>	<u>147,812</u>	<u>180,951</u>	<u>33,139</u>
Total revenues	<u>4,943,688</u>	<u>4,945,500</u>	<u>5,031,297</u>	<u>85,797</u>

**GLYNN COUNTY, GEORGIA
FIRE PROTECTION DISTRICT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES				
Public safety				
Fire protection	\$ 5,343,688	\$ 5,369,686	\$ 5,108,206	\$ 261,480
Total expenditures	<u>5,343,688</u>	<u>5,369,686</u>	<u>5,108,206</u>	<u>261,480</u>
(Deficiency) of revenues over (under) expenditures	<u>(400,000)</u>	<u>(424,186)</u>	<u>(76,909)</u>	<u>347,277</u>
OTHER FINANCING SOURCES (USES)				
Transfers in				
General Fund	<u>400,000</u>	<u>481,227</u>	<u>474,877</u>	<u>(6,350)</u>
Total other financing sources	<u>400,000</u>	<u>481,227</u>	<u>474,877</u>	<u>(6,350)</u>
Excess revenues and other financing sources over expenditures	-	57,041	397,968	340,927
FUND BALANCES, beginning of year	<u>315,322</u>	<u>315,322</u>	<u>315,322</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 315,322</u>	<u>\$ 372,363</u>	<u>\$ 713,290</u>	<u>\$ 340,927</u>

**GLYNN COUNTY, GEORGIA
EMERGENCY TELEPHONE SYSTEM FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenue				
Emergency telephone surcharge	\$ 1,399,359	\$ 1,399,359	\$ 1,339,297	\$ (60,062)
Total revenues	<u>1,399,359</u>	<u>1,399,359</u>	<u>1,339,297</u>	<u>(60,062)</u>
EXPENDITURES				
Public safety				
Police				
Communications Center	1,730,028	1,745,202	1,838,640	(93,438)
Total expenditures	<u>1,730,028</u>	<u>1,745,202</u>	<u>1,838,640</u>	<u>(93,438)</u>
Excess revenues over (under) expenditures	<u>(330,669)</u>	<u>(345,843)</u>	<u>(499,343)</u>	<u>(153,500)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in				
General Fund	395,919	396,658	610,988	214,330
Total other financing sources	<u>395,919</u>	<u>396,658</u>	<u>610,988</u>	<u>214,330</u>
Excess revenues and other financing sources over expenditures	65,250	50,815	111,645	60,830
FUND BALANCES, beginning of year	<u>89,566</u>	<u>89,566</u>	<u>89,566</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 154,816</u>	<u>\$ 140,381</u>	<u>\$ 201,211</u>	<u>\$ 60,830</u>

**GLYNN COUNTY, GEORGIA
POLICE SEIZURE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest revenue	\$ 333	\$ 333	\$ -	\$ (333)
Other revenue				
Confiscated money	-	36,000	48,153	12,153
Total revenues	333	36,333	48,153	11,820
EXPENDITURES				
Public safety				
Police				
Police seizure	333	26,333	330	26,003
Total expenditures	333	26,333	330	26,003
Excess revenues over expenditures	-	10,000	47,823	37,823
OTHER FINANCING SOURCES (USES)				
Transfers out				
General Fund	-	(10,000)	(17,232)	(7,232)
Total other financing (uses)	-	(10,000)	(17,232)	(7,232)
Excess revenues over expenditures and other financing (uses)	-	-	30,591	30,591
FUND BALANCES, beginning of year	26,542	26,542	26,542	-
FUND BALANCES, end of year	<u>\$ 26,542</u>	<u>\$ 26,542</u>	<u>\$ 57,133</u>	<u>\$ 30,591</u>

**GLYNN COUNTY, GEORGIA
COUNTY DRUG ABUSE/EDUCATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	Budgeted Amounts		Variance with Final Budget
	Original and Final	Actual	
REVENUES			
Penalties/fines/forfeitures			
Drug rehab fees	\$ 28,000	\$ 29,849	\$ 1,849
Total revenues	<u>28,000</u>	<u>29,849</u>	<u>1,849</u>
EXPENDITURES			
Judicial	447	436	11
Total expenditures	<u>447</u>	<u>436</u>	<u>11</u>
Excess revenues over expenditures	<u>27,553</u>	<u>29,413</u>	<u>1,860</u>
FUND BALANCES, beginning of year	<u>119,645</u>	<u>119,645</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 147,198</u></u>	<u><u>\$ 149,058</u></u>	<u><u>\$ 1,860</u></u>

**GLYNN COUNTY, GEORGIA
COUNTY JAIL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Penalties/fines/forfeitures				
Court penalties - jail operation	\$ 120,000	\$ 150,479	\$ 113,984	\$ (36,495)
Total revenues	<u>120,000</u>	<u>150,479</u>	<u>113,984</u>	<u>(36,495)</u>
EXPENDITURES				
Public safety				
County jail	761	108,115	22,575	85,540
Total expenditures	<u>761</u>	<u>108,115</u>	<u>22,575</u>	<u>85,540</u>
Excess revenues over expenditures	<u>119,239</u>	<u>42,364</u>	<u>91,409</u>	<u>49,045</u>
OTHER FINANCING SOURCES (USES)				
Transfers out				
General Fund	-	(38,934)	(38,934)	-
Total other financing (uses)	<u>-</u>	<u>(38,934)</u>	<u>(38,934)</u>	<u>-</u>
Excess revenues over expenditures and other financing (uses)	119,239	3,430	52,475	49,045
FUND BALANCES, beginning of year	<u>216,963</u>	<u>216,963</u>	<u>216,963</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 336,202</u></u>	<u><u>\$ 220,393</u></u>	<u><u>\$ 269,438</u></u>	<u><u>\$ 49,045</u></u>

**GLYNN COUNTY, GEORGIA
ACCOMMODATION EXCISE TAX FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other taxes				
Accommodation excise tax	\$ 3,290,000	\$ 3,430,000	\$ 3,723,081	\$ 293,081
Penalties on delinquent taxes	-	-	2,173	2,173
Total other taxes	<u>3,290,000</u>	<u>3,430,000</u>	<u>3,725,254</u>	<u>295,254</u>
Other revenue				
Recreation and parks	<u>316,329</u>	<u>314,742</u>	<u>315,927</u>	<u>1,185</u>
Total revenues	<u>3,606,329</u>	<u>3,744,742</u>	<u>4,041,181</u>	<u>296,439</u>
EXPENDITURES				
General government	103,162	122,599	90,672	31,927
Public works	54,900	54,900	52,077	2,823
Culture and recreation	1,084,820	1,180,585	1,066,550	114,035
Housing and community development	<u>1,782,505</u>	<u>1,929,230</u>	<u>1,907,262</u>	<u>21,968</u>
Total expenditures	<u>3,025,387</u>	<u>3,287,314</u>	<u>3,116,561</u>	<u>170,753</u>
Excess revenues over expenditures	<u>580,942</u>	<u>457,428</u>	<u>924,620</u>	<u>467,192</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)				
General Fund	<u>(580,942)</u>	<u>(502,755)</u>	<u>(922,697)</u>	<u>(419,942)</u>
Total other financing (uses)	<u>(580,942)</u>	<u>(502,755)</u>	<u>(922,697)</u>	<u>(419,942)</u>
Excess revenues over (under) expenditures and other financing (uses)	-	(45,327)	1,923	47,250
FUND BALANCES, beginning of year	<u>9,569</u>	<u>9,569</u>	<u>9,569</u>	<u>-</u>
FUND BALANCES (deficit), end of year	<u>\$ 9,569</u>	<u>\$ (35,758)</u>	<u>\$ 11,492</u>	<u>\$ 47,250</u>

GLYNN COUNTY, GEORGIA

SCHEDULE OF REQUIRED EXPENDITURES
GENERATED BY THE HOTEL/MOTEL TAX
YEAR ENDED JUNE 30, 2003

Revenue:	
Hotel/motel taxes	\$ 3,723,081
Total Hotel/motel taxes	<u>\$ 3,723,081</u>
Expenditures:	
Tourism expenditures	\$ 1,907,262
Lighting at exits on I-95	52,077
Total expenditures	<u>\$ 1,959,339</u>
Percentage of expenditures to revenues	<u>53%</u>

**GLYNN COUNTY, GEORGIA
LAW ENFORCEMENT BLOCK GRANT**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest revenue	\$ -	\$ -	\$ 306	\$ 306
Grant revenue				
Law Enforcement Block Grant	-	254,743	58,423	(196,320)
Total revenues	-	254,743	58,729	(196,014)
EXPENDITURES				
Public safety				
Law Enforcement Block Grant expenditures	13,747	268,490	72,324	196,166
Total expenditures	13,747	268,490	72,324	196,166
Deficiency of revenues over expenditures	(13,747)	(13,747)	(13,595)	152
OTHER FINANCING SOURCES (USES)				
Transfers in				
Police Seizure Fund	-	-	7,232	7,232
Total other financing sources	-	-	7,232	7,232
Deficiency of revenues and other financing sources over expenditures	(13,747)	(13,747)	(6,363)	7,384
FUND BALANCES, beginning of year	16,122	16,122	16,122	-
FUND BALANCES, end of year	<u>\$ 2,375</u>	<u>\$ 2,375</u>	<u>\$ 9,759</u>	<u>\$ 7,384</u>

**GLYNN COUNTY, GEORGIA
DRUG COURT GRANT**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines and forfeitures	\$ 50,000	\$ 72,100	\$ 86,708	\$ 14,608
Reimbursements from other agencies				
Reimbursement from City of Brunswick	25,000	25,000	25,000	-
Reimbursement from Camden County	113,000	113,000	113,000	-
Total reimbursements	<u>138,000</u>	<u>138,000</u>	<u>138,000</u>	<u>-</u>
Interest revenue	-	-	906	906
Other revenue	-	-	5,000	5,000
Grant revenue				
Drug Ct Grant Dept of Human Resource	260,000	260,000	265,138	5,138
Total grant revenues	<u>260,000</u>	<u>260,000</u>	<u>265,138</u>	<u>5,138</u>
Total revenues	<u>448,000</u>	<u>470,100</u>	<u>495,752</u>	<u>25,652</u>
EXPENDITURES				
Judicial				
Drug court grant	525,460	556,363	514,683	41,680
Total expenditures	<u>525,460</u>	<u>556,363</u>	<u>514,683</u>	<u>41,680</u>
Deficiency of revenues under expenditures	<u>(77,460)</u>	<u>(86,263)</u>	<u>(18,931)</u>	<u>67,332</u>
OTHER FINANCING SOURCES (USES)				
Transfers in				
General Fund	111,708	111,708	111,708	-
Total other financing sources	<u>111,708</u>	<u>111,708</u>	<u>111,708</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures	34,248	25,445	92,777	67,332
FUND BALANCES, beginning of year	<u>216,012</u>	<u>216,012</u>	<u>216,012</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 250,260</u>	<u>\$ 241,457</u>	<u>\$ 308,789</u>	<u>\$ 67,332</u>

**GLYNN COUNTY, GEORGIA
COUNTY ATHLETIC FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other revenue				
Recreation fees	\$ 217,085	\$ 217,085	\$ 135,746	\$ (81,339)
Total revenues	<u>217,085</u>	<u>217,085</u>	<u>135,746</u>	<u>(81,339)</u>
EXPENDITURES				
Culture and recreation				
Recreation and parks	191,342	191,042	123,693	67,349
Total expenditures	<u>191,342</u>	<u>191,042</u>	<u>123,693</u>	<u>67,349</u>
Excess revenues over expenditures	<u>25,743</u>	<u>26,043</u>	<u>12,053</u>	<u>(13,990)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out				
General Fund	(25,743)	(26,043)	(12,053)	13,990
Total other financing sources	<u>(25,743)</u>	<u>(26,043)</u>	<u>(12,053)</u>	<u>13,990</u>
Excess revenues and other financing sources over expenditures	-	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**GLYNN COUNTY, GEORGIA
SHERIFF DRUG SEIZURE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	Budgeted Amounts		Variance with Final Budget
	Original and Final	Actual	
REVENUES			
Interest revenue	\$ 118	\$ 2	\$ (116)
Total revenues	<u>118</u>	<u>2</u>	<u>(116)</u>
EXPENDITURES			
Public safety			
Sheriff			
Sheriff confiscated money	118	123	(5)
Total expenditures	<u>118</u>	<u>123</u>	<u>(5)</u>
Deficiency of revenues over expenditures	-	(121)	(121)
FUND BALANCES, beginning of year	<u>8,103</u>	<u>8,103</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 8,103</u></u>	<u><u>\$ 7,982</u></u>	<u><u>\$ (121)</u></u>

**GLYNN COUNTY, GEORGIA
INSURANCE PREMIUM TAX FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other taxes				
Local insurance premium tax	\$ 1,673,000	\$ 1,882,517	\$ 1,847,282	\$ (35,235)
Total revenues	<u>1,673,000</u>	<u>1,882,517</u>	<u>1,847,282</u>	<u>(35,235)</u>
EXPENDITURES				
General government				
Internal service charges	<u>3,499</u>	<u>3,499</u>	<u>3,197</u>	<u>302</u>
Public works				
Street lighting	<u>135,000</u>	<u>135,000</u>	<u>132,290</u>	<u>2,710</u>
Total expenditures	<u>138,499</u>	<u>138,499</u>	<u>135,487</u>	<u>3,012</u>
Excess revenues over expenditures	<u>1,534,501</u>	<u>1,744,018</u>	<u>1,711,795</u>	<u>(32,223)</u>
OTHER FINANCING (USES)				
Transfers out				
General Fund	(836,174)	(931,287)	(909,788)	21,499
Fire Protection District	(400,000)	(481,227)	(474,877)	6,350
Sea Island Special Police Fund	(197,077)	(218,724)	(215,838)	2,886
Sanitation Collection	<u>(101,250)</u>	<u>(112,780)</u>	<u>(111,292)</u>	<u>1,488</u>
Total other financing (uses)	<u>(1,534,501)</u>	<u>(1,744,018)</u>	<u>(1,711,795)</u>	<u>32,223</u>
Excess revenues over expenditures and other financing (uses)	-	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GLYNN COUNTY, GEORGIA

**SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS (SPLOST #2)
Year Ended June 30, 2003**

<u>Project Description</u>	<u>Original Estimated Cost</u>	<u>Revised Estimated Cost</u>	<u>Expenditures</u>		
			<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
New Courthouse	\$ 10,900,000	\$ 13,631,000	\$ 13,630,919	\$ -	\$ 13,630,919
New Courthouse Construction Repairs	159,975	344,600	399,780	-	399,780
Renovation of Old Courthouse	1,500,000	1,402,200	1,402,131	-	1,402,131
Renovation of Courthouse Annex	3,900,000	4,366,400	4,359,960	-	4,359,960
Roads and Drainage	13,550,000	20,086,000	19,864,587	-	19,864,587
Sign Project	150,000	91,000	90,949	-	90,949
Total all Projects	<u>\$ 30,159,975</u>	<u>\$ 39,921,200</u>	<u>\$ 39,748,326</u>	<u>\$ -</u>	<u>\$ 39,748,326</u>

GLYNN COUNTY, GEORGIA

**SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS (SPLOST #3)
Year Ended June 30, 2003**

<u>Project Description</u>	<u>Original Estimated Cost</u>	<u>Revised Estimated Cost</u>	<u>Expenditures</u>		
			<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
Roads and Drainage	\$ 14,170,000	\$ 16,120,294	\$ 11,727,098	\$ 656,191	\$ 12,383,289
Public Safety Projects	11,260,000	18,217,700	16,592,939	1,010,319	17,603,258
Recreation Projects	5,000,000	5,342,065	5,303,549	11,470	5,315,019
Water & Sewer Projects	5,100,000	5,579,565	3,587,346	507,380	4,094,726
Public Buildings Projects	2,500,000	2,705,000	2,568,910	35,913	2,604,823
City of Brunswick Projects	19,200,000	19,200,000	19,200,000	-	19,200,000
Total all Projects	<u>\$ 57,230,000</u>	<u>\$ 67,164,624</u>	<u>\$ 58,979,842</u>	<u>\$ 2,221,273</u>	<u>\$ 61,201,115</u>

GLYNN COUNTY, GEORGIA

**SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS (SPLOST #4)
Year Ended June 30, 2003**

<u>Project Description</u>	<u>Original Estimated Cost</u>	<u>Revised Estimated Cost</u>	<u>Expenditures</u>		
			<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
Roads and Drainage	\$ 13,605,000	\$ 13,605,000	\$ -	\$ -	\$ -
Public Safety Projects	7,905,000	7,905,000	-	554,846	554,846
Recreation Projects	4,075,000	4,075,000	-	-	-
Road Equipment	450,000	450,000	-	-	-
Water & Sewer Projects	28,237,000	28,237,000	-	870,363	870,363
Public Buildings Projects	12,050,000	12,050,000	-	523,249	523,249
City of Brunswick Projects	<u>28,370,000</u>	<u>28,370,000</u>	<u>-</u>	<u>6,504,715</u>	<u>6,504,715</u>
Total all Projects	<u>\$ 94,692,000</u>	<u>\$ 94,692,000</u>	<u>\$ -</u>	<u>\$ 8,453,173</u>	<u>\$ 8,453,173</u>

Nonmajor Enterprise Funds

Operations of enterprise funds are designed to be self-supporting.

The **Solid Waste Disposal Fund** accounts for postclosure costs of the County landfill.

The **Solid Waste Collection Fund** accounts for the County's commercial and residential garbage and trash collection services. Financing is provided by property tax assessments, user fees and local insurance premium tax receipts.

The **Winchester Building Fund** accounts for the leasing of office space. Financing is provided by rents.

The **Revolving Loan Fund** accounts for the lending activities of the Fund. The Fund was established with the proceeds of a State grant.

GLYNN COUNTY, GEORGIA

**COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2003**

	Solid Waste Disposal	Solid Waste Collection	Winchester Building Fund	Revolving Loan	Totals
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	\$ 1,338,912	\$ 261,198	\$ 5,019	\$ 48,632	\$ 1,653,761
Accrued interest	-	-	-	44	44
Taxes receivable, net	-	30,283	-	-	30,283
Other receivables	-	70,381	-	-	70,381
Accounts receivable, net	-	138,517	-	-	138,517
Notes receivable, current	-	-	-	27,016	27,016
Due from other funds	-	121,689	-	-	121,689
Total current assets	<u>1,338,912</u>	<u>622,068</u>	<u>5,019</u>	<u>75,692</u>	<u>2,041,691</u>
RESTRICTED ASSETS					
Cash and cash equivalents	-	-	386,906	-	386,906
OTHER ASSETS					
Notes receivable, net of current portion	-	-	-	364,704	364,704
FIXED ASSETS, net of accumulated depreciation					
Total assets	<u>1,338,912</u>	<u>622,068</u>	<u>964,081</u>	<u>440,396</u>	<u>3,365,457</u>
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	956	181,169	2,291	-	184,416
Accrued interest payable	-	13,311	-	-	13,311
Due to other funds	493	17,242	58,303	2,833	78,871
Deferred revenue	-	524,039	-	-	524,039
Total current liabilities	<u>1,449</u>	<u>735,761</u>	<u>60,594</u>	<u>2,833</u>	<u>800,637</u>
LONG-TERM LIABILITIES					
Accrued closure/postclosure care costs	<u>1,826,900</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,826,900</u>
NET ASSETS					
Invested in capital assets, net of related debt	-	-	572,156	-	572,156
Unrestricted	(489,437)	(113,693)	331,331	437,563	165,764
Total net assets	<u>\$ (489,437)</u>	<u>\$ (113,693)</u>	<u>\$ 903,487</u>	<u>\$ 437,563</u>	<u>\$ 737,920</u>

GLYNN COUNTY, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	Solid Waste Disposal	Solid Waste Collection	Winchester Building Fund	Revolving Loan	Totals
OPERATING REVENUES					
Charges for services:					
Sanitation revenue	\$ -	\$ 961,557	\$ -	\$ -	\$ 961,557
Rental revenue	-	-	69,713	-	69,713
Interest revenue	-	-	-	13,877	13,877
Total operating revenues	<u>-</u>	<u>961,557</u>	<u>69,713</u>	<u>13,877</u>	<u>1,045,147</u>
OPERATING EXPENSES					
Costs of sales and services	-	227,920	50,435	3,118	281,473
General and administrative	110,145	1,547,703	-	-	1,657,848
Depreciation	-	-	41,720	-	41,720
Total operating expenses	<u>110,145</u>	<u>1,775,623</u>	<u>92,155</u>	<u>3,118</u>	<u>1,981,041</u>
Operating income (loss)	<u>(110,145)</u>	<u>(814,066)</u>	<u>(22,442)</u>	<u>10,759</u>	<u>(935,894)</u>
NONOPERATING REVENUES					
Property taxes	-	488,009	-	-	488,009
Penalties on delinquent taxes	-	1,643	-	-	1,643
Grant revenues	-	69,351	-	-	69,351
Intangible recording fees	-	25,536	-	-	25,536
Interest income	18,138	3,182	4,379	-	25,699
Total nonoperating revenues	<u>18,138</u>	<u>587,721</u>	<u>4,379</u>	<u>-</u>	<u>610,238</u>
Income (loss) before operating transfers	<u>(92,007)</u>	<u>(226,345)</u>	<u>(18,063)</u>	<u>10,759</u>	<u>(325,656)</u>
OPERATING TRANSFERS					
Transfers in	-	111,292	-	-	111,292
Transfers out	-	-	(25,000)	-	(25,000)
Total operating transfers	<u>-</u>	<u>111,292</u>	<u>(25,000)</u>	<u>-</u>	<u>86,292</u>
Change in net assets	(92,007)	(115,053)	(43,063)	10,759	(239,364)
NET ASSETS, beginning of year	<u>(397,430)</u>	<u>1,360</u>	<u>946,550</u>	<u>426,804</u>	<u>977,284</u>
NET ASSETS, end of year	<u>\$ (489,437)</u>	<u>\$ (113,693)</u>	<u>\$ 903,487</u>	<u>\$ 437,563</u>	<u>\$ 737,920</u>

GLYNN COUNTY, GEORGIA

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

	Solid Waste Disposal	Solid Waste Collection	Winchester Building Fund	Revolving Loan	Totals
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ -	\$ 1,188,100	\$ 121,146	\$ 13,852	\$ 1,323,098
Payments to suppliers	(204,619)	(1,506,604)	(38,527)	(375,139)	(2,124,889)
Payments to employees	-	(97,100)	-	-	(97,100)
Payments to interfund services used	(108)	(22,211)	(10,302)	(2,981)	(35,602)
Net cash provided by (used in) operating activities	(204,727)	(437,815)	72,317	(364,268)	(934,493)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Property tax revenues	-	488,009	-	-	488,009
Other revenues	-	96,530	-	-	96,530
Operating transfers to other funds	-	111,292	(25,000)	-	86,292
Net cash provided by (used in) noncapital financing activities	-	695,831	(25,000)	-	670,831
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest earned on operating cash	18,138	3,182	4,379	-	25,699
Net cash provided by investing activities	18,138	3,182	4,379	-	25,699
Net increase (decrease) in cash and cash equivalents	(186,589)	261,198	51,696	(364,268)	(237,963)
Cash and cash equivalents, beginning of year	1,525,501	-	340,229	412,900	2,278,630
Cash and cash equivalents, end of year	\$ 1,338,912	\$ 261,198	\$ 391,925	\$ 48,632	\$ 2,040,667
Classified as:					
Cash and cash equivalents	\$ 1,338,912	\$ 261,198	\$ 5,019	\$ 48,632	\$ 1,653,761
Restricted assets: cash and cash equivalents	-	-	386,906	-	386,906
	\$ 1,338,912	\$ 261,198	\$ 391,925	\$ 48,632	\$ 2,040,667

GLYNN COUNTY, GEORGIA

**COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003**

	<u>Solid Waste Disposal</u>	<u>Solid Waste Collection</u>	<u>Winchester Building Fund</u>	<u>Revolving Loan</u>	<u>Totals</u>
Reconciliation of operating income					
(loss) to net cash provided by (used in)					
operating activities:					
Operating income (loss)	\$ (110,145)	\$ (814,066)	\$ (22,442)	\$ 10,759	\$ (935,894)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	-	-	41,720	-	41,720
Change in assets and liabilities:					
(Increase) decrease:					
Taxes receivable	-	(13,599)	-	-	(13,599)
Accounts receivable	-	(138,517)	-	-	(138,517)
Due from other governments	-	4,977	-	-	4,977
Due from other funds	-	(115,055)	-	-	(115,055)
Notes receivable	-	-	-	(375,899)	(375,899)
Interest receivable	-	-	-	(25)	(25)
Increase (decrease):					
Accounts payable	(866)	138,953	1,606	-	139,693
Accrued liabilities	-	10,755	-	-	10,755
Due to General Fund	312	(21,458)	51,433	897	31,184
Closure/postclosure costs	(94,028)	-	-	-	(94,028)
Deferred revenues	-	510,195	-	-	510,195
Net cash provided by (used in) operating activities	<u>\$ (204,727)</u>	<u>\$ (437,815)</u>	<u>\$ 72,317</u>	<u>\$ (364,268)</u>	<u>\$ (934,493)</u>

Internal Service Funds

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

The **Employee Benefit Plan** accounts for the County's insurance claims related to health, life, workers compensation and unemployment. The fund is financed by charges to other County funds and agencies, employees who have elected dependent coverage, and former employees under COBRA arrangements.

The **County Insurance Fund** accounts for the County's insurance claims related to automobile and property damage, general liability, personal injury and errors and omissions. The fund is financed by charges to other County funds and agencies.

The **Administrative Service Fund** accounts for expenses of the Finance, Information Resources and Personnel departments and the costs of the annual audit performed by the independent CPA. The fund is financed by charges to other County funds and agencies.

**GLYNN COUNTY, GEORGIA
INTERNAL SERVICE FUNDS**

**COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2003**

ASSETS	Employee Benefit Plan	County Insurance	Administrative Services	Total
CURRENT ASSETS				
Cash and cash equivalents	\$ -	\$ 4,655	\$ -	\$ 4,655
Other receivables	169,786	-	-	169,786
Due from General Fund	963,497	-	210,426	1,173,923
Prepaid expenses	41,170	483,583	-	524,753
Total assets	1,174,453	488,238	210,426	1,873,117
LIABILITIES AND FUND EQUITY				
LIABILITIES				
CURRENT LIABILITIES				
Outstanding checks in excess of bank balance	280,321	-	-	280,321
Accounts payable	-	12,493	111,360	123,853
Claims payable	596,775	-	-	596,775
Accrued liabilities	-	-	136,013	136,013
Claims incurred but not reported	1,005,888	349,919	-	1,355,807
Due to General Fund	-	107,676	-	107,676
Total liabilities	1,882,984	470,088	247,373	2,600,445
NET ASSETS				
Unrestricted	\$ (708,531)	\$ 18,150	\$ (36,947)	\$ (727,328)

**GLYNN COUNTY, GEORGIA
INTERNAL SERVICE FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2003**

	Employee Benefit Plan	County Insurance	Administrative Services	Total
OPERATING REVENUES				
Reimbursement from other funds	\$ 4,953,497	\$ 913,812	\$ 3,294,119	\$ 9,161,428
Employee contributions	649,848	-	-	649,848
Reimbursement from other agencies	-	16,977	13,318	30,295
Other revenue	-	-	1,709	1,709
Total operating revenues	<u>5,603,345</u>	<u>930,789</u>	<u>3,309,146</u>	<u>9,843,280</u>
OPERATING EXPENSES				
Costs of sales and service	<u>6,312,793</u>	<u>853,410</u>	<u>3,413,364</u>	<u>10,579,567</u>
Operating income (loss)	<u>(709,448)</u>	<u>77,379</u>	<u>(104,218)</u>	<u>(736,287)</u>
NONOPERATING REVENUES				
Interest income	<u>917</u>	<u>-</u>	<u>-</u>	<u>917</u>
Change in net assets	<u>(708,531)</u>	<u>77,379</u>	<u>(104,218)</u>	<u>(735,370)</u>
TOTAL NET ASSETS, beginning of year	<u>-</u>	<u>(59,229)</u>	<u>67,271</u>	<u>8,042</u>
TOTAL NET ASSETS, end of year	<u>\$ (708,531)</u>	<u>\$ 18,150</u>	<u>\$ (36,947)</u>	<u>\$ (727,328)</u>

**GLYNN COUNTY, GEORGIA
INTERNAL SERVICE FUNDS**

**COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2003**

	Employee Benefit Plan	County Insurance	Administrative Services	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ -	\$ 16,977	\$ 15,027	\$ 32,004
Receipts from interfund services provided	4,822,100	913,812	3,194,134	8,930,046
Receipts from employees	649,848	-	-	649,848
Payments to suppliers	<u>(5,573,177)</u>	<u>(926,134)</u>	<u>(3,209,161)</u>	<u>(9,708,472)</u>
Net cash provided by (used in) operating activities	<u>(101,229)</u>	<u>4,655</u>	<u>-</u>	<u>(96,574)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends received	<u>917</u>	<u>-</u>	<u>-</u>	<u>917</u>
Net cash provided by investing activities	<u>917</u>	<u>-</u>	<u>-</u>	<u>917</u>
Net increase (decrease) in cash and cash equivalents	(100,312)	4,655	-	(95,657)
Cash and cash equivalents, beginning of year	<u>100,312</u>	<u>-</u>	<u>-</u>	<u>100,312</u>
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 4,655</u>	<u>\$ -</u>	<u>\$ 4,655</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (709,448)	\$ 77,379	\$ (104,218)	\$ (736,287)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Change in assets and liabilities:				
Decrease in other receivables	752,136	-	-	752,136
(Increase) decrease in due from other funds	(131,397)	34,045	(99,985)	(197,337)
(Increase) decrease in prepaid expenses	(6,581)	5,986	-	(595)
Increase (decrease) in outstanding checks in excess of bank balance	280,321	(9,245)	-	271,076
Increase (decrease) in accounts payable	-	(31,881)	97,874	65,993
Decrease in claims payable	(125,371)	-	-	(125,371)
Increase in accrued liabilities	-	-	106,329	106,329
Decrease in claims incurred but not reported	<u>(160,889)</u>	<u>(71,629)</u>	<u>-</u>	<u>(232,518)</u>
Net cash provided by (used in) operating activities	<u>\$ (101,229)</u>	<u>\$ 4,655</u>	<u>\$ -</u>	<u>\$ (96,574)</u>

TRUST AND AGENCY FUNDS

PENSION TRUST FUND

The Pension Trust Fund accounts for assets set aside for payment of employee retirement.

AGENCY FUNDS

The Tax Commissioner Fund accounts for all real, personal, intangible and intangible recording taxes collected and forwarded to the County and other governmental units.

The Sheriff's Office Fund accounts for collection of fees, proceeds from judicial sales, and cash bonds, which are disbursed to other agencies, the County, and individuals.

The following agency funds are used to account for fines, fees, and other monies collected by the courts and remitted to other parties in accordance with state statutes and court orders:

Child Support Receiver
Clerk of Superior Court
Clerk of State Court
Magistrate Court
Probate Court

GLYNN COUNTY, GEORGIA

**COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2003**

ASSETS	County	Agency Funds		
	Employees Pension Trust Fund	Child Support Receiver	Tax Commissioner	Clerk of Superior Court
Cash	\$ 3,211,467	\$ -	\$ 403,828	\$ 630,942
Investments, at fair value:				
Stocks	18,258,598	-	-	-
Bonds	13,874,309	-	-	-
U.S. Treasury Notes	973,064	-	-	-
Certificates of deposit	-	-	-	241,912
Other receivables	-	152	16,675	-
Accrued interest receivable	278,999	-	-	-
Due from other funds				
General Fund	302,639	-	-	-
Agency Funds	1,540	-	-	-
Total assets	36,900,616	152	420,503	872,854
LIABILITIES				
Due to other governmental agencies	-	-	291,140	181
Due to others	-	152	129,363	872,673
Due to Pension Trust Fund	-	-	-	-
Total liabilities	-	152	420,503	872,854
NET ASSETS				
Held in trust for pension benefits	\$ 36,900,616	\$ -	\$ -	\$ -

	Clerk of State Court	Magistrate Court	Probate Court	Sheriff's Office	Total Agency	Totals
\$	385,699	\$ 63,372	\$ 1,389	\$ 6,985	\$ 1,492,215	\$ 4,703,682
	-	-	-	-	-	18,258,598
	-	-	-	-	-	13,874,309
	-	-	-	-	-	973,064
	-	-	1,757,873	-	1,999,785	1,999,785
	329	-	-	-	17,156	17,156
	-	-	-	-	-	278,999
	-	-	-	-	-	302,639
	-	-	-	-	-	1,540
	<u>386,028</u>	<u>63,372</u>	<u>1,759,262</u>	<u>6,985</u>	<u>3,509,156</u>	<u>40,409,772</u>
	26,327	-	1,389	-	319,037	319,037
	358,445	63,088	1,757,873	6,985	3,188,579	3,188,579
	<u>1,256</u>	<u>284</u>	<u>-</u>	<u>-</u>	<u>1,540</u>	<u>1,540</u>
	<u>386,028</u>	<u>63,372</u>	<u>1,759,262</u>	<u>6,985</u>	<u>3,509,156</u>	<u>3,509,156</u>
<u>\$</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,900,616</u>

STATISTICAL SECTION

Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These tables reflect social and economic data, financial trends, and the fiscal capacity of the government.

The following statistical table that is recommended for inclusion by the Government Accounting Standards Board Statement 1 is not included for the reason below:

Special Assessment Billings and Collections - last 10 fiscal years. Glynn County has had no debt obligation with respect to special assessments in the last ten years.

GLYNN COUNTY, GEORGIA

**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
LAST TEN FISCAL YEARS**

(in thousands)

	<u>2003 (3)</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General government (2)	\$ 7,354	\$ 14,793	\$ 12,497	\$ 11,371	\$ 11,669
Judicial	5,397	-	-	-	-
Judiciary	-	-	-	-	-
Public safety	24,091	22,365	19,118	17,759	16,111
Public works	5,459	3,007	3,382	4,088	3,482
Public health and welfare	372	1,725	1,846	1,871	2,799
Culture and Recreation	3,449	3,832	3,659	3,547	3,486
Other Governmental Services	4,430	2,404	2,267	2,306	2,160
Libraries	-	-	-	-	-
Agricultural services	-	-	-	-	-
Insurance and bonds	-	-	-	-	-
Commissioner's Discretionary Fund	-	-	-	-	-
Special projects	-	-	-	-	-
Street lights and other	-	-	-	-	-
Capital projects	-	-	-	-	-
Debt service	185	1,177	272	158	166
Special revenue	-	-	-	-	-
Capital outlay	10,674	17,380	13,265	13,835	12,243
Financing obligations	-	-	-	-	-
	<u>\$ 61,411</u>	<u>\$ 66,683</u>	<u>\$ 56,306</u>	<u>\$ 54,935</u>	<u>\$ 52,116</u>

Notes: (1) - Includes only governmental fund types.

(2) - Expenditures in judiciary are included in general government beginning in 1996.

(3) - The functional expenditure categories were modified in 2003 from those used in prior years due to the adoption of GASB #34.

Table 1

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>
\$ 14,950	\$ 14,736	\$ 13,388	\$ 4,723	\$ 3,800
-	-	-	-	-
-	-	-	7,107	6,887
10,866	10,232	9,814	7,769	7,121
7,685	4,874	5,010	7,104	5,543
816	2,522	2,834	2,951	2,672
2,685	2,478	2,182	1,734	1,597
2,305	2,327	2,590	-	-
-	-	-	267	260
-	-	-	58	61
-	-	-	736	900
-	-	-	19	104
-	-	-	1,189	1,637
-	-	-	-	170
6,423	7,063	4,121	3,036	2,081
-	-	-	-	-
-	-	-	9	88
1,661	2,057	-	-	-
126	142	134	110	155
<u>\$ 47,517</u>	<u>\$ 46,431</u>	<u>\$ 40,073</u>	<u>\$ 36,812</u>	<u>\$ 33,076</u>

GLYNN COUNTY, GEORGIA

**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS**

(in thousands)

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Property taxes	\$ 21,769	\$ 21,479	\$ 19,101	\$ 18,180	\$ 18,375
Other taxes	33,378	32,324	32,741	32,878	29,332
Licenses and permits	1,220	1,202	1,346	1,213	1,170
Charges for services	2,108	-	-	-	-
Penalties/fines/forfeitures	2,132	2,435	2,302	2,348	2,653
Rental revenue	25	19	29	33	59
Other revenue	4,561	5,551	6,103	5,622	5,169
Sanitation fees	-	-	-	-	-
Special revenue	-	-	-	-	-
Debt service	-	-	-	-	-
Capital projects	-	-	-	-	-
Reimbursements	934	1,463	1,460	841	1,702
Grant revenue	2,163	1,526	1,086	1,515	693
	<u>\$ 68,290</u>	<u>\$ 65,999</u>	<u>\$ 64,168</u>	<u>\$ 62,630</u>	<u>\$ 59,153</u>

Notes: Does not include transfers from other funds.

(1) - Includes only governmental fund types.

Table 2

1998	1997	1996	1995	1994
\$ 15,666	\$ 15,473	\$ 15,427	\$ 15,383	\$ 14,214
13,825	13,148	12,691	11,287	9,946
1,258	1,071	980	864	845
-	-	-	-	-
2,262	2,274	2,181	2,523	2,182
66	59	58	51	51
4,331	4,162	4,081	3,570	2,826
744	698	696	566	352
-	-	-	5	106
-	-	-	1	-
12,489	4,652	689	1,035	694
1,468	857	1,102	1,039	1,056
956	815	720	661	524
<u>\$ 53,065</u>	<u>\$ 43,209</u>	<u>\$ 38,625</u>	<u>\$ 36,985</u>	<u>\$ 32,796</u>

GLYNN COUNTY, GEORGIA

**OPERATING REVENUES, EXPENSES AND INCOME OF ENTERPRISE FUNDS
LAST TEN FISCAL YEARS**

(in thousands)

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
OPERATING REVENUES:					
Water and Sewer	\$ 4,022	\$ 3,960	\$ 3,586	\$ 3,615	\$ 3,120
Winchester Building	70	70	229	229	224
Solid Waste Disposal	-	-	752	-	-
Revolving Loan Fund	14	10	23	21	20
Sanitation Collection Fund (2)	962	-	-	-	-
OPERATING EXPENSES: (1)					
Water and Sewer	4,539	3,656	4,194	3,274	3,364
Winchester Building	92	91	136	130	153
Solid Waste Disposal	110	41	4	11	18
Revolving Loan Fund	3	3	4	4	4
Sanitation Collection Fund	1,776	-	-	-	-
OPERATING INCOME (LOSS):					
Water and Sewer	(517)	305	(608)	341	(244)
Winchester Building	(22)	(22)	93	99	71
Solid Waste Disposal	(110)	(41)	747	(11)	(18)
Revolving Loan Fund	11	7	20	16	16
Sanitation Collection Fund	(814)	-	-	-	-

(1) Includes depreciation expense.

(2) The Sanitation Collection Fund was reclassified in 2003 as an enterprise fund type from a special revenue fund type.

Table 3

1998	1997	1996	1995	1994
\$ 2,735	\$ 2,509	\$ 2,359	\$ 2,409	\$ 2,436
224	228	233	231	227
270	835	1,441	2,769	2,325
20	19	18	18	13
-	-	-	-	-
3,299	3,002	3,015	2,557	2,501
140	140	166	138	135
1,234	1,157	3,125	1,707	1,640
2	2	1	2	1
-	-	-	-	-
(564)	(493)	(656)	(249)	(65)
84	88	67	96	92
(964)	(322)	(1,683)	1,062	684
18	17	17	17	12
-	-	-	-	-

GLYNN COUNTY, GEORGIA

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Tax Year	Fiscal Year Ended June 30,	Levy	Collections and Credits to June 30, 2002	Taxes Receivable June 30, 2002
2002	2003	\$ 20,019,914	\$ -	\$ -
2001	2002	19,039,250	18,596,980	442,270
2000	2001	17,022,254	16,807,655	214,599
1999	2000	16,518,085	16,424,329	93,756
1998	1999	16,017,325	16,006,136	11,189
1997	1998	15,120,021	15,112,446	7,575
1996	1997	14,257,659	14,254,651	3,008
1995	1996	14,040,386	14,035,425	4,961
1994	1995	15,105,955	15,104,757	1,198
1993	1994	14,423,878	14,421,838	2,040
Prior to 1992		-	-	31,575
		<u>\$ 161,564,727</u>	<u>\$ 140,764,217</u>	<u>\$ 812,171</u>

Table 4

<u>Current Year Collections and Credits</u>	<u>Taxes Receivable June 30, 2003</u>	<u>Total Collections as Percent of Levy</u>	<u>Outstanding Delinquent Taxes as % of Levy</u>
\$ 18,816,783	\$ 1,203,131	93.99 %	6.01 %
306,286	135,984	97.68	2.32
119,503	95,096	99.44	0.56
61,381	32,375	99.80	0.20
7,833	3,356	99.98	0.02
3,625	3,950	99.97	0.03
1,172	1,836	99.99	0.01
1,347	3,614	99.97	0.03
201	997	99.99	0.01
1,174	866	99.99	0.01
498	31,077		
<u>\$ 19,319,803</u>	<u>\$ 1,512,282</u>		

GLYNN COUNTY, GEORGIA

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(in thousands)**

Fiscal Year	Real Property Value		Personal Property Value		Motor Vehicles Value	
	Assessed	Estimated	Assessed	Estimated	Assessed	Estimated
2003	\$ 2,735,815	\$ 6,839,538	\$ 356,425	\$ 891,063	\$ 185,034	\$ 462,585
2002	2,040,615	5,101,538	357,514	893,785	179,301	448,253
2001	1,942,560	4,856,400	331,040	827,600	224,494	561,235
2000	1,680,503	4,201,258	314,211	785,528	187,254	468,135
1999	1,585,920	3,964,800	328,573	821,433	141,970	354,925
1998	1,450,225	3,625,563	288,807	722,018	141,970	354,925
1997	1,292,869	3,232,173	208,849	522,123	126,372	315,930
1996	1,377,575	3,443,938	224,299	560,748	110,194	275,485
1995	1,144,295	2,860,738	231,382	578,456	96,222	240,555
1994	1,092,700	2,731,750	212,891	532,228	87,374	218,435

NOTE: Total assessed value is based on approximately 40 percent of estimated value, except for timber, which is assessed at 100 percent of estimated value.

Table 5

Mobile Homes Value		Public Utilities Value		Timber Value and Heavy Duty Equipment		Total Value	
Assessed	Estimated	Assessed	Estimated	Assessed	Estimated	Assessed	Estimated
\$ 11,691	\$ 29,228	\$ 61,497	\$ 153,743	\$ 9,219	\$ 9,219	\$ 3,359,681	\$ 8,385,376
15,219	38,048	62,937	157,343	11,840	11,873	2,667,426	6,650,840
14,457	36,143	63,581	158,953	9,693	10,392	2,585,825	6,450,723
12,300	30,750	73,114	182,785	10,653	10,653	2,278,035	5,679,109
10,925	27,313	69,426	173,565	8,379	8,379	2,145,193	5,350,415
10,909	27,273	68,348	170,870	5,887	5,887	1,966,146	4,906,535
8,564	21,410	68,348	170,870	6,475	6,475	1,711,477	4,268,981
6,230	15,575	68,348	170,870	3,471	3,471	1,790,117	4,470,087
6,257	15,642	69,578	173,945	4,068	4,068	1,551,802	3,873,404
5,862	14,655	69,720	174,300	5,174	5,174	1,473,721	3,676,542

GLYNN COUNTY, GEORGIA

Table 6

**PROPERTY TAX RATES - ALL TAX DISTRICTS
(Per \$1,000 of Assessed Value)
LAST TEN FISCAL YEARS**

Fiscal Year	Taxing District	County General Fund	County Bonds	State of Georgia	School General Fund	School Bonds	Special Districts	Total County, School and State
2003	1	5.95	0.00	0.25	16.50	0.71	0.00	23.41
	2	5.95	0.00	0.25	16.50	0.71	0.19	23.60
	3	5.95	0.00	0.25	16.50	0.71	2.12	25.53
	4	5.95	0.00	0.25	16.50	0.71	2.12	25.53
	5	5.95	0.00	0.25	16.50	0.71	2.46	25.87
	6	5.33	0.00	0.25	16.50	0.71	0.00	22.79
2002	1	6.99	0.00	0.25	16.39	0.83	0.00	24.46
	2	6.99	0.00	0.25	16.39	0.83	0.26	24.72
	3	6.99	0.00	0.25	16.39	0.83	2.28	26.74
	4	6.99	0.00	0.25	16.39	0.83	2.28	26.74
	5	6.99	0.00	0.25	16.39	0.83	2.40	26.86
	6	6.07	0.00	0.25	16.39	0.83	0.00	23.54
2001	1	6.99	0.00	0.25	16.99	0.90	0.00	25.13
	2	6.07	0.00	0.25	16.99	0.90	0.26	24.47
	3	6.99	0.00	0.25	16.99	0.90	2.28	27.41
	4	6.99	0.00	0.25	16.99	0.90	2.28	27.41
	5	6.99	0.00	0.25	16.99	0.90	2.81	27.94
	6	6.99	0.00	0.25	16.99	0.90	0.00	25.13
2000	1	6.99	0.00	0.25	16.57	0.93	0.00	24.74
	2	6.99	0.00	0.25	16.57	0.93	0.40	25.14
	3	6.99	0.00	0.25	16.57	0.93	2.42	27.16
	4	6.99	0.00	0.25	16.57	0.93	2.42	27.16
	5	6.99	0.00	0.25	16.57	0.93	2.98	27.72
	6	6.07	0.00	0.25	16.57	0.93	0.00	23.82
1999	1	7.22	0.00	0.25	16.12	1.04	0.00	24.63
	2	7.22	0.00	0.25	16.12	1.04	0.49	25.12
	3	7.22	0.00	0.25	16.12	1.04	2.00	26.63
	4	7.22	0.00	0.25	16.12	1.04	2.00	26.63
	5	7.22	0.00	0.25	16.12	1.04	2.56	27.19
	6	6.30	0.00	0.25	16.12	1.04	0.00	23.71
1998	1	7.52	0.00	0.25	16.05	1.11	0.00	24.93
	2	7.52	0.00	0.25	16.05	1.11	0.58	25.51
	3	7.52	0.00	0.25	16.05	1.11	2.09	27.02
	4	7.52	0.00	0.25	16.05	1.11	2.09	27.02
	5	7.52	0.00	0.25	16.05	1.11	2.69	27.62
	6	6.56	0.00	0.25	16.05	1.11	0.00	23.97
1997	1	7.52	0.00	0.25	16.02	1.14	0.00	24.93
	2	7.52	0.00	0.25	16.02	1.14	0.58	25.51
	3	7.52	0.00	0.25	16.02	1.14	2.09	27.02
	4	7.52	0.00	0.25	16.02	1.14	2.09	27.02
	5	7.52	0.00	0.25	16.02	1.14	2.77	27.70
	6	6.54	0.00	0.25	16.02	1.14	0.00	23.95

(Continued)

GLYNN COUNTY, GEORGIA

Table 6

**PROPERTY TAX RATES - ALL TAX DISTRICTS
(Per \$1,000 of Assessed Value)
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Taxing District</u>	<u>County General Fund</u>	<u>County Bonds</u>	<u>State of Georgia</u>	<u>School General Fund</u>	<u>School Bonds</u>	<u>Special Districts</u>	<u>Total County, School and State</u>
1996	1	7.52	0.00	0.25	17.29	0.17	0.00	25.23
	2	7.52	0.00	0.25	17.29	0.17	0.78	26.01
	3	7.52	0.00	0.25	17.29	0.17	2.29	27.52
	4	7.52	0.00	0.25	17.29	0.17	2.29	27.52
	5	7.52	0.00	0.25	17.29	0.17	2.97	28.20
	6	6.58	0.00	0.25	17.29	0.17	0.00	24.29
1995	1	8.19	0.00	0.25	18.18	0.08	0.00	26.70
	2	8.19	0.00	0.25	18.18	0.08	0.78	27.48
	3	8.19	0.00	0.25	18.18	0.08	2.29	28.99
	4	8.19	0.00	0.25	18.18	0.08	2.29	28.99
	5	8.19	0.00	0.25	18.18	0.08	2.97	29.67
	6	7.08	0.00	0.25	18.18	0.08	0.00	25.59
1994	1	8.19	0.05	0.25	17.98	0.28	0.00	26.75
	2	8.19	0.05	0.25	17.98	0.28	0.78	27.53
	3	8.19	0.05	0.25	17.98	0.28	2.29	29.04
	4	8.19	0.05	0.25	17.98	0.28	2.29	29.04
	5	8.19	0.05	0.25	17.98	0.28	2.97	29.72
	6	7.10	0.05	0.25	17.98	0.28	0.00	25.66

Taxing Districts

1. Brunswick
2. Outlying District
3. Ballard, Blythe Island
4. St. Simons Island
5. Sea Island
6. Jekyll Island

NOTE: The Glynn County Tax Commissioner's office collects all taxes levied for the School General Fund and the School Bond Fund. These monies are turned over to the Glynn County Board of Education. Board of Education is a separate entity that is independent of the Glynn County Board of Commissioners.

(Concluded)

GLYNN COUNTY, GEORGIA

Table 7

**PRINCIPAL TAXPAYERS
JUNE 30, 2003 AND 2002**

<u>Taxpayer</u>	<u>2003</u>		<u>2002</u>	
	<u>Assessed Valuation (in thousands)</u>	<u>Percentage of Assessed Valuation to Total County Assessed Valuation</u>	<u>Assessed Valuation (in thousands)</u>	<u>Percentage of Assessed Valuation to Total County Assessed Valuation</u>
Georgia Pacific Corporation	\$ 96,932	2.89 %	\$ 81,762	3.07 %
Sea Island Company	85,066	2.53	89,240	3.35
Georgia Power Company	42,215	1.26	42,759	1.60
Sea Island Coastal Properties	25,957	0.77	-	0.00
Bell South	14,102	0.42	-	0.00
Millennium Specialty Chemicals, Inc.	12,863	0.38	13,518	0.51
Hercules, Inc.	12,697	0.38	12,892	0.48
H&P Investments, Inc.	10,850	0.32	-	0.00
Precision Metal, Inc.	10,535	0.31	-	0.00
Colonial Realty Lmt. Partnership	10,034	0.30	10,037	0.38
	<u>\$ 321,251</u>	<u>9.56 %</u>	<u>\$ 250,208</u>	<u>9.39 %</u>

Source: Glynn County Tax Assessor

GLYNN COUNTY, GEORGIA

Table 8

COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2003
(in thousands)

Total Assessed Value of Taxable Property		\$	3,359,681
Less Exemptions for Bond Purposes			<u>-</u>
Net Assessed Valuation of Taxable Property		\$	<u>3,359,681</u>
Debt Limit - 10% of Assessed Value		\$	335,968
Amount of Debt Application to Debt Limit:			
Total bonded debt	\$	13,430	
Less Water and Sewer Revenue Bonds		<u>13,430</u>	
Total debt applicable to debt limit			<u>-</u>
Legal Debt Margin		\$	<u>335,968</u>

NOTE: The constitutional debt limit for direct general obligation tax bonds which may be issued by the Commissioners of Glynn County is 10% of the assessed valuation of taxable property within the County.

GLYNN COUNTY, GEORGIA

**RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(in thousands)**

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Population (Note 1)	<u>68</u>	<u>68</u>	<u>68</u>	<u>62</u>	<u>62</u>
Assessed value	<u>\$ 3,359,681</u>	<u>\$ 2,667,426</u>	<u>\$ 2,585,825</u>	<u>\$ 2,278,035</u>	<u>\$ 2,145,193</u>
Gross bonded debt	\$ -	\$ -	\$ -	\$ 4,000	\$ 5,000
Less reserve for general bond debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net bonded debt	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,000</u>	<u>\$ 5,000</u>
Ratio of net bonded debt to assessed values	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.0018</u>	<u>0.0023</u>
Net bonded debt to per capita	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64.52</u>	<u>\$ 80.65</u>

Note 1. Population figures for 1992 through 2000 and 2002 are estimates. 2001 figures are based on actual 2000 census.

Table 9

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>
<u>62</u>	<u>62</u>	<u>62</u>	<u>62</u>	<u>62</u>
<u>\$ 1,966,146</u>	<u>\$ 1,711,477</u>	<u>\$ 1,790,117</u>	<u>\$ 1,551,802</u>	<u>\$ 1,473,721</u>
\$ 4,800	\$ 3,200	\$ 3,775	\$ 3,950	\$ 5,000
-	-	-	-	-
<u>\$ 4,800</u>	<u>\$ 3,200</u>	<u>\$ 3,775</u>	<u>\$ 3,950</u>	<u>\$ 5,000</u>
<u>0.0024</u>	<u>0.0019</u>	<u>0.0021</u>	<u>0.0025</u>	<u>0.0034</u>
<u>\$ 77.42</u>	<u>\$ 51.61</u>	<u>\$ 60.89</u>	<u>\$ 63.71</u>	<u>\$ 80.65</u>

GLYNN COUNTY, GEORGIA

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL
BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
(in thousands)**

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General Governmental Expenditures	\$ 61,411	\$ 66,683	\$ 56,306	\$ 54,935	\$ 52,116
Debt Service Expenditures for General Bonded Debt	-	1,177	272	158	166
Ratio (%) of Debt Service Expenditures to General Governmental Expenditures	0.00%	1.76%	0.48%	0.29%	0.32%

Table 10

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>
\$ 47,517	\$ 46,431	\$ 40,073	\$ 36,812	\$ 33,076
126	142	134	110	103
0.27%	0.31%	0.33%	0.30%	0.31%

GLYNN COUNTY, GEORGIA

Table 11

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2003

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to Glynn County</u>	<u>Amount Applicable to Glynn County</u>
Direct:			
Glynn County	\$ -	100%	\$ -
Total	<u>\$ -</u>		<u>\$ -</u>

GLYNN COUNTY, GEORGIA

Table 12

**REVENUE BOND COVERAGE
WATER AND SEWER BONDS
LAST TEN FISCAL YEARS
(in thousands)**

Fiscal Year	(1) Gross Revenue	(2) Direct Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2003	\$ 4,108	\$ 3,604	\$ 504	\$ 140	\$ 77	\$ 217	\$ 2.32
2002	4,087	2,776	1,311	130	82	212	6.18
2001	4,048	3,368	680	125	94	219	3.11
2000	4,032	2,565	1,467	115	101	216	6.79
1999	3,468	2,560	908	110	108	218	4.17
1998	3,058	2,384	674	105	111	216	3.12
1997	2,598	2,045	553	95	120	215	2.57
1996	2,622	2,094	528	90	126	216	2.44
1995	2,360	1,542	818	85	131	216	3.79
1994	2,433	1,508	925	80	136	216	4.28

(1) Gross revenue includes operating revenue, operating grants, interest, rental income and reimbursement.

(2) Direct operating expenses do not include depreciation.

GLYNN COUNTY, GEORGIA

DEMOGRAPHIC STATISTICS LAST TEN FISCAL YEARS

	2003	2002	2001	2000	1999
1 School Enrollment	11,230	11,827	11,892	11,246	11,204
2 Average Unemployment Rate	8.5%	2.8%	3.4%	4.0%	4.9%
3 Registered Voters	32,767	32,575	33,909	33,909	34,006
4 Major Employers:					
Federal Law Enforcement, Training Center	2,300	2,000	2,000	1,874	1,819
Sea Island Company	1,800	2,000	1,800	1,800	1,600
Glynn County Board of Education	1,700	1,650	1,653	1,648	1,724
Southeast Georgia Regional Medical Cente	1,200	1,178	1,040	1,466	1,500
Jekyll Island Authority	850	500	470	500	400
Glynn County Board of Commissioners	807	725	790	816	816
Georgia Pacific Corporation	790	782	782	782	750
Rich-Sea Pak Company	725	515	515	515	675
Wal Mart	570	537	500	500	-
King & Prince Seafood	520	520	520	520	520
City of Brunswick	372	400	-	-	-
Hercules, Inc.	356	400	400	400	400

Sources:

- 1 Glynn County Board of Education
- 2 Georgia Department of Labor
- 3 Glynn County Board of Election
- 4 Brunswick Golden Isles Chamber of Commerce

Table 13

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>
10,929	11,009	10,976	10,722	10,573
3.5%	3.5%	3.5%	4.2%	4.5%
37,562	39,292	35,997	31,645	29,816
1,814	1,814	1,510	1,510	1,410
1,500	1,330	1,298	1,250	1,250
1,673	1,850	1,800	1,800	1,600
1,500	1,500	1,300	1,570	1,250
380	380	-	-	-
774	776	765	761	740
773	947	977	825	850
725	775	650	825	800
-	-	-	-	-
498	620	575	564	640
-	-	-	-	-
400	417	415	450	500

GLYNN COUNTY, GEORGIA

Table 14

**DEMOGRAPHIC STATISTICS
POPULATION**

<u>Year</u>	<u>Population</u>	<u>Increase</u>	<u>% Increase Decrease)</u>
1910	15,720	1,403	9.8%
1920	19,370	3,650	23.2%
1930	19,400	30	0.2%
1940	21,920	2,520	13.0%
1950	29,046	7,126	32.5%
1960	41,954	12,908	44.4%
1970	50,528	8,574	20.4%
1980	54,981	4,453	8.8%
1990	62,496	7,515	13.7%
2000	67,880	5,384	8.6%

Source: Census Bureau, U.S. Department of Commerce

GLYNN COUNTY, GEORGIA

Table 15

**PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS
LAST TEN FISCAL YEARS
(value columns in thousands)**

<u>Fiscal Year</u>	(1)	(2)		(2)		(3)
	<u>Property Value</u>	<u>Commercial Construction Number of Permits</u>	<u>Value</u>	<u>Residential Construction Number of Units</u>	<u>Value</u>	<u>Bank Deposits Commercial Savings & Loan</u>
2003	\$ 8,385,385	28	\$ 24,902	539	\$ 95,949	\$ (4)
2002	5,101,538	46	39,160	481	89,735	1,016,117
2001	4,856,400	45	30,856	494	117,075	951,781
2000	4,201,258	33	31,401	512	95,748	892,840
1999	3,964,800	161	23,310	867	106,101	860,656
1998	3,625,563	51	26,738	519	82,948	820,351
1997	3,232,173	46	16,883	461	76,868	833,740
1996	3,443,938	34	12,256	500	57,423	783,921
1995	2,860,738	46	16,420	373	42,031	736,580
1994	2,731,750	41	5,034	431	45,520	672,742

Note: Residential construction figures include single-family and multi-family data.

- (1) Estimated actual value from Table 5
- (2) Source: Glynn County Building Inspector
- (3) Source: Georgia Department of Banking and Finance
- (4) Information not available

GLYNN COUNTY, GEORGIA

Table 16

**MISCELLANEOUS STATISTICAL INFORMATION
JUNE 30, 2003**

Date of incorporation	1777
Form of Government	Commission (7 members) County Administrator
Area	457 square miles
Number of traffic signals	64
County maintained miles of roads:	
Paved	505
Unimproved	42
Police Protection:	
Number of stations/substations	6
Number of policemen and officers	107
Fire Protection:	
Number of stations	8
Number of firemen and officers	68
Education: (elementary only)	
Attendance centers	9
Number of students	5,296
County Water System:	
Number of customers	9,855 (based on number of meters)
Total consumption	1,027,403 gallons (in thousands)
Miles of water mains	232 miles (approximately)
County Sewer System:	
Sanitary sewers	219 miles (approximately)
Building permits issued	1,326
Occupation tax certificates issued	3,449
Recreation and culture:	
Number of parks	47
Number of libraries	2
Number of volumes	300,247

GLYNN COUNTY, GEORGIA

Table 17

**SALARIES AND BONDS OF PRINCIPAL OFFICIALS
JUNE 30, 2003**

	<u>Bond</u>	<u>Salary</u>
Board of Commissioners:		
Alan Jerome Clark, Sr., Chairman	\$ (a)	\$ 10,195
Mark A. Bedner	(a)	7,937
Jeff Chapman	(a)	9,137
Thomas B. Clark	(a)	9,137
Cap N. Fendig, Jr.	(a)	7,937
Paul H. Lynn	(a)	7,937
Henri Woodman	(a)	7,937
State Court Judge - Orion L. Douglass	(a)	121,645
Interim County Administrator - William Gary Moore	(a)	122,262
Superior Court Judges:		
Stephen Scarlett	(a)	12,000 (b)
James R. Tuten	(a)	12,000 (b)
Amanda F. Williams	(a)	12,000 (b)
E. M. Wilkes	(a)	12,000 (b)
Juvenile Court Judge - Donald E. Manning	(a)	92,152
Probate Court Judge - Debra A. Howes	50,000	57,607
Magistrate Court Judge - Timothy L. Barton	50,000	85,152
Solicitor of State Court - Richard H. Taylor	(a)	66,905
District Attorney - Stephen D. Kelley	(a)	7,200 (b)
Clerk of State Court - William R. Killian, Jr.	125,000	72,987
Clerk of Superior Court / Child Support Receiver- Lola B. Jamsky	225,000	95,045
Sheriff - Wayne Bennett	75,000	82,077
Tax Commissioner - Florence A. Dees	150,000	82,388
Coroner - James C. Durden	12,500	20,895

(a) These officials and all other County employees are covered by a blanket \$100,000 bond.

(b) Includes County supplement only.

GLYNN COUNTY, GEORGIA

Table 18

**INSURANCE IN FORCE
JUNE 30, 2003**

	<u>Limits</u>	<u>Policy Number</u>	<u>Policy Dates</u>
1. <u>Public entity all lines aggregate insurance policy.</u> Landmark America Insurance Company General liability, law enforcement liability, public officials errors and omissions liability, automobile liability and public employee dishonesty coverage.	I. General Liability Protection: A. Comprehensive general liability: \$2,000,000 total limit \$1,000,000 each event limit \$2,000,000 in the annual aggregate B. Employee Benefit Plans Administration Liability Protection: \$2,000,000 each wrongful act limit \$2,000,000 total limit C. Law Enforcement Liability Protection: \$2,000,000 each wrongful act limit \$2,000,000 total limit D. Public Entity Management Liability Coverage: \$2,000,000 each wrongful act limit \$2,000,000 total limit claims made E. Automobile Liability Protection: \$2,000,000 comprehensive limit F. Electronic Data Processing Coverage: \$1,932,876 schedule of equipment \$1,000 deductible II. Self-insured Retention: \$100,000 each and every loss, \$250,000 aggregate	ALA1000077	04/01/2003 - 04/01/2004
2. <u>Property Insurance</u>			
a. Discovery Property and Casualty Company	1st Layer - \$10,000,000 any one loss or disaster: \$5,000,000 flood aggregate; \$5,000,000 earthquakes aggregate \$100,000 valuable papers \$100,000 property in transit \$100,000 self insured retention any one loss \$100,000 deductible except for loss caused by wind or windstorm Windstorm deductible 2% of value of damage with a minimum deductible of \$100,000	D004Z000020	04/01/2003 - 04/01/2004
b. Illinois Union Insurance Company	2nd Layer - \$25,000,000 per occurrence excess of \$10,000,000 per occurrence, with exception to earthquakes and building ordinance	WXA-663914-0/000	04/01/2003 - 04/01/2004
c. Royalty Indemnity Company	3rd Layer - \$57,657,296 per occurrence excess of \$35,000,000 per occurrence	R2HD328588	04/01/2003 - 04/01/2004

GLYNN COUNTY, GEORGIA

Table 18

**INSURANCE IN FORCE
JUNE 30, 2003**

	<u>Limits</u>	<u>Policy Number</u>	<u>Policy Dates</u>
3. <u>Boiler and Machinery Policy</u>			
Hartford Steam Boiler Inspection and Insurance Company	Comprehensive plus boiler on two locations: coverage - \$10,135,000 equipment breakdown limit, \$10,000,000 property damage \$100,000 business interruption \$1,000,000 newly acquired locations \$750 deductible direct Exception, \$2,000 deductible on sewer and water treatment plants	FBP0800348	04/01/2003 - 04/01/2004
4. <u>Excess Workers Compensation Policy</u>			
Safety National Casualty Corporation	Statutory Limits in excess of \$300,000 per occurrence. Liability maximum limits \$1,000,000 per occurrence	SP-4724-GA	04/01/2003 - 04/01/2004
5. <u>Aircraft Liability</u>			
Old Republic Insurance Company	\$2,000,000 combined bodily injury and property damage liability excluding passengers and chemical liability, each occurrence for 2 helicopters \$500,000 limited chemical combined bodily injury and property damage	AA322-03	04/01/2003 - 04/01/2004
6. <u>Contractors Equipment</u>			
Discovery Property and Casualty Company	Schedule of Equipment \$803,000 Replacement cost coverage \$10,000 deductible per occurrence Limit of \$100,000 per item and per occurrence	DRE5582901	04/01/2003 - 04/01/2004
7. <u>Fiduciary Liability - Glynn County</u>			
Defined Benefit Pension Plan Cincinnati Insurance Company	\$1,000,000 Trustee and Fiduciary Liability; \$1,000,000 Employee Benefits Administrators Liability \$2,500 retention each loss	#TFL8580547	11/08/2002 - 11/08/2003
8. <u>Commercial Crime</u>			
Landmark America Insurance Company	Coverage limits of insurance \$500,000 public employee dishonesty \$50,000 forgery or alteration \$50,000 money and securities on premises \$50,000 money and securities - messenger	ALA100077	04/01/2003 - 04/01/2004

COMPLIANCE SECTION

GLYNN COUNTY, GEORGIA
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2003

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-through Number</u>	<u>Federal Expenditures</u>
U.S. Federal Emergency Management Agency			
Pass-through from the Georgia Emergency Management Agency			
Emergency Services	83.516	FEMA-1033-DR-GA	\$ 3,960
Total U.S. Federal Emergency Management Agency			<u>3,960</u>
U.S. Department of Transportation			
Direct Award			
Transportation Security Administration	20.106	DTSA20-02-P-50236	229,609
Transportation Enhancement Activity	N/A	STP-000E (143)	200,000
Pass-through from the Georgia Department of Transportation			
FHWA Metropolitan Planning Program	20.505	DL-0003-00-980	13,405
FTA Section 5303 Planning Grant	20.505	MTG00 0109-00-008	<u>3,502</u>
Total Planning Grants			<u>16,907</u>
Total U.S. Department of Transportation			<u>446,516</u>
U.S. Department of Natural Resources			
Pass-through from the Georgia Department of Natural Resources			
Joint & Cooperative Institutes Grant	11.432	NA-07020113	34,500
Joint & Cooperative Institutes Grant	11.432	HP-990329-013	<u>25,000</u>
Total Joint & Cooperative Institutes Grant			<u>59,500</u>
Total U.S. Federal Emergency Management Agency			<u>59,500</u>
U.S. Department of Commerce, National Oceanic & Atmospheric Administration			
Direct Award			
Economic Development Administration	11.300	04-01-04414	<u>1,400,207</u>
Total U.S. Department of Commerce, National Oceanic & Atmospheric Administration			<u>1,400,207</u>
U.S. Department of Interior			
Direct Award			
U.S. Fish and Wildlife Service	15.608	1448-40181-99-G-093	<u>5,000</u>
			<u>5,000</u>

GLYNN COUNTY, GEORGIA
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2003

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-through Number</u>	<u>Federal Expenditures</u>
U.S. Department of Justice			
Direct Award			
Law Enforcement Block Grant – 2001	16.592	2001-LB-BX-3428	\$ 6,668
Law Enforcement Block Grant – 2002	16.592	2002-LB-BX-2674	<u>58,423</u>
Total Law Enforcement Block Grant			<u>65,091</u>
Bulletproof Vest Partnership	16.607	N/A	<u>12,720</u>
Pass-through from the Criminal Justice			
Coordinating Council			
Domestic Violence Grant	16.575	2001-VA-GX-0013	7,256
Domestic Violence Grant	16.575	2002-VA-GX-0013	<u>28,864</u>
Total Domestic Violence Grant			<u>36,120</u>
Pass-through from the Council of Juvenile			
Court Judges of Georgia			
Juvenile Accountability Incentive Block Grants	16.523	01B-ST-001	2,554
Juvenile Accountability Incentive Block Grants	16.523	02B-ST-0002	6,842
Juvenile Accountability Incentive Block Grants	16.523	01B-IC-0008	<u>26,116</u>
Total Juvenile Accountability Incentive Block Grants			<u>35,512</u>
Pass-through from the Department of			
Human Resources			
Southeast Coastal GA Reg-Drug Court	93.959	427-93-313019	<u>100,000</u>
Total U.S. Department of Justice			<u>249,443</u>
U.S. Department of Housing and Urban Development			
Pass-through from the Georgia Department of			
Community Affairs			
Georgia Lead Safe Homes Program	14.900	95L-Y-063-1-2619	<u>2,413</u>
Total U.S. Department of Housing and Urban Development			<u>2,413</u>
Total Federal Expenditures			<u>\$ 2,167,039</u>

Note: The accompanying schedule of expenditures of federal awards is prepared on the accrual basis of accounting.



CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS, LLC

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

**To the Board of Commissioners
of Glynn County, Georgia
Brunswick, Georgia**

We have audited the financial statements of Glynn County, Georgia (the "County"), as of and for the year ended June 30, 2003, and have issued our report thereon dated October 24, 2003. We did not audit the financial statements of the Glynn County Airport Commission or the Glynn County Board of Health. Those financial statements were audited by other auditors, whose reports have been furnished to us. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the County's combined financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards*, which are described in the accompanying schedule of findings and questioned costs as items B-1 and B-2.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Glynn County, Georgia's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management, the Board of Commissioners and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Macon, Georgia
October 24, 2003



CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS, LLC

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

**To the Board of Commissioners
of Glynn County, Georgia
Brunswick, Georgia**

Compliance

We have audited the compliance of Glynn County, Georgia (the "County") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2003. The County's major federal programs are identified in the summary of auditor results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2003.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management, the Board of Commissioners and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Macon, Georgia
October 24, 2003

GLYNN COUNTY, GEORGIA
Schedule of Findings and Questioned Costs
June 30, 2003

I. SCHEDULE OF FINDINGS AND QUESTIONED COSTS

A. SUMMARY OF AUDIT RESULTS:

1. The auditor's report expresses an unqualified opinion on the financial statements of Glynn County, Georgia.
2. No reportable conditions relating to the audit of the financial statements are reported in the Report on Compliance and on Internal Control Over Financial Reporting based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standard.
3. Two instances of noncompliance disclosed during the audit of the financial statements of Glynn County, Georgia are reported in the Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards, and are included in the Schedule of Findings and Questioned Costs as B-1 and B-2.
4. No reportable conditions relating to the audit of the major federal award programs is reported in the Report on Compliance with Requirement Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for Glynn County, Georgia expresses an unqualified opinion.
6. No audit findings relative to the major federal award programs were noted.
7. The program tested as a major program included: U.S. Department of Commerce, National Oceanic & Atmospheric Administration, Economic Development Administration, CFDA#11.300.
8. The threshold for distinguishing Type A and B programs was \$300,000.
9. Glynn County, Georgia was determined to be a low-risk auditee.

B. FINDINGS-FINANCIAL STATEMENTS AUDIT

1. Collateralization of deposits (repeat finding) -

Condition: At June 30, 2003, the Glynn County Probate Court's deposits held at financial institutions were not fully collateralized or insured in accordance with the Official Code of Georgia Annotated (OCGA) Section 45-8-12(c).

Criteria: Policies should be in place requiring all financial institutions holding cash deposits to be properly insured and, or collateralized at any and all times of the fiscal year.

GLYNN COUNTY, GEORGIA
Schedule of Findings and Questioned Costs
June 30, 2003

I. SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

B. FINDINGS-FINANCIAL STATEMENTS AUDIT (Continued)

Effect: The failure of a financial institution to fully insure or collateralize the Glynn County Probate Court's deposits could result in a financial loss to the Glynn County Probate Court, should the financial institution fail.

Recommendation: The Glynn County Probate Court should require all financial institutions holding cash deposits be properly insured and, or collateralized at any and all times of the fiscal year.

Response: We concur with the recommendation. Such a procedure and requirement of the Glynn County Probate Court's financial institutions will be implemented immediately.

2. Emergency 911 Telephone System -

Condition: For the fiscal year ending June 30, 2003, thirty cents of the monthly wireless-enhanced emergency 911 charges were not deposited into a separate restricted reserve account in accordance with the Official Code of Georgia (OCGA) Section 46-5-134.

Criteria: The Official Code of Georgia (OCGA) Section 46-5-134 requires that all emergency 911 charges be deposited into a separate restricted revenue fund known as the Emergency Telephone System Fund and thirty cents of the monthly wireless-enhanced emergency 911 charges be deposited into a separate restricted reserve account.

Recommendation: The County should create a separate restricted reserve account for thirty cents of the monthly wireless-enhanced 911 charges.

Response: We concur with the recommendation. A separate bank account will be opened immediately for the restricted reserve account monies collected.

C. FINDINGS AND QUESTIONED COSTS-MAJOR FEDERAL AWARD PROGRAMS AUDIT

None reported

II. STATUS OF PRIOR YEAR AUDIT FINDINGS

1. Collateralization of deposits -

Condition: At June 30, 2001 and 2002, the Glynn County Probate Court's deposits held at a financial institution were not fully collateralized or insured in accordance with the Official Code of Georgia Annotated (OCGA) Section 45-8-12(c).

GLYNN COUNTY, GEORGIA
Schedule of Findings and Questioned Costs
June 30, 2003

II. STATUS OF PRIOR YEAR AUDIT FINDINGS (Continued)

Current Status: The Glynn County Probate Court did not address the prior year findings prior to the end of the County's fiscal year. Policies should be in place requiring all financial institutions holding cash deposits to be properly insured and, or collateralized at any and all times of the fiscal year.



CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS, LLC

INDEPENDENT ACCOUNTANT'S REPORT ON LOCAL ASSISTANCE GRANTS

To the Board of Commissioners
of Glynn County, Georgia
Brunswick, Georgia

We have examined management's assertion included in the accompanying State of Georgia Grant Certification Form about Glynn County, Georgia's compliance during the fiscal year ended June 30, 2003 with the requirement to use grant proceeds solely for the purpose or purposes for which the grant was made for Local Assistance Grants #00-C-L-243, #00-C-L-244, #01-C-L-774, #01-C-L-775, #01-C-L-776, #01-C-L-777, #01-C-L-778, #02-C-L-883, #03-C-L-726, and #03-C-L-727. Management is responsible for Glynn County, Georgia's compliance with this requirement. Our responsibility is to express an opinion on management's assertion about Glynn County, Georgia's compliance based on our examination.

Our examination was made in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting Glynn County, Georgia's compliance with the above mentioned requirement and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on Glynn County, Georgia's compliance with the specified requirement.

In our opinion, management's assertion that Glynn County, Georgia complied with the aforementioned requirement for the fiscal year ended June 30, 2003 is fairly stated, in all material respects.

This report is intended solely for the information and use of Glynn County, Georgia Board of Commissioners and the Georgia Department of Audits and Accounts, and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Macon, Georgia
October 24, 2003

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	00-C-L-243
E	Grant Title	Local Assistance Grant (St. Simons Public Library)
F	Grant Award Date	July 1, 1999
G	Grant Amount	\$20,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$80
I	Grant Receipts or Revenue Recognized	\$0
J	Grant Disbursements or Expenditures	\$0
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$80

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	00-C-L-244
E	Grant Title	Legislative Assistance Grant (Thalman and Epworth Parks)
F	Grant Award Date	July 1, 1999
G	Grant Amount	\$20,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$5,647
I	Grant Receipts or Revenue Recognized	\$0
J	Grant Disbursements or Expenditures	\$3,142
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$2,505

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	01-C-L-775
E	Grant Title	Local Assistance Grant (Animal Control Center Parking Lot)
F	Grant Award Date	March 28, 2001
G	Grant Amount	\$24,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$18,000
I	Grant Receipts or Revenue Recognized	\$0
J	Grant Disbursements or Expenditures	\$0
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$18,000

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	01-C-L-776
E	Grant Title	Local Assistance Grant (Glynn North Park Lighting)
F	Grant Award Date	March 28, 2001
G	Grant Amount	\$20,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$15,000
I	Grant Receipts or Revenue Recognized	\$0
J	Grant Disbursements or Expenditures	\$0
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$15,000

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	01-C-L-777
E	Grant Title	Local Assistance Grant (Beverly Shores Basketball Court)
F	Grant Award Date	January 23, 2001
G	Grant Amount	\$10,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$7,500
I	Grant Receipts or Revenue Recognized	\$0
J	Grant Disbursements or Expenditures	\$0
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$7,500

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	01-C-L-778
E	Grant Title	Local Assistance Grant (Altamaha Park Improvements)
F	Grant Award Date	March 28, 2001
G	Grant Amount	\$8,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$6,000
I	Grant Receipts or Revenue Recognized	\$2,000
J	Grant Disbursements or Expenditures	\$8,000
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$0

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	02-C-L-883
E	Grant Title	Local Assistance Grant (Touchstone Culvert)
F	Grant Award Date	July 9, 2001
G	Grant Amount	\$25,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$21,500
I	Grant Receipts or Revenue Recognized	\$0
J	Grant Disbursements or Expenditures	\$18,320
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$3,180

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	03-C-L-726
E	Grant Title	Local Assistance Grant (Animal Control Center Parking Lot LAG2)
F	Grant Award Date	November 21, 2002
G	Grant Amount	\$5,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$0
I	Grant Receipts or Revenue Recognized	\$5,000
J	Grant Disbursements or Expenditures	\$0
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$5,000

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director

STATE OF GEORGIA GRANT CERTIFICATION FORM

A	Local Government	Glynn County, Georgia
B	Information for Year Ended	June 30, 2003
C	State Awarding Agency	Georgia Dept of Community Affairs
D	Grant Identification Number	03-C-L-727
E	Grant Title	Local Assistance Grant (Animal Control Center Parking Lot)
F	Grant Award Date	November 21, 2002
G	Grant Amount	\$5,000
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	\$0
I	Grant Receipts or Revenue Recognized	\$5,000
J	Grant Disbursements or Expenditures	\$0
K	Balance - Current Year (Cash or Accrued or Deferred Revenue) (Line H + Line I - Line J)	\$5,000

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made. I understand that failure to comply with the provisions of the law applicable to this grant award shall result in a forfeiture of such grant and the return to the state of any such grant funds received.

Signature of Chief Elected Official: _____ Date _____
Jerome Clark, Chairman

Signature of Chief Financial Officer: _____ Date _____
Phyllis McNicoll, Finance Director