

Glynn County, Georgia

**Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2008**

**Prepared by:
Finance Department**

GLYNN COUNTY, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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Board of Commissioners Glynn County

701 "G" Street
Brunswick, Georgia 31520
(912) 554-7400



Tony Thaw
Chairman
Carl Johnson
District One
Ulrich Keller
District Two
Don Hogan
At-Large Post One

Howard Lynn
District Four
Jerome Clark
District Five
Cap Fendig
At-Large Post Two
Charles Stewart
County Administrator

December 23, 2008

Members of the Glynn County Board of Commissioners
And the 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. We hereby issue the comprehensive annual financial report of Glynn County, Georgia ("County") for the fiscal year ended June 30, 2008.

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 Karp, Ronning, & Tindol, CPA, PC, 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, 2008, 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, 2008, 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 71,800. 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 and the Debt Service Fund - JWSC, this comparison is presented as required supplementary information on pages E-1 through E-3. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the supplementary data subsection of this report, which starts on page F-1. Also included in the supplementary data 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 9.35 percent. Local option sales tax collections increased by 3.62 percent when compared to the previous twelve months. Accommodation excise tax revenues increased by 4.66 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 by providing approximately 55% of the collected accommodation excise tax to the Brunswick Golden Isles Convention and Visitors Bureau for destination marketing. The most recent report on the economic impact of travel expenditures in Glynn County, for the calendar year 2007, prepared by leading consultants in the field, reflected that

an estimated 2.16 million visitors spent \$474.2 million on transportation, lodging, food, entertainment and recreation, and incidentals.

The port facilities operated by the state are another economic plus for Glynn County. The 36-foot channel and Sydney Lanier Bridge have yielded impressive results in port activity. The Port of Brunswick handled a record 2.6 million tons, an eight-percent increase over 2007. The Colonel's Island facility experienced a 29.4 percent increase in total cargo volume, moving more than 1.6 million tons and bulk commodity gains were especially dramatic with 814 thousand tons moving through the facility, an 85.6 percent increase over 2007.

Based on current projections, only a decrease in the economy is expected through the next several years. 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 \$153 million of capital assets over the last twenty-four years. During the next few years an additional \$120 million in capital projects will be funded through the fourth Special Purpose Local Option Sales Tax (SPLOST) and the most recent SPLOST which went into effect in January 2007.

Cash management policies and practices. The County currently invests substantially all temporarily idle cash, except for pension program funds, in high interest-bearing checking accounts, certificates of deposit and the State's local government investment pool. The average monthly yield for funds in 2008 was 4.0 percent for checking accounts, 5.07 percent for certificates of deposits and 3.9 percent for the local government pool. Pension program funds are held and invested by third party administrators. Total interest earnings for the County for fiscal 2008 amounted to \$5.4 million.

Risk management. The County is self-insured for workers' compensation and employee group health while maintaining 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 and develops programs for accident prevention and claims reduction in all County departments.

Pension plan and other post-employment 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, 2008, in funding 86.5 percent of the present value of the projected benefits earned by employees. The remaining unfunded amount is being systematically funded over 16 years as part of the annual required contribution calculated by the actuary.

The County also provides post-retirement health benefits for certain retirees and their dependents. As of the end of the current fiscal year, there were twelve 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 post-employment benefits can be found in Notes IV.A and IV.B in the notes to the financial statements.

Awards and Acknowledgements

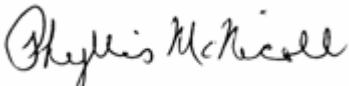
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Glynn County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2007. This was the twenty-first consecutive year that the government has 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, 2008. 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 unfailing support for maintaining the highest standards of professionalism in the management of the County's finances.

Respectfully submitted,

A handwritten signature in cursive script that reads "Phyllis McNicoll".

Phyllis McNicoll
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Glynn County
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Oliver S. Cox

President

Jeffrey R. Emer

Executive Director

GLYNN COUNTY, GEORGIA

June 30, 2008

BOARD OF COMMISSIONERS

Chairman – At Large	Don Hogan
Vice Chairman – District Two	Ulrich "Uli" Keller
At Large	Cap Fendig
District One	Carl R. Johnson
District Three	Tony Thaw
District Four	Paul "Howard" Lynn
District Five	Alan "Jerome" Clark

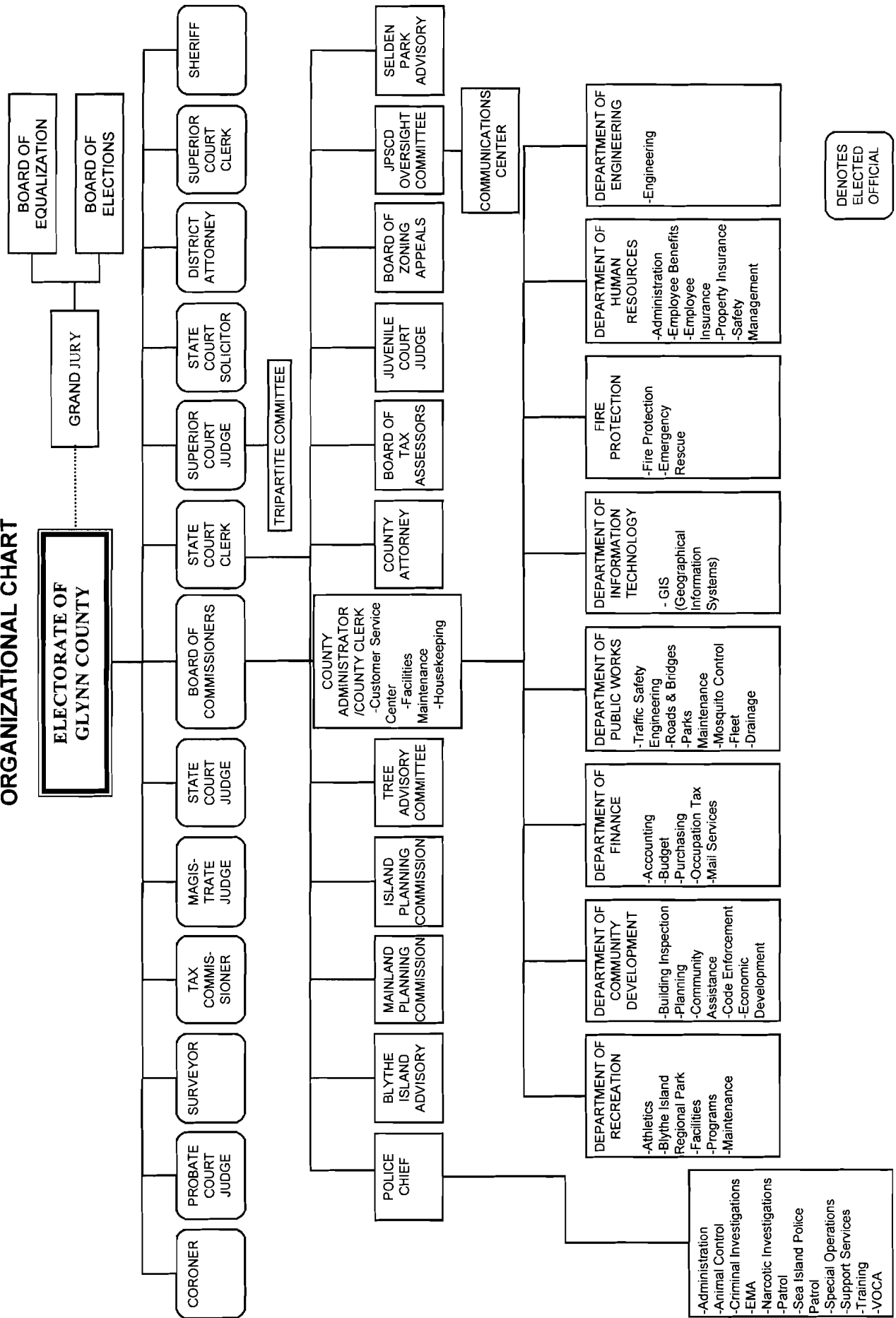
Charles T. Stewart, County Administrator

Aaron Mumford, County Attorney

DEPARTMENT OF FINANCE

Finance Director	Phyllis C. McNicoll
Budget Analyst	Russell D. Chunn
Accountant III	John Hunter
Purchasing Agent	Kay Young
Occupation Tax Officer	Sarah Johnson
Administrative Assistant II	Tammy Henderson
Accounting Technician II	Angelika Hilton
Accounting Technician II	Sandra Hutto
Accounting Technician II	Carol Lee
Accounting Technician II	Sonia Raines
Accounting Technician II	Earlene Ransom
Accounting Technician II	Lori Young
Mail Clerk	Carole Leggett

GLYNN COUNTY GOVERNMENT ORGANIZATIONAL CHART



DENOTES ELECTED OFFICIAL

Report of Independent Auditor

KARP, RONNING & TINDOL, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

123 ABERCORN STREET
SAVANNAH, GEORGIA 31401
(912) 232-0475

INDEPENDENT AUDITORS' REPORT

To the Chairman and Members of the
Glynn County Board of Commissioners
Brunswick, Georgia

We have audited the accompanying financial statements 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 (County), as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the County. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Glynn County Board of Health, which represent 10.61% of the assets, 4.86% of net assets and 78.98% of revenues of the discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Glynn County Board of Health is based solely on the report 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 basic 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 report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report 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 the County, as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 23, 2008, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. 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.

Required Supplementary Information

The Management's Discussion and Analysis and the required supplementary information other than Management's Discussion and Analysis beginning on page C-1 and E-1, respectively, are not a required part of the financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Supplementary Data – Combining Fund Financial Statements and Schedules

Our audit was made for the purpose of forming opinions on the financial statements which collectively comprise the County's basic financial statements. The supplementary data 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 the County. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of the County. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Introductory and Statistical Sections

The information identified in the table of contents as the Introductory and Statistical Sections is presented for purposes of additional analysis and is not a required part of the basic financial statements of the County. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Karp, Rowing & Tindal, P.C.

December 23, 2008

Management's Discussion and Analysis

**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, 2008. 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 A-1 through A-4 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 \$346,629 (*net assets*). Of this amount, \$48,451 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets decreased by \$22,248. The Water & Sewer Fund was closed during the year which resulted in a decrease in net assets of \$48,467. This decrease was offset by an increase of \$17,421 in the Sales Tax #5 Fund due to excess revenues over expenditures.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$109,928, an increase of \$9,706.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$35,287 or 55 percent of total general fund expenditures. Included in this balance is \$18,296 received in settlement of a lawsuit in fiscal year 2007.
- The County's long-term debt increased by \$3,389 during the current fiscal year. This increase was due to an increase in Georgia Environmental Facilities Authority (GEFA) loans for the construction of water and sewer lines and the execution of an agreement with GEFA from the Georgia Land Conservation Program on behalf of the St. Simons Island Land Trust.
- On January 1, 2008 the Brunswick-Glynn County Joint Water and Sewer Commission (JWSC) took over the operations of the County and City water and sewer systems. The County's debt service remained in the County's name and the County agreed to complete water and sewer construction projects that were in progress at that time. As a result, the Glynn County Water and Sewer Fund was closed at December 31, 2007 and a Debt Service fund and Capital Projects fund were opened to account for the County's water and sewer debt and capital projects.

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,

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

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 and a revolving loan program.

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 D-1 through D-3 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 24 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, Sales Tax #4 Fund, Sales Tax #5 Fund and Debt Service – JWSC Fund, all of which are considered to be major funds. Data from the other 20 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major 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 D-4 through D-9 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 and Revolving Loan 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.

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 non-major enterprise funds and all internal service funds are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for the non-major enterprise funds and internal service funds is provided in the form of *combining statements* elsewhere in this report.

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

The basic proprietary fund financial statements can be found on pages D-10 through D-12 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 funds 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 D-13 and D-14 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 D-15 through D-42 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 budget process and the County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages E-1 and E-6 of this report.

The combining statements referred to earlier in connection with non-major 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 F-1 through F-31 of this report.

Government-wide Financial Analysis

The following table presents a summary of the Statement of Net Assets for the County as of June 30, 2008 and 2007:

	Summary of Net Assets					
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Current and other assets	\$ 149,491	\$ 106,340	\$ 4,868	\$ 20,029	\$ 154,359	\$ 126,369
Capital assets, net	<u>237,076</u>	<u>221,182</u>	<u>214</u>	<u>58,689</u>	<u>237,290</u>	<u>279,871</u>
Total assets	<u>\$ 386,567</u>	<u>\$ 327,522</u>	<u>\$ 5,082</u>	<u>\$ 78,718</u>	<u>\$ 391,649</u>	<u>\$ 406,240</u>
Long-term liabilities						
outstanding	\$ 28,999	\$ 1,957	\$ 1,840	\$ 25,234	\$ 30,839	\$ 27,191
Other liabilities	<u>12,165</u>	<u>6,240</u>	<u>2,016</u>	<u>3,931</u>	<u>14,181</u>	<u>10,171</u>
Total liabilities	<u>\$ 41,164</u>	<u>\$ 8,197</u>	<u>\$ 3,856</u>	<u>\$ 29,165</u>	<u>\$ 45,020</u>	<u>\$ 37,362</u>
Net assets:						
Invested in capital assets, net of related debt	\$ 232,658	\$ 218,598	\$ 214	\$ 37,805	\$ 232,872	\$ 256,403
Restricted	65,306	54,558	-	5,460	65,306	60,018
Unrestricted	<u>47,439</u>	<u>46,169</u>	<u>1,012</u>	<u>6,288</u>	<u>48,451</u>	<u>52,457</u>
Total net assets	<u>\$ 345,403</u>	<u>\$ 319,325</u>	<u>\$ 1,226</u>	<u>\$ 49,553</u>	<u>\$ 346,629</u>	<u>\$ 368,878</u>

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 \$346,629 at the close of the most recent fiscal year.

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

By far the largest portion of the County's net assets (67 percent) reflects its investment in capital assets such as land, buildings, equipment and infrastructure, 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.

An additional portion of the County's net assets (19 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* may be used to meet the County'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 and business-type activities. Unrestricted net assets total \$48,451, a 7.6 percent decrease compared to the prior year. Total net assets decreased by approximately \$22.2 million from the prior year.

The following table summarizes the changes in net assets for the primary government for the fiscal years ended June 30, 2008 and 2007:

Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program revenues:						
Charges for services	\$ 11,171	\$ 10,610	\$ 7,039	\$ 10,081	\$ 18,210	\$ 20,691
Operating grants and contributions	1,727	1,461	-	-	1,727	1,461
Capital grants and contributions	827	146	1,461	4,606	2,288	4,752
General revenues:						
Property taxes	38,103	34,160	711	697	38,814	34,857
Sales taxes	14,537	14,029	-	-	14,537	14,029
SPLOST	22,525	21,563	-	-	22,525	21,563
Other taxes	7,392	7,109	-	-	7,392	7,109
Unrestricted investment earnings	4,822	4,330	551	927	5,373	5,257
Intergovernmental revenues	506	-	-	-	506	-
Miscellaneous	740	598	-	-	740	598
Total revenues	<u>102,350</u>	<u>94,006</u>	<u>9,762</u>	<u>16,311</u>	<u>112,112</u>	<u>110,317</u>

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

Changes in Net Assets (Continued)

	Governmental Activities		Business-Type		Total	
	2008	2007	2007	2007	2007	2007
Expenses:						
General government	\$ 8,221	\$ 12,982	\$ -	\$ -	\$ 8,221	\$ 12,982
Judicial	6,856	6,205	-	-	6,856	6,205
Public safety	34,235	30,040	-	-	34,235	30,040
Public works	16,321	12,605	-	-	16,321	12,605
Health and welfare	3,386	3,262	-	-	3,386	3,262
Culture and recreation	3,675	3,416	-	-	3,675	3,416
Housing and community development	8,808	3,908	-	-	8,808	3,908
Interest on long-term debt	662	-	-	-	662	-
Special Item	155	-	43,962	-	44,117	-
Water and sewer	-	-	4,229	6,810	4,229	6,810
Other activities	-	-	3,850	3,495	3,850	3,495
Total expenses	<u>82,319</u>	<u>72,418</u>	<u>52,041</u>	<u>10,305</u>	<u>134,360</u>	<u>82,723</u>
Change in net assets before transfers	20,031	21,588	(42,279)	6,006	(22,248)	27,594
Transfers	6,047	(190)	(6,047)	190	-	-
Extraordinary lawsuit settlement	-	18,296	-	-	-	18,296
Change in net assets	26,078	39,694	(48,326)	6,196	(22,248)	45,890
Net assets - beginning of year	<u>319,324</u>	<u>279,630</u>	<u>49,553</u>	<u>43,357</u>	<u>368,877</u>	<u>322,987</u>
Net assets - end of year	<u>\$345,402</u>	<u>\$ 319,324</u>	<u>\$ 1,227</u>	<u>\$ 49,553</u>	<u>\$346,629</u>	<u>\$368,877</u>

Governmental activities. Governmental activities increased the County's net assets by \$26,078, thereby lowering the total decrease in the net assets of the County.

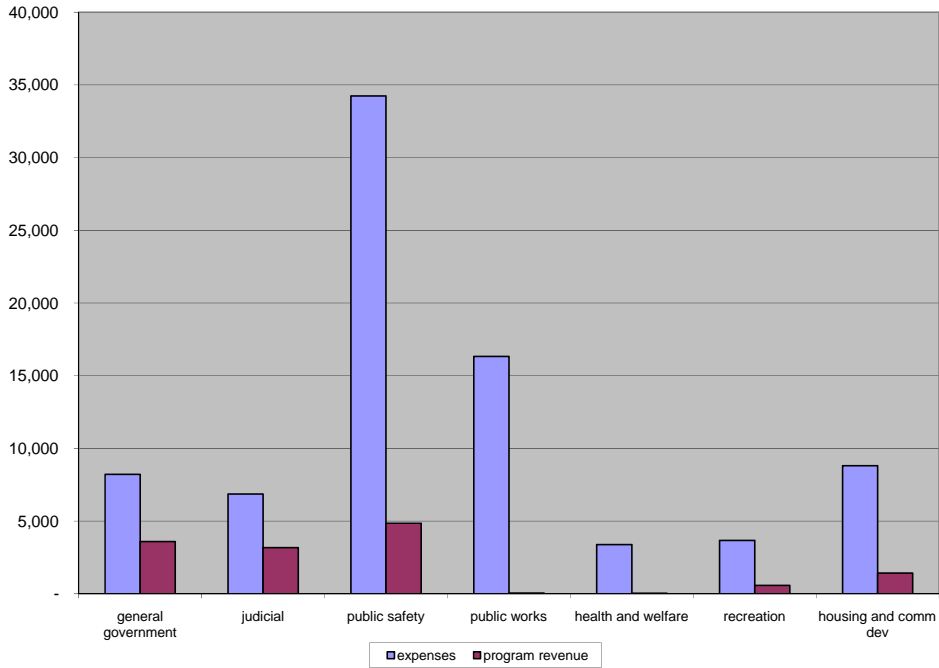
- Revenues outpaced spending. The County collects a special purpose local option sales tax (1 percent) that is used to fund a variety of capital projects. Spending for the projects lags behind the initial revenue collections as many of the projects take several years to complete.
- Higher tax revenue in 2008. Tax revenues overall increased by over \$5.7 million from the prior year. Revenues from the sales and use taxes increased by \$1.5 million. Property taxes increased by \$3.9 million.
- Higher investment earnings. Higher interest rates and cash levels resulted in a \$500 thousand increase in investment earnings.
- An increasing level of capital assets. Construction activity added over \$15 million in projects funded by either sales tax or general revenues.

Approximately 37 percent of the County's total revenue came from property taxes and 43 percent from other taxes, while 7 percent resulted from grants, contributions, and investment earnings. Charges for various goods and services provided 11 percent of the total revenues. The County's expenses cover a range of services. The largest expenses (42 percent) 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.

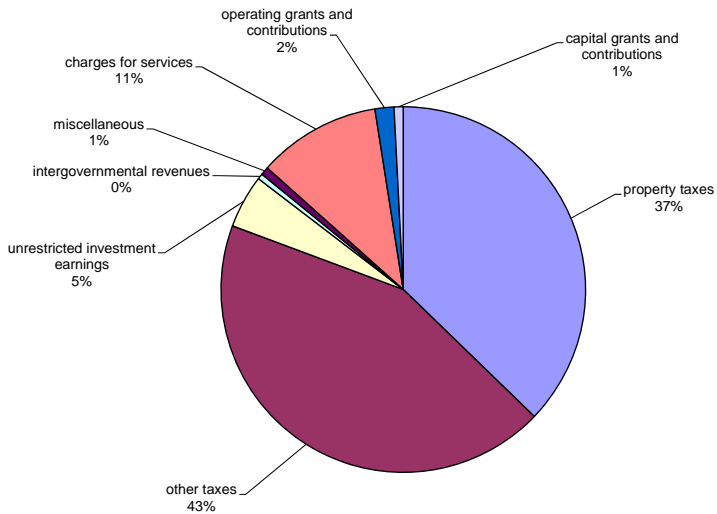
**GLYNN COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

At the end of June 2008, governmental activities expenses exceeded program revenues, resulting in the use of \$68.4 million in general tax revenues. In contrast, program revenues exceeded net expenses from business-type activities.

Expenses and Program Revenues - Governmental Activities



Revenues by Source - Governmental Activities

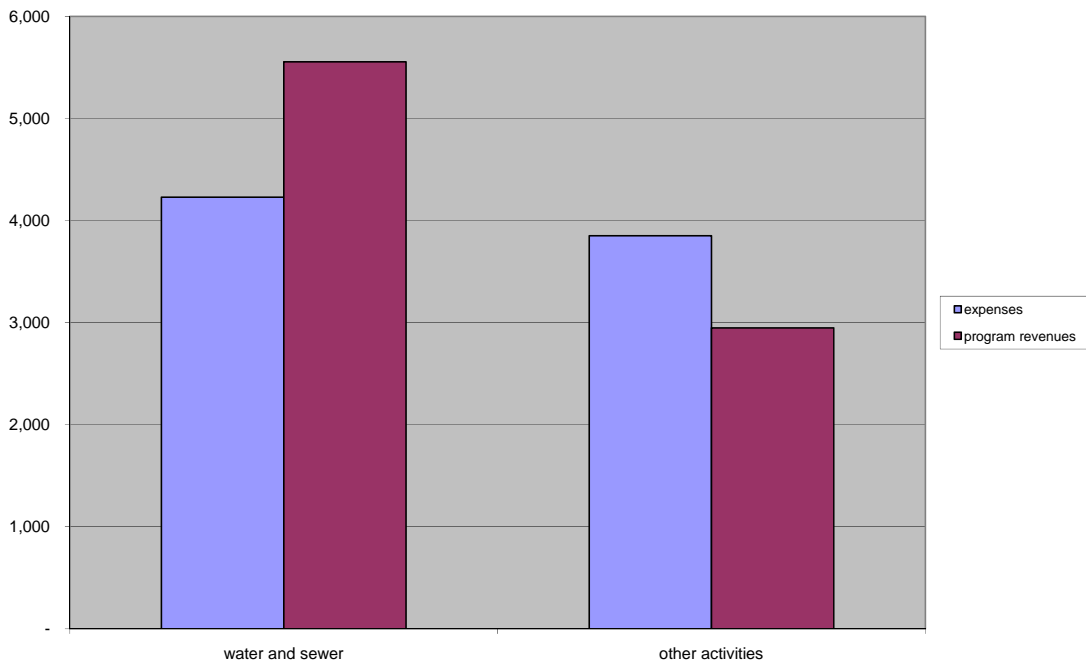


**GLYNN COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Business-type activities. Business-type activities decreased the County's net assets by \$48,326. Key elements of this decrease are as follows.

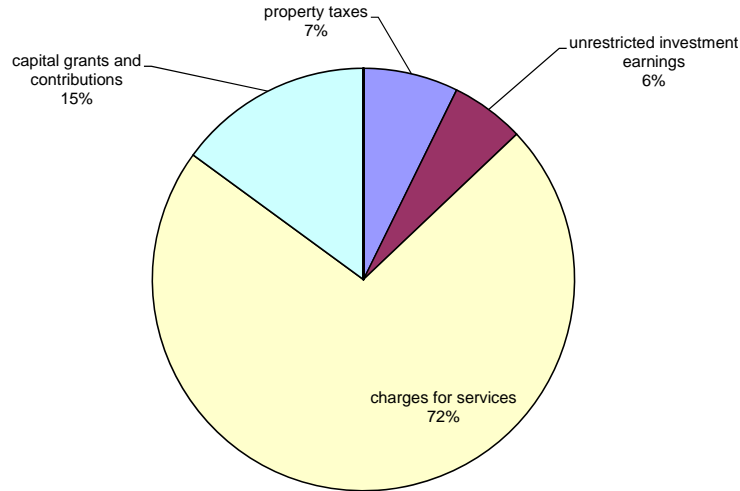
- As noted earlier, the Brunswick-Glynn County Joint Water and Sewer Commission (JWSC) took over the operations of the County and City water and sewer systems on January 1, 2008. The County's debt service remained in the County's name and the County agreed to complete water and sewer construction projects that were in progress at that time. As a result, the Glynn County Water and Sewer Fund was closed at December 31, 2007 and a Debt Service fund and Capital Projects fund were opened to account for the County's water and sewer debt and capital projects.
- Water and sewer program revenue decreased by \$6,489, or 54.8 percent and program expenses decreased by \$2,581, or 37.9 percent as a result of closing the Water and Sewer Fund as of December 31, 2007.
- The Water and Sewer Fund transferred \$43,962 to the JWSC which is shown as a Special Item and transferred \$6,047 to the County's newly established Debt Service and Capital Projects funds.

Expenses and Program Revenues - Business type Activities



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

Revenues by Source - Business-type Activities



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 \$109,928, an increase of \$9,706 in comparison with the prior year. Approximately 93 percent of this total amount (\$102,378) 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 (\$4,843), (2) to distribute confiscated monies according to court orders when cases are resolved (\$999), (3) to be restricted according to Georgia local legislation (\$1,081), (4) for inventories and prepaid assets (\$210), and for payment of debt service (\$418).

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 \$35,287, while total fund balance amounted to \$42,288. 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 55 percent of total general fund expenditures, as compared to 86 percent in 2007. Total fund balance represents 66 percent of that same amount, compared to 96 percent in the prior year. The decreases in these percentages were the result of expenditures on several large capital projects that had been budgeted in previous years.

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

The fund balance of the County's general fund decreased by \$4,088 during the current fiscal year. Key factors in this decrease are as follows:

- The Board of Commissioners approved authorized use of fund balance in the amount of \$7.7 million. Advances for Sales Tax 5 projects which could not yet be funded by Sales Tax 5 accounted for uses of fund balance of \$5.7 million.
- Property taxes increased by \$3,909 which resulted from the use of new construction and revaluation increases to the tax digest.
- Other taxes increased by \$482 over the previous fiscal year. Increases in sales taxes amounted to \$508 or 3.6 percent over the previous year while intangible recording taxes decreased by \$102.

The Sales Tax #4 fund has a total fund balance of \$28,543, all of which is unreserved. The net decrease in fund balance of \$4,783 during the current year was the result of using revenue collected in prior years to complete projects funded by this tax.

The Sales Tax #5 fund has a total fund balance of \$28,045, all of which is unreserved. The County began receiving revenue from this tax in the previous fiscal year and the increase in fund balance of \$17,421 was the result of receiving revenue at a faster rate than completion of projects was accomplished.

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 were reduced to zero when the JWSC assumed the operations of the County's water and sewer system on January 1, 2008. The County transferred \$5,224 to the Capital Projects Fund for water and sewer construction projects retained by the County. When each capital project is completed it will be transferred to the JWSC. The County also transferred \$1,021 to the Debt Service Fund for water and sewer debt which remained with the County. The JWSC is required to fund the debt service from system revenues and transfers payments to the County as needed to fund debt payments.

General Fund Budgetary Highlights

The Board of Commissioners amended the General Fund budget throughout fiscal year 2008. The amended budget appropriations totaled \$29 million. The most significant expenditure amendments are summarized as follows:

- Budget carried forward from fiscal year 2007 to the current fiscal year accounts for \$8,497 in increases in appropriations in various departments in the general fund.
- Budgets for encumbrances outstanding at the end of fiscal year 2007 in the amount of \$3,154 were carried forward into the current fiscal year.
- Funding for Sales Tax #5 projects in the amount of \$5,706 was appropriated from the General Fund balance in order to begin those projects prior to the sales tax funds being released. The General Fund will be repaid by the Sales Tax #5 fund when those funds become available.
- The budget was increased by \$865 to increase the County's funding for the construction of the Golden Isles Career Academy, a charter school to be built through a partnership with the County, Glynn County Board of Education and the State of Georgia.

Although the County's final budget projected a loss of \$21.8 million in the General Fund, the fund actually had a decrease in the fund balance of only \$4.1 million. This difference can be attributed to the fact that several large projects were budgeted but expenditures were not incurred during the fiscal year. Revenue budgets of \$891 thousand and expenditure budgets of \$9.5 million have been carried forward into fiscal year 2009.

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, 2008 amounts to \$237,290 (net of accumulated depreciation). This investment in capital assets includes

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

land, buildings and improvements, machinery and equipment, infrastructure, and construction in progress. Water and Sewer Fund capital assets (net of depreciation) in the amount of \$52.8 million were removed from the County's capital assets. Water and Sewer construction in progress was retained by the County in the Capital Projects fund. The total decrease in the County's investment in capital assets for the current fiscal year was \$42,582 or 15.2 percent (a 7.2 percent increase for governmental activities and a 99.6 percent decrease for business-type activities).

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 and construction in progress as of the close of the fiscal year had decreased to \$5 million for the business-type activities. Of this amount, \$2.5 million was contributed by the Sales Tax Construction funds.
- A variety of roads, bridges, sidewalks, and drainage projects were under construction during the fiscal year and \$3,878 of governmental infrastructure projects were completed during the year.

**Capital Assets
(net of depreciation)**

	Governmental activities		Business-type activities		Total	
	2008	2007	2008	2007	2008	2006
Land	\$ 10,511	\$ 8,331	\$ -	\$ 362	\$ 10,511	\$ 8,693
Buildings and improvements	49,171	48,768	-	49,006	49,171	97,774
Machinery and equipment	10,837	9,651	214	500	11,051	10,151
Infrastructure	35,873	31,995	-	-	35,873	31,995
Rights of Way	117,175	117,175	-	-	117,175	117,175
Construction in progress	<u>13,508</u>	<u>5,262</u>	<u>-</u>	<u>8,821</u>	<u>13,508</u>	<u>14,083</u>
Total	<u>\$ 237,075</u>	<u>\$ 221,182</u>	<u>\$ 214</u>	<u>\$ 58,689</u>	<u>\$ 237,289</u>	<u>\$ 279,871</u>

Additional information on the County's capital assets can be found in note III.D. on pages D-28 through D-30 of this report.

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$10,895 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 borrowed \$2.3 million from GEFA in the current fiscal year to fund various water and sewer projects and \$2,750 from GEFA's Georgia Land conservation Program on behalf of the St. Simons Island Land Trust. The County has no general obligation debt.

Additional information on the County's long-term debt can be found in note III.G. on pages D-32 through D-36 of this report.

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

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the County is currently 5.0 percent, which is an increase from a rate of 3.9 percent a year ago. This compares favorably to the state's unemployment rate of 6.0 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 4.66% above the last fiscal year. Local option sales tax receipts were 3.6 percent over the last fiscal year.

These factors were considered in preparing the County's budget for the 2009 fiscal year.

At the end of the current fiscal year, unreserved fund balance in the general fund amounted to \$35,287. The County has appropriated \$13.9 million of the amount for spending in the 2009 fiscal year budget in order to complete projects which were budgeted but not spent in fiscal year 2008. The County has appropriated an additional \$6.4 million to pre-fund several Sales Tax #5 projects.

The Water and Sewer Fund rates were increased by 6.25 percent for the 2008 budget year. The increase was necessary to finance capital leases and GEFA loans used for water and sewer equipment and infrastructure expansion and rehabilitation. A rate study which was done by a professional consultant in fiscal year 2005 recommended the fiscal year 2008 increase and a 6.25 percent rate increase was also approved for the beginning of the 2009 fiscal year. Rate increases must be approved by the County Board of Commissioners even though the operations and maintenance of the Glynn County Water and Sewer System have been transferred to the JWSC.

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.

Basic Financial Statements

GLYNN COUNTY, GEORGIA

STATEMENT OF NET ASSETS

JUNE 30, 2008

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Glynn County Health Department	Glynn County Airport Commission
ASSETS					
Cash and investments	\$ 106,398,620	\$ 3,873,994	\$ 110,272,614	\$ 2,310,734	\$ 566,165
Receivables	38,936,010	649,774	39,585,784	1,321,325	929,520
Internal balances	(344,267)	344,267	-	-	-
Prepaid items	561,827	-	561,827	-	37,559
Inventories	201,452	-	201,452	-	-
Deferred charges	216,851	-	216,851	-	-
Restricted cash and investments	3,520,457	-	3,520,457	-	49,167
Intangible asset	-	-	-	-	259,757
Capital assets:					
Land, improvements, and construction in progress	141,194,915	-	141,194,915	-	12,015,339
Other capital assets, net of depreciation	95,880,898	214,009	96,094,907	272,054	19,027,169
Total assets	<u>386,566,763</u>	<u>5,082,044</u>	<u>391,648,807</u>	<u>3,904,113</u>	<u>32,884,676</u>
LIABILITIES					
Accounts payable	9,093,415	312,113	9,405,528	1,757,650	500,951
Other liabilities	3,067,202	-	3,067,202	-	52,712
Unearned revenue	3,999	1,704,343	1,708,342	-	500,673
Payable from restricted assets	-	-	-	-	43,710
Noncurrent liabilities:					
Due within one year	2,595,348	-	2,595,348	107,580	133,246
Due in more than one year	26,404,236	1,839,561	28,243,797	430,320	138,502
Total liabilities	<u>41,164,200</u>	<u>3,856,017</u>	<u>45,020,217</u>	<u>2,295,550</u>	<u>1,369,794</u>
NET ASSETS					
Invested in capital assets, net of related debt	232,657,556	214,009	232,871,565	272,054	30,751,436
Restricted for:					
Capital projects	57,592,759	-	57,592,759	-	-
Other purposes	7,713,479	-	7,713,479	969,962	-
Unrestricted	47,438,769	1,012,018	48,450,787	366,547	763,446
Total net assets	<u>\$ 345,402,563</u>	<u>\$ 1,226,027</u>	<u>\$ 346,628,590</u>	<u>\$ 1,608,563</u>	<u>\$ 31,514,882</u>

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

GLYNN COUNTY, GEORGIA

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2008

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary government:				
Governmental activities:				
General Government	\$ 8,220,845	\$ 2,772,392	\$ 19,413	\$ 806,014
Judiciary	6,856,386	2,380,648	787,784	-
Public Safety	34,235,048	4,153,346	686,472	21,188
Public Works	16,320,883	7,114	44,862	-
Health	3,385,968	-	41,505	-
Welfare	-	-	-	-
Culture and Recreation	3,674,818	556,530	28,300	-
Housing and Development	8,807,663	1,300,945	118,296	-
Interest on Long-term debt	662,493	-	-	-
Total governmental activities	<u>82,164,104</u>	<u>11,170,975</u>	<u>1,726,632</u>	<u>827,202</u>
Business-type activities:				
Water and Sewer	4,228,699	4,091,549	-	1,461,286
Solid waste disposal	-	7,742	-	-
Solid waste collection	3,847,966	2,925,408	-	-
Revolving loan fund	2,499	14,174	-	-
Total business-type activities	<u>8,079,164</u>	<u>7,038,873</u>	<u>-</u>	<u>1,461,286</u>
Total primary government	<u>\$ 90,243,268</u>	<u>\$ 18,209,848</u>	<u>\$ 1,726,632</u>	<u>\$ 2,288,488</u>
Component Units:				
Glynn County Health Department	\$ 15,652,219	\$ 2,958,334	\$ 11,782,723	\$ -
Glynn County Airport Commission	3,606,046	2,190,599	-	1,468,104
Total component units	<u>\$ 19,258,265</u>	<u>\$ 5,148,933</u>	<u>\$ 11,782,723</u>	<u>\$ 1,468,104</u>

General revenues:

Taxes:

- Property taxes
- Sales taxes for general purposes
- Special purpose local option sales taxes
- Accommodation excise tax
- Alcoholic beverage tax
- Other taxes

Intergovernmental revenues

Unrestricted investment earnings

Miscellaneous

Transfers

Special Item

Total general revenues, transfers and extraordinary item

Change in net assets

Net assets - beginning

Net assets - ending

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

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Glynn County Health Department	Glynn County Airport Commission
\$ (4,623,026)		\$ (4,623,026)		
(3,687,954)		(3,687,954)		
(29,374,042)		(29,374,042)		
(16,268,907)		(16,268,907)		
(3,344,463)		(3,344,463)		
-		-		
(3,089,988)		(3,089,988)		
(7,388,422)		(7,388,422)		
(662,493)		(662,493)		
<u>(68,439,295)</u>		<u>(68,439,295)</u>		
-	\$ 1,324,136	1,324,136		
-	7,742	7,742		
-	(922,558)	(922,558)		
-	11,675	11,675		
-	420,995	420,995		
<u>(68,439,295)</u>	<u>420,995</u>	<u>(68,018,300)</u>		
			\$ (911,162)	
			-	\$ 52,657
			<u>(911,162)</u>	<u>52,657</u>
38,103,253	710,845	38,814,098	-	-
14,536,655	-	14,536,655	-	-
22,525,070	-	22,525,070	-	-
4,768,275	-	4,768,275	-	-
1,071,597	-	1,071,597	-	-
1,551,816	-	1,551,816	-	-
505,636	-	505,636	746,929	-
4,821,874	551,177	5,373,051	-	25,313
740,492	-	740,492	65,024	-
6,047,337	(6,047,337)	-	-	-
(154,699)	(43,962,162)	(44,116,861)	-	106,041
<u>94,517,306</u>	<u>(48,747,477)</u>	<u>45,769,829</u>	<u>811,953</u>	<u>131,354</u>
26,078,011	(48,326,482)	(22,248,471)	(99,209)	184,011
319,324,552	49,552,509	368,877,061	1,707,772	31,330,871
<u>\$ 345,402,563</u>	<u>\$ 1,226,027</u>	<u>\$ 346,628,590</u>	<u>\$ 1,608,563</u>	<u>\$ 31,514,882</u>

GLYNN COUNTY, GEORGIA

GOVERNMENTAL FUNDS
BALANCE SHEET

JUNE 30, 2008

	General Fund	Sales Tax 4	Sales Tax 5
ASSETS			
Cash and investments	\$ 47,110,622	\$ 26,764,562	\$ 26,299,659
Receivables	8,468,740	53,864	4,185,749
Due from other funds	87,887	1,997,417	220,557
Inventories	201,452	-	-
Prepaid items	8,082	-	-
Restricted cash and investments	-	-	-
Total assets	<u>\$ 55,876,783</u>	<u>\$ 28,815,843</u>	<u>\$ 30,705,965</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 3,349,730	\$ 266,407	\$ 1,647,828
Other payables	-	-	-
Due to other funds	6,505,694	6,297	1,012,830
Due to fiduciary fund	236,494	-	-
Deferred revenue	3,497,246	-	-
Total liabilities	<u>13,589,164</u>	<u>272,704</u>	<u>2,660,658</u>
Fund balances:			
Reserved for:			
Inventories and prepaid items	209,534	-	-
Encumbrances	4,710,791	-	-
Public works and improvements	1,081,129	-	-
Public safety	998,769	-	-
Debt service	-	-	-
Unreserved:			
Undesignated, reported in:			
General fund	35,287,396	-	-
Special revenue funds	-	-	-
Capital projects funds	-	28,543,139	28,045,307
Total fund balances	<u>42,287,619</u>	<u>28,543,139</u>	<u>28,045,307</u>
Total liabilities and fund balances	<u>\$ 55,876,783</u>	<u>\$ 28,815,843</u>	<u>\$ 30,705,965</u>

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

Debt Service Fund - JWSC	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 6,080,011	\$ 106,254,854
24,415,639	1,356,571	38,480,563
-	4,581,756	6,887,617
-	-	201,452
-	-	8,082
417,932	3,102,525	3,520,457
<u>\$ 24,833,571</u>	<u>\$ 15,120,863</u>	<u>\$ 155,353,025</u>

\$ -	\$ 3,152,661	\$ 8,416,626
-	159,781	159,781
-	1,041,349	8,566,170
-	-	236,494
24,415,639	132,784	28,045,669
<u>24,415,639</u>	<u>4,486,575</u>	<u>45,424,740</u>

-	-	209,534
-	132,013	4,842,804
-	-	1,081,129
-	-	998,769
417,932	-	417,932
-	-	35,287,396
-	5,215,649	5,215,649
-	5,286,626	61,875,072
417,932	10,634,288	109,928,285
<u>\$ 24,833,571</u>	<u>\$ 15,120,863</u>	<u>\$ 155,353,025</u>

GLYNN COUNTY, GEORGIA

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ASSETS

JUNE 30, 2008

Total fund balance, governmental funds	\$ 109,928,285
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets.	237,075,813
Bond issuance costs, losses on early retirements and discounts are reported as expenditures in the governmental funds.	216,851
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	28,041,671
Some liabilities, (such as Notes Payable, Capital Lease Contract Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Assets. See the long-term debt note.	(28,999,584)
Interest payable on long-term obligations is not due an payable in the current period and therefore is not reported in the governmental funds.	(471,879)
Internal service funds are used by management to charge the cost of certain activities such as insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	(388,594)
Net Assets of Governmental Activities in the Statement of Net Assets	<u>\$ 345,402,563</u>

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

GLYNN COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2008

	<u>General Fund</u>	<u>Sales Tax 4</u>	<u>Sales Tax 5</u>
REVENUES			
Taxes	\$ 46,074,425	\$ -	\$ 22,525,070
Licenses and permits	1,559,122	-	-
Intergovernmental	1,602,088	-	-
Charges for services	5,146,990	-	-
Fees and fines	1,974,538	-	-
Investment earnings	2,621,929	1,289,868	612,613
Other revenue	341,515	-	-
Total revenues	<u>59,320,607</u>	<u>1,289,868</u>	<u>23,137,683</u>
EXPENDITURES			
Current:			
General government	16,792,925	-	-
Judicial	5,542,431	-	-
Public safety	22,760,110	-	-
Public works	12,916,186	-	-
Health and welfare	754,056	-	-
Culture and recreation	2,782,697	-	-
Housing and development	2,474,805	-	-
Debt service:			
Principal	24,920	-	-
Interest and other charges	20,842	-	-
Capital outlay	-	6,072,688	5,716,848
Total expenditures	<u>64,068,972</u>	<u>6,072,688</u>	<u>5,716,848</u>
Excess (deficiency) of revenues over expenditures	<u>(4,748,365)</u>	<u>(4,782,820)</u>	<u>17,420,835</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from long-term debt, net	2,750,000	-	-
Sale of capital assets	71,641	-	-
Other use	-	-	-
Transfers in	2,145,386	-	-
Transfers out	(4,306,743)	-	-
Total other financing sources (uses)	<u>660,284</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(4,088,081)</u>	<u>(4,782,820)</u>	<u>17,420,835</u>
Fund balances - beginning	46,375,700	33,325,959	10,624,472
Fund balances - ending	<u>\$ 42,287,619</u>	<u>\$ 28,543,139</u>	<u>\$ 28,045,307</u>

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

Debt Service Fund - JWSC	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 13,721,035	\$ 82,320,530
-	2,903	1,562,025
757,893	931,907	3,291,888
-	2,121,464	7,268,454
-	327,651	2,302,189
4,600	278,928	4,807,938
-	445,335	786,850
<u>762,493</u>	<u>17,829,223</u>	<u>102,339,874</u>
-	579,720	17,372,645
-	823,887	6,366,318
-	10,499,486	33,259,596
-	307,426	13,223,612
-	-	754,056
-	1,298,508	4,081,205
-	2,523,453	4,998,258
769,139	-	794,059
596,521	-	617,363
-	8,409,045	20,198,581
<u>1,365,660</u>	<u>24,441,525</u>	<u>101,665,693</u>
<u>(603,167)</u>	<u>(6,612,302)</u>	<u>674,181</u>
-	157,732	2,907,732
-	-	71,641
-	5,295	5,295
1,021,099	10,328,931	13,495,416
-	(3,141,336)	(7,448,079)
<u>1,021,099</u>	<u>7,350,622</u>	<u>9,032,005</u>
<u>417,932</u>	<u>738,320</u>	<u>9,706,186</u>
-	9,895,968	100,222,099
<u>\$ 417,932</u>	<u>\$ 10,634,288</u>	<u>\$ 109,928,285</u>

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 YEAR ENDED JUNE 30, 2008

Net change in fund balances - total governmental funds: \$ 9,706,186

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period.

This is the amount by which capital outlays \$22,918,556 exceeded depreciation \$6,946,776 in the current period. 18,721,780

Governmental funds report the entire net sales price (proceeds) from sale of an asset as revenue because it provides current financial resources. In contrast, the Statement of Activities reports only the gain on the sale of the assets. Thus, the change in net assets differs from the change in fund balance by the net book value of the asset sold. (77,536)

Governmental funds report debt proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of debt principal as an expenditure, In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities. This is the amount by which payments exceeded proceeds. (2,113,673)

Governmental funds report the effect of bond issuance costs and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as it accrues, regardless of when it is due. The net effect of these differences is as follows:

Amortization of bond issuance costs	(7,298)	
Amortization of bond discount	(881)	
Interest expense - debt obligations	<u>(65,972)</u>	(74,151)

Special Item (154,699)

Proceeds of long-term assets does not provide revenue in the statement of activities, but are reported as resources in the funds. (277,177)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 231,939

Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Compensated absences (286,997)

Internal service funds are used by management to charge the costs of certain activities such as insurance to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

402,339

Change in net assets of governmental activities \$ 26,078,011

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

GLYNN COUNTY, GEORGIA
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS

JUNE 30, 2008

	Enterprise Funds			Governmental Activities
	Water and Sewer Fund	Other Enterprise Funds	Total	Internal Service Funds
ASSETS				
Current assets:				
Cash and investments	\$ -	\$ 3,873,994	\$ 3,873,994	\$ 143,766
Receivables	-	322,129	322,129	455,446
Due from other funds	-	350,763	350,763	1,352,618
Prepaid items	-	-	-	553,745
Restricted cash	-	-	-	-
Total current assets	<u>-</u>	<u>4,546,886</u>	<u>4,546,886</u>	<u>2,505,575</u>
Noncurrent assets:				
Receivables	-	327,645	327,645	-
Deferred charges	-	-	-	-
Capital assets (net of accumulated depreciation)	-	214,009	214,009	-
Total non-current assets	<u>-</u>	<u>541,654</u>	<u>541,654</u>	<u>-</u>
Total assets	<u>-</u>	<u>5,088,540</u>	<u>5,088,540</u>	<u>2,505,575</u>
LIABILITIES				
Current liabilities:				
Accounts payable	-	312,113	312,113	414,638
Accrued liabilities	-	-	-	230,339
Due to other funds	-	6,496	6,496	18,332
Unearned revenue	-	1,704,343	1,704,343	-
Payable from restricted assets	-	-	-	-
Current portion of long-term debt	-	-	-	-
Total current liabilities	<u>-</u>	<u>2,022,952</u>	<u>2,022,952</u>	<u>663,309</u>
Noncurrent liabilities:				
Accrued liabilities	-	1,839,561	1,839,561	2,230,860
Due to others	-	-	-	-
Due in more than one year	-	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>1,839,561</u>	<u>1,839,561</u>	<u>2,230,860</u>
Total liabilities	<u>-</u>	<u>3,862,513</u>	<u>3,862,513</u>	<u>2,894,169</u>
NET ASSETS				
Invested in capital assets, net of related debt	-	214,009	214,009	-
Restricted for:				
Capital Projects	-	-	-	-
Debt Service	-	-	-	-
Unrestricted	-	1,012,018	1,012,018	(388,594)
Total net assets	<u>\$ -</u>	<u>\$ 1,226,027</u>	<u>\$ 1,226,027</u>	<u>\$ (388,594)</u>

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

GLYNN COUNTY, GEORGIA
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES AND CHANGES
 IN FUND NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2008

	Enterprise Funds			Governmental Activities
	Water and Sewer Fund	Other Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES				
Charges for services	\$ 4,036,967	\$ 2,905,244	\$ 6,942,211	\$ 4,156,987
Risk management fees	-	-	-	9,354,441
Investment income	-	14,174	14,174	-
Miscellaneous	54,582	27,906	82,488	3,050
Total operating revenues	<u>4,091,549</u>	<u>2,947,324</u>	<u>7,038,873</u>	<u>13,514,478</u>
OPERATING EXPENSES				
Personal services	94,567	471,833	566,400	2,554,861
Contractual services	1,552,706	3,202,859	4,755,565	1,075,395
Supplies	354,772	1,934	356,706	431,234
Interdepartment charges	418,407	144,157	562,564	9,063,085
Depreciation	1,089,299	29,682	1,118,981	-
Other costs	458,186	-	458,186	1,500
Total operating expenses	<u>3,967,937</u>	<u>3,850,465</u>	<u>7,818,402</u>	<u>13,126,075</u>
Operating income (loss)	<u>123,612</u>	<u>(903,141)</u>	<u>(779,529)</u>	<u>388,403</u>
NON-OPERATING REVENUES (EXPENSES)				
Investment income	419,689	131,488	551,177	13,936
Property tax	-	710,845	710,845	-
Interest expense	(260,812)	-	(260,812)	-
Gain (loss) on sale of capital assets	50	-	50	-
Total non-operating revenue (expenses)	<u>158,927</u>	<u>842,333</u>	<u>1,001,260</u>	<u>13,936</u>
Income (loss) before contributions and transfers	282,539	(60,808)	221,731	402,339
Capital contributions	1,461,286	-	1,461,286	-
Transfers in	-	201,022	201,022	-
Transfers out	(6,248,359)	-	(6,248,359)	-
Special Item	(43,962,162)	-	(43,962,162)	-
Change in net assets	<u>(48,466,696)</u>	<u>140,214</u>	<u>(48,326,482)</u>	<u>402,339</u>
Total net assets - beginning	48,466,696	1,085,813	49,552,509	(790,933)
Total net assets - ending	<u>\$ -</u>	<u>\$ 1,226,027</u>	<u>\$ 1,226,027</u>	<u>\$ (388,594)</u>

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

GLYNN COUNTY, GEORGIA

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2008

	Enterprise Funds			Governmental Activities
	Water and Sewer Fund	Other Enterprise Funds	Total	Internal Service Funds
Cash flows from operating activities:				
Cash received from customers and users	\$ 4,127,257	\$ 3,089,508	\$ 7,216,765	\$ 13,431
Cash received from interfund services provided	-	-	-	13,267,812
Cash payments to suppliers for goods and services	(3,487,641)	(3,195,149)	(6,682,790)	(10,724,234)
Cash payments to employees for services	(94,567)	(471,833)	(566,400)	(2,554,861)
Net cash provided (used) by operating activities	<u>545,049</u>	<u>(577,474)</u>	<u>(32,425)</u>	<u>2,148</u>
Cash flows from noncapital financing activities:				
Property taxes	-	710,845	710,845	-
Borrowings from (repayments to) other funds	(631,413)	(29,653)	(661,066)	-
Transfers in (out)	(5,972,878)	201,022	(5,771,856)	-
Transfer to JWSC	(9,245,919)	-	(9,245,919)	-
Net cash provided (used) by noncapital financing activities	<u>(15,850,210)</u>	<u>882,214</u>	<u>(14,967,996)</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Capital contributions	270,320	-	270,320	-
Acquisition and construction of capital assets	(1,851,397)	-	(1,851,397)	-
Issuance of debt	2,127,876	-	2,127,876	-
Disposal of capital assets	50	-	50	-
Principal payments on debt	(232,482)	-	(232,482)	-
Interest payments on debt	(260,812)	-	(260,812)	-
Net cash provided (used) by capital and related financing activities	<u>53,555</u>	<u>-</u>	<u>53,555</u>	<u>-</u>
Cash flows from investing activities:				
Interest earned on cash and investments	419,689	131,488	551,177	13,936
Net cash provided (used) by investing activities	<u>419,689</u>	<u>131,488</u>	<u>551,177</u>	<u>13,936</u>
Net increase (decrease) in cash and cash equivalents	(14,831,917)	436,228	(14,395,689)	16,084
Cash and cash equivalents, beginning of year	14,831,917	3,437,766	18,269,683	127,682
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 3,873,994</u>	<u>\$ 3,873,994</u>	<u>\$ 143,766</u>
Reconciliation of operating income to net cash provided by (used in) operating activities:				
Operating income (loss)	<u>\$ 123,612</u>	<u>\$ (903,141)</u>	<u>\$ (779,529)</u>	<u>\$ 388,403</u>
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	1,089,299	29,682	1,118,981	-
Change in assets and liabilities:				
Decrease (increase) in accounts receivable	52,327	94,887	147,214	(233,235)
Decrease (increase) in due from other funds	-	99,974	99,974	-
Decrease (increase) in prepaid items	-	-	-	106,432
(Decrease) Increase in accounts payable and accrued liabilities	(703,570)	20,909	(682,661)	(259,452)
(Decrease) Increase in customer deposits	(10,401)	-	(10,401)	-
(Decrease) Increase in due to other funds	-	2,512	2,512	-
(Decrease) Increase in unearned revenues	(6,218)	77,703	71,485	-
Total adjustments	<u>421,437</u>	<u>325,667</u>	<u>747,104</u>	<u>(386,255)</u>
Net cash provided (used) by operating activities	<u>\$ 545,049</u>	<u>\$ (577,474)</u>	<u>\$ (32,425)</u>	<u>\$ 2,148</u>

Non-cash transactions were from capital projects funded by the SPLOST funds in the amount of \$1,165,277 for the water and sewer fund.

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

GLYNN COUNTY, GEORGIA
 FIDUCIARY FUNDS
 STATEMENT OF FIDUCIARY NET ASSETS
 JUNE 30, 2008

	Agency Funds	Pension Trust Fund
ASSETS		
Cash	\$ 3,796,339	\$ 14,341,840
Accounts receivable	-	181,827
Taxes receivable	4,403,576	-
Due from other funds	-	236,494
Investments, at fair value:		
U.S. government and agency obligations	-	1,759,750
Corporate bonds	-	8,540,038
Domestic stocks	-	25,673,362
Total Investments	-	35,973,150
Total assets	8,199,915	50,733,311
LIABILITIES		
Accounts payable	8,199,915	-
Total liabilities	\$ 8,199,915	-
NET ASSETS		
Held in trust for retirement benefits (See schedule of funding progress on page E-5)		\$ 50,733,311

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

GLYNN COUNTY, GEORGIA
 FIDUCIARY FUNDS
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2008

	Pension Trust Fund
ADDITIONS	
Contributions:	
Employer	\$ 2,706,237
Total contributions	2,706,237
Investment earnings:	
Net appreciation (depreciation) in fair value of investments	(5,620,747)
Interest and dividends	2,051,048
Total	(3,569,699)
Less investment expense	124,768
Net investment income	(3,694,467)
Total additions	(988,230)
DEDUCTIONS	
Benefits	2,332,420
Administrative expense	49,340
Total deductions	2,381,760
Change in net assets	(3,369,990)
Net assets - beginning	54,103,301
Net assets - ending (See schedule of funding progress on page E-5)	\$ 50,733,311

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

Notes to Financial Statements

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the County are discussed below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. Certain of the significant changes in the Statement include the following:

1. A Management Discussion and Analysis (MD&A) section providing an analysis of the County's overall financial position and results of operations.
2. Financial statements prepared using full accrual accounting for all of the County's activities, including infrastructure (roads, bridges, etc.).
3. A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements). The County implemented the general provisions of the Statement for the fiscal year ended June 30, 2003 and retroactively reported infrastructure (assets acquired prior to July 1, 2002) in the fiscal year ended June 30, 2008.

A. Reporting entity

The County is a political subdivision of the State of Georgia and is governed by a seven member Board of County Commissioners. Five members represent a geographical district within the County, while two members represent the County at large. There are additional officers elected countywide. State law pertaining to county government provides for the independent election of these county officials. The officials are all part of the County's legal entity. These elected officials are the Sheriff, Tax Commissioner, State Court Judge, Magistrate Court Judge, Probate Court Judge, Clerk of Superior Court, Clerk of State Court, and the Coroner. The offices of the independently elected officials are not separate from the County and therefore are reported as part of the primary government.

The state constitution and state law pertaining to county government provide for the independent election of the Superior Court Judges and the District Attorney of the Brunswick Judicial Circuit. The cost of operations of the Superior Court Judges and the District Attorney Office is shared with the State of Georgia and other counties in the Judicial Circuit. Only that portion of the cost for which the County is responsible is reported in these financial statements.

The County entered into an intergovernmental agreement with the Georgia Circuit Public Defender Office of the Brunswick Judicial Circuit to provide for criminal indigent defense. The cost of operations is shared with the State and other counties in the Circuit. Only the portion of the costs for which the County is responsible is reported in these financial statements.

The County has implemented the Governmental Accounting Standards Board Statement 14 "The Financial Reporting Entity". The financial reporting entity consists of (a) 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. The nucleus of a financial reporting entity usually is a primary government; however, a governmental organization other than a primary government (such as a component unit, a joint venture, a jointly governed organization, or another stand alone government) serves as the nucleus

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

for its own reporting entity when it issues separate financial statements.

The County has met the criteria for classification as a primary government. The County has a separately elected governing body, is legally separate and is fiscally independent of other state and local governments. All funds, organizations, institutions, agencies, departments, and officers that are not legally separate of the primary government, for financial reporting purposes, are part of the primary government and are included in the financial statements of the County.

1. Discretely Presented Component Units

The component unit columns in the government-wide financial statements include the financial data of the County's component units. They are reported in separate columns to emphasize that they are legally separate from the County.

Glynn County Airport Commission – The Airport Commission (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”) distinguish it as separate from the County. The Commission's Board is appointed by the 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 295 Aviation Parkway, Brunswick, Georgia 31525.

Glynn County Board of Health – 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 2747 Fourth Street, Georgia 31520.

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 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

GLYNN COUNTY, GEORGIA
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sufficient funds to conduct these activities. During the year ended June 30, 2008, 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.

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, 2008, 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 Organization

On January 24, 2007 the Glynn County Board Commissioners, along with the City of Brunswick, Georgia executed an operational agreement between the Brunswick-Glynn County Joint Water and Sewer Commission. The Commission was created for the purpose of consolidating the City's and County's water and wastewater systems to enhance the overall efficiency and service to public and private customers by avoiding duplication of resources. The Joint Commission began operations on January 1, 2008, causing the County to cease all water and wastewater operations. The total commission membership is five, including two members from Glynn County. Separate financial statements can be obtained directly from Brunswick – Glynn County Joint Water and Sewer Commission, 700 Gloucester Street, Suite 300, Brunswick, GA 31520.

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 where they are recorded as revenue. Operating costs for these officials are included as a part of the County's General Fund. These units include:

- Tax Commissioner
- Clerk of Superior Court
- Probate Court
- Juvenile Court
- Child Support Receiver
- Clerk of State Court
- Sheriff's Office
- Magistrate Court

B. Government-wide and fund financial statements

The basic financial statements include both government-wide (based on the County as a whole) and fund financial statements. While the previous model emphasized fund types (the total of all funds of a particular type), in the new reporting model the focus is on either the County as a whole or major individual funds (within the fund financial statements). Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business type. In the government-wide Statement of Net Assets, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reflected, on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

The government-wide Statement of Activities reflects both the gross and net cost per functional category (general government, judiciary, public safety, public works, etc.), which are otherwise being supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants and contributions. The program revenues must be directly associated with the function or a business-type activity. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a function or segment, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net cost (by function or business-type activity) is normally covered by general revenue (property, sales and other taxes, intergovernmental revenues, investment income, etc.). Historically, the previous model did not summarize or present net cost by function or activity.

The government-wide focus is more on the sustainability of the County as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. In the process of aggregating data for the statement of the net assets and the statement of activities, some amounts reported as interfund activity and balances in the funds are eliminated or reclassified in the government-wide financial statements.

The fund financial statements are, in substance, very similar to the financial statements presented in the previous model. Emphasis here is on the major funds in either the governmental or business-type categories. Non-major funds (by category) or fund type are summarized into a single column.

Unless an internal service fund is combined with the business-type activities (deemed to be an infrequent event), totals on the business-type activity fund statements should directly reconcile to the business-type activity column presented in the government-wide statements.

The governmental funds major fund statements in the fund financial statements are presented on a current financial resources measurement focus and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to (a) demonstrate legal and covenant compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the County's actual experience conforms to the budget or fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is presented following each statement, which briefly explains the adjustment necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

The County's fiduciary funds are presented in the fund financial statements by type (pension and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

The focus of the revised model is on the County as a whole and the fund financial statements, including the major individual funds of the governmental and business-type categories, as well as the fiduciary funds, (by category) and the component units. Each presentation provides valuable information that can be analyzed and compared (between years and between governments) to enhance the usefulness of the information.

C. Basis of presentation

The financial transactions of the County are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

The new model (Statement 34) sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

The County uses the following fund types:

1. Governmental Funds:

The focus of governmental fund measurement (in the fund financial statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the County:

- a. **General Fund** is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. **Debt Service Fund** is used to account for the accumulation of funds for the periodic payment of principal and interest on governmental contractual agreements. The major fund, (Debt Service – JWSC) is used to account for revenue received from the Brunswick – Glynn County Joint Water and Sewer Commission and the County's previous water and wastewater debt obligations. For more information on this fund, refer to Note III. I. Special Item.
- c. **Special Revenue Funds** are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- d. **Capital Projects Funds** are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Business-type/Proprietary Funds). The major fund, (Sales Tax Construction 4), is where the proceeds of a special one cent sales tax adopted by referendum and expenditures for roads, drainage, equipment and other improvements are accounted.

2. Proprietary Funds:

The focus of Proprietary Fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the County:

- a. **Enterprise Funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) has a pricing policy designed for the fees and charges to recover similar costs. The major fund, (Water & Sewer), accounts for business-type activities for the provision of water and sewer services to the residents of the County.
- b. **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.

3. Fiduciary Funds:

- a. **Fiduciary Funds** are used to report assets held in a trustee or agency capacity for others and therefore are not available to support County programs. The reporting focus is upon net assets and changes in net assets and employs accounting principles similar to proprietary funds. Trust and Agency Funds are used to account for the pension trust fund and agency

GLYNN COUNTY, GEORGIA
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funds, which are custodial in nature. The County has one pension trust fund that accounts for the retirement benefits of the County's employees. There are eight agency funds, which account for the receipts and disbursements of funds by the tax commissioner, clerk of superior court, probate court, juvenile court, child support receiver, clerk of state court, sheriff's office, and magistrate court.

4. Non-Current Governmental Assets/Liabilities:

GASB Statement 34 eliminates the presentation of Accounts Groups, but provides for these records to be maintained and incorporates the information into the Governmental column in the government-wide Statement of Net Assets.

D. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

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 GASB. 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. The Governmental Funds in the Fund Financial Statements are presented on a modified accrual basis.

1. Accrual:

All proprietary funds, the pension trust fund, and agency funds are accounted for using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, usually 60 days. Revenues considered susceptible to accrual are property taxes, charges for services, and investment income. In applying the "susceptible to accrual" concept to intergovernmental revenues pursuant to GASB Statement 33, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met should, under most circumstances, be reported as advances by the provider and deferred revenue by the recipient. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt is recognized when due.

E. Assets, Liabilities and Fund Equity

1. Deposits and Investments

The County has defined cash and cash equivalents to include cash on hand, demand deposits, cash with fiscal agent, and short term investments with original maturities of three months or less from the date of acquisition. Investments are stated at fair value, (quoted market price or the best estimate thereof).

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

2. Receivables

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property taxes, grants and other similar intergovernmental revenues since they are usually both measurable and available. Nonexchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual basis of accounting, but not deferred in the government-wide financial statements in accordance with the accrual basis. Accounts receivable comprise the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

The major receivable for the County is property taxes receivable. Real and personal property taxes are levied after acceptance of the County's tax digest by the State of Georgia Department of Revenue. Property taxes were levied and mailed on September 15, 2007. The taxes were based on January 1, 2007 assessed values and were due November 15, 2007, after which date liens can be attached. Motor vehicle taxes are assessed January 1, based on values on January 1; due dates are based on the birth date of the registered owner.

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 for the other government agencies is the responsibility of the Tax Commissioner's office, which is accounted for as an agency fund. County property tax revenues are recognized when levied to the extent they result in current receivables.

3. Inventories 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.

4. Restricted Assets

Enterprise Funds - The Water & Sewer Fund maintains a separate fund to account for the provision of water and sewer services for residents of the unincorporated area of Glynn County. Funds received in payment of customer deposits are recorded in this account and refunds of customer deposits are paid from this account. Liabilities payable from restricted assets are reported separately to indicate that the source of payment is the restricted assets.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, rights of way, water and sewer distribution systems and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Capital assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

In the case of initial capitalization of infrastructure assets, those that were acquired prior to fiscal year 2003 were recorded at their current replacement cost adjusted by the implicit price deflator index for governments to the base year of either 1980 or the actual construction year. Interest

GLYNN COUNTY, GEORGIA
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incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Infrastructure assets acquired prior to 1980 are included in the amounts reported.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation for capital assets is computed using the straight-line method over the following estimated useful lives:

Buildings	7-50 years
Improvements other than Buildings	30 years
Machinery and equipment	2-30 years
Water and sewer infrastructure	10-50 years
Roads	30 years
Bridges	50 years
Stormwater systems	40 years
Traffic Signals	20 years

6. 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. 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.

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 accounts 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 accrued liabilities in the Internal Service Funds.

7. Compensated Absences

The liability for compensated absences has been accrued. In governmental funds, liabilities are not considered current until they are expected to be liquidated with expendable available financial resources; therefore, only the current liability is accrued in the governmental funds. The total liability for proprietary funds is recorded in the proprietary fund type. The County's policy is 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 may carry over 600 hours) of vacation to the next year. The accumulated benefits will be liquidated in future years as employees elect to use them. In the normal course of business, all payments of these accumulated benefits will be funded from appropriations of the year in which they are to be paid. All compensated absences are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and

GLYNN COUNTY, GEORGIA
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retirements. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

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 \$7,297,465 at June 30, 2008.

8. Equity Classifications

Equity is classified as net assets and displayed in three components in the government-wide financial statements.

- a) **Invested in capital assets, net of related debt** consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b) **Restricted net assets** consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributions, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c) **Unrestricted net assets** consists of all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

F. Revenues, Expenditures and Expenses

1. Operating and Non-operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and or services. Also included are all revenues and expenses not related to capital and related financing, non-capital financing, or investing activities. 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, the County's policy is to use restricted resources first, then unrestricted resources as needed.

2. Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for governmental activities. Administrative overhead charges are made to various functions and are included in direct expenses. In the fund financial statements, governmental fund expenditures are classified by character, i.e. current (further classified by function), debt service, and capital outlay. Proprietary fund expenses are classified as operating and non-operating.

In the fund financial statements, governmental funds report expenditures of current financial resources. Proprietary funds report expenses relating to use of economic resources.

3. Interfund Transactions

Interfund transactions are reflected as loans, services provided, reimbursement or transfers. Loans are reported as receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide columnar presentation.

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

4. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that may affect the amounts reported in the financial statements and the related notes. Accordingly, actual results could differ from these estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Net Assets

The Solid Waste Disposal Fund has unrestricted net (liability) assets of \$(409,068). The deficit resulted when landfill post-closure expenses were recorded. The County expects that the deficit will be reversed by interest earnings in the next ten years. The Employee Benefit Plan and Administrative Services funds have net (liability) assets of \$(551,324) and \$(49,398), respectively. These internal service fund deficits will be reduced by increased rates charged to other funds and customers.

B. Budget Variances

None noted.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

General:

Individual bank accounts and investments are maintained in each fund of the County. The cash and investments of the Glynn County Defined Benefit Pension Plan (GCDBPP) are also held separately and reported within the Pension Trust Fund.

Deposits:

Custodial Credit Risk for deposits is the risk that, in the event of bank failure, a government's deposits may not be returned to it. At June 30, 2008 all of the County's deposits were either covered by federal depository insurance or collateralized through the Georgia Public Funds Pledging Pool, a multiple financial institution collateral pool administered by the Georgia Bankers Association for the State of Georgia.

Georgia law governs collateral requirements and forms of collateral under O.C.G.A. Section 45-8-12 which is incorporated by reference within the County's Investment Policy. The County has no custodial credit risk policies requiring additional collateral. In summary, Georgia law states:

- All deposits shall be collateralized within 10 days of deposit by a surety bond, a guarantee of insurance, or collateral.
- The face value of any surety bond, guarantee of insurance or collateral shall be at least 110% of the public funds being secured, net of deposit insurance.
- If a depository elects the pooled method (O.C.G.A. Section 45-8-13.11), the aggregate market value of pledged securities may not be less than 110% of the daily pool balance.

Authorized security for deposits enumerated under law includes surety bonds, FDIC insurance, obligations of the United States or the State of Georgia, obligations of Georgia counties or municipalities, bonds of any Georgia public authority, industrial revenue bonds of any Georgia development authority, and obligations of any subsidiary corporation of the United States government fully guaranteed by the United States (such as Federal Home Loan Bank, Federal National Mortgage Association, etc).

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

Investments:

In its investment of both public and pension trust funds, the County follows state statutes and adopted investment policies. As of June 30, 2008 the investments of the Primary Government and the GCDBPP were:

	Average Credit Rating	Fair Value	Maturities in Years			
			Less than 1	1 to 3	4 to 5	Greater than 5
Primary government:						
Georgia Fund 1	Aaa	\$ 33,035,547	\$ 33,035,547	\$ -	\$ -	\$ -
Pension Trust Fund:						
US Treasury Notes	AAA	1,759,750	500,937	531,094	414,500	313,219
Corporate bonds	A	2,575,636	-	327,777	112,568	2,135,291
Corporate bonds	AA	672,736	153,584	104,671	-	414,481
Corporate bonds	AAA	863,910	-	211,380	166,120	486,410
Corporate bonds	BBB	4,427,756	92,677	102,820	381,320	3,850,939
Domestic stock	NR	25,673,362	25,673,362			
		<u>\$ 69,008,697</u>	<u>\$ 59,456,107</u>	<u>\$ 1,277,742</u>	<u>\$ 1,074,508</u>	<u>\$ 7,200,340</u>

Under state law, investments of the County's public funds may be placed in obligations of (or obligations guaranteed by) the U.S. government, obligations of agencies of corporations in the U.S. government, obligations of any state or any political subdivision of any state, certificates of deposit or time deposits of financial institutions with deposits insured by FDIC, prime bankers acceptances, repurchase agreements, and the Georgia Fund 1. During the year the County invested public funds in certificates of deposits and time deposits of local banks, U.S. Government obligations, obligations of agencies guaranteed by the U.S. Government, repurchase agreements through local banks, and the Georgia Fund 1.

State law also governs the investment of retirement funds (O.C.G.A. 47-20-84) and limits investments to maximum concentrations by investment category (at cost). The County's defined benefit plan qualifies as a "large retirement system", a designation which allows the plan additional investments in equity securities.

The Georgia Fund 1 is considered to be a 2a7-like-pool that operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Georgia Fund 1 was created under O.C.G.A. 36-83-8 and is managed by the State of Georgia's Office of Treasury and Fiscal Services. The pool is not registered with the SEC as an investment company. The fair value of the pool is the same as the value of the pool shares. As a public fund, Georgia Fund 1 is exempt from any disclosure of custodial credit risk.

Deposit and investment transactions are subject to a variety of risks. The County seeks to promote the safety of principal, provide adequate liquidity for operational needs, earn market rates of return on investments consistent with liquidity needs and investment quality, and conform with legal requirements.

Interest rate risk is the risk that changes in interest rates that will adversely affect the value of an investment. The County does not have a policy that addresses this risk.

Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. The County does not have a policy that addresses this risk. GCDBPP policies minimize credit risk by allowing investments in debt instruments of corporations rated "Bank Investment Grade" by Moody's Rating Service and Standard & Poor's Rating Service.

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All of the GCDBPP's investments in U.S. Treasury and Agency securities carry the explicit guarantee of the U.S. government.

Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. Disclosures are required for any issuer that represents 5% of more of total investments, exclusive of mutual funds, external investment pools and investments issued or guaranteed by the U.S. government. The GCDBPP Investment Policy seeks a diversified portfolio of fully negotiable, equity, fixed income, and money market securities, with the following maximum investment limits, stated at cost:

1. A minimum of 45% of the fund assets should be invested in fixed income and fixed maturity securities with a maximum of 65% of the fund allowable.
2. A maximum of 55% of the total portfolio may be invested in common stocks.
3. The maximum investment in any one equity security is limited to 1% of the total portfolio value at the time the investment is made. The maximum investment in any one macro-economic sector will not exceed 15% and the maximum position for any one common stock is to be no more than 5% of the entire portfolio.

Deposits and investments are reconciled between the financial statements and note disclosure as follows:

Basic financial statements:

Cash and investments	\$ 110,272,614
Restricted cash	3,520,457
Pension and agency funds	54,111,329
Total	\$ 167,904,400

Notes to financial statements:

Deposits	\$ 98,886,288
Investments	69,008,697
Cash on hand	9,415
Total	\$ 167,904,400

B. Receivables

Receivables as of year end for the government's individual major funds and non-major, internal service, and fiduciary funds in the aggregate including the applicable allowance for uncollectible accounts, are as follows:

Receivable	General	Sales Tax #4	Sales Tax #5	Debt Service Fund - JWSC	Nonmajor Governmental
Taxes	\$ 1,379,836	\$ -	\$ -	-	\$ 247,383
Accounts	461,747	-	-	-	943,300
Interest	569,605	53,864	-	-	-
Notes - current portion	-	-	-	-	-
Notes - long term portion	-	-	-	-	-
Intergovernmental	6,098,947	-	4,185,749	24,415,639	173,310
Gross receivables	8,510,135	53,864	4,185,749	24,415,639	1,363,993
Less:					
Allowance for uncollectibles	(41,395)	-	-	-	(7,422)
Net receivables	\$ 8,468,740	\$ 53,864	\$ 4,185,749	\$ 24,415,639	\$ 1,356,571

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

Receivable	Nonmajor Enterprise	Internal Service	Total
Taxes	\$ 272,738	\$ -	\$ 1,899,957
Accounts	27,602	438,855	1,871,504
Interest	22,496	-	645,965
Notes - current portion	34,078	-	34,078
Notes - long term portion	327,645	-	327,645
Intergovernmental	-	16,591	34,890,236
Gross receivables	<u>684,559</u>	<u>455,446</u>	<u>39,669,385</u>
Less:			
Allowance for uncollectibles	<u>(34,785)</u>	<u>-</u>	<u>(83,602)</u>
Net receivables	<u>\$ 649,774</u>	<u>\$ 455,446</u>	<u>\$ 39,585,783</u>

C. Notes Receivable

In connection with a 1988 grant received from the State of Georgia Department of Community Affairs, the County has established a revolving loan fund. As of June 30, 2008 the following notes were outstanding.

Description of note receivable	Total	Current	Long Term
Keebler, Inc., payable in 179 monthly installments of \$2,959, including interest at 4%, beginning October 3, 2002.	\$ 274,135	\$ 24,995	\$ 249,140
Glynco Machine Company, Inc., payable in 120 monthly installments of \$966, including interest at 3%, beginning February 1, 2007.	<u>87,588</u>	<u>9,083</u>	<u>78,505</u>
Total notes receivable	<u>\$ 361,723</u>	<u>\$ 34,078</u>	<u>\$ 327,645</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

D. Capital Assets

For more information on capital assets reported with the County's Business-type Activities see Note III. I . Special Item. Capital asset activity for the year ended June 30, 2008 was as follows:

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
Governmental Activities				
<i>Non-Depreciable Assets:</i>				
Land	\$ 8,330,883	\$ 2,180,536	\$ -	\$ 10,511,419
Rights of Way	117,175,087	-	-	117,175,087
Construction in Progress	<u>5,261,670</u>	<u>12,626,225</u>	<u>(4,379,486)</u>	<u>13,508,409</u>
Total non-depreciable capital assets	<u>130,767,640</u>	<u>14,806,761</u>	<u>(4,379,486)</u>	<u>141,194,915</u>
<i>Depreciable Assets:</i>				
Buildings and Improvements	63,614,398	1,925,491	-	65,539,889
Machinery and Equipment	28,580,355	3,377,770	(774,918)	31,183,207
Infrastructure	94,657,936	7,188,020	-	101,845,956
Improvements Other	<u>4,736,979</u>	<u>-</u>	<u>-</u>	<u>4,736,979</u>
Total depreciable capital assets	<u>191,589,668</u>	<u>12,491,281</u>	<u>(774,918)</u>	<u>203,306,031</u>
<i>Accumulated Depreciation</i>				
Buildings and Improvements	(18,535,675)	(1,365,048)	-	(19,900,723)
Machinery and Equipment	(18,929,489)	(2,114,336)	(697,382)	(20,346,443)
Improvements Other	(1,047,505)	(157,899)	-	(1,205,404)
Infrastructure	<u>(62,663,070)</u>	<u>(3,309,493)</u>	<u>-</u>	<u>(65,972,563)</u>
Sub-total accumulated depreciation	<u>(101,175,739)</u>	<u>(6,946,776)</u>	<u>(697,382)</u>	<u>(107,425,133)</u>
Total Governmental Activities	<u>221,181,569</u>	<u>20,351,266</u>	<u>(5,851,786)</u>	<u>237,075,813</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
Business-Type Activities:				
<i>Non-Depreciable Assets:</i>				
Land	361,855	824	(362,679)	-
Construction in progress	8,821,241	2,259,795	(11,081,036)	-
Total capital assets not, being depreciated	<u>9,183,096</u>	<u>2,260,619</u>	<u>(11,443,715)</u>	<u>-</u>
<i>Depreciable Assets:</i>				
Land and land improvements	140,000	-	-	140,000
Buildings and Improvements	67,032,644	6,682,808	(73,715,452)	-
Machinery and Equipment	2,467,928	-	(2,163,342)	304,586
Sub-total assets	<u>69,640,572</u>	<u>6,682,808</u>	<u>(75,878,794)</u>	<u>444,586</u>
<i>Accumulated Depreciation</i>				
Land and Land Improvements	(140,000)	-	-	(140,000)
Buildings and Improvements	(18,027,091)	(1,056,263)	(19,083,354)	-
Machinery and Equipment	(1,967,582)	(62,718)	(1,939,723)	(90,577)
Sub-total accumulated depreciation	<u>(20,134,673)</u>	<u>(1,118,981)</u>	<u>(21,023,077)</u>	<u>(230,577)</u>
Total Business-Type Activities	<u>58,688,995</u>	<u>7,824,446</u>	<u>(108,345,586)</u>	<u>214,009</u>
Total Capital Assets	<u>\$ 279,870,564</u>	<u>\$ 28,175,712</u>	<u>\$ (114,197,372)</u>	<u>\$ 237,289,822</u>

	Glynn County Airport Commision			Ending Balance
	Beginning Balance	Increases	Decreases	
Component Unit				
<i>Non-Depreciable Assets:</i>				
Land	\$ 10,408,759	\$ -	\$ -	\$ 10,408,759
Construction in progress	665,517	1,523,190	582,127	1,606,580
<i>Depreciable Assets:</i>				
Land improvements	16,390,665	-	-	16,390,665
Buildings	13,757,268	75,677	-	13,832,945
Machinery and equipment	604,222	33,805	-	638,027
Office equipment and furniture	418,365	3,033	-	421,398
Motor vehicles	851,722	24,960	-	876,682
Airfield roads and grounds	14,264,496	562,599	-	14,827,095
Total	<u>57,361,014</u>	<u>2,223,264</u>	<u>582,127</u>	<u>59,002,151</u>
<i>Accumulated Depreciation</i>				
Land improvements	(16,390,665)	-	-	(16,390,665)
Buildings	(2,787,723)	(629,771)	-	(3,417,494)
Machinery and equipment	(427,413)	(52,176)	-	(479,589)
Office equipment and furniture	(247,619)	(62,328)	-	(309,947)
Motor vehicles	(135,856)	(63,464)	-	(199,320)
Airfield roads and grounds	(6,392,927)	(769,701)	-	(7,162,628)
Total	<u>(26,382,203)</u>	<u>(1,577,440)</u>	<u>-</u>	<u>(27,959,643)</u>
Total Component Unit	<u>\$ 30,978,811</u>	<u>\$ 645,824</u>	<u>\$ 582,127</u>	<u>\$ 31,042,508</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

Depreciation expense was charged to governmental activities as follows:

General government	\$ 558,344
Judiciary	513,767
Public safety	1,734,963
Public works	3,385,978
Culture and recreation	611,456
Housing and development	74,367
Health	67,901
	<u>6,946,776</u>
Total depreciation expense	<u>\$ 6,946,776</u>

E. Interfund Receivables, Payables and Transfers

Interfund receivable and payable balances at June 30, 2008, are as follows:

Due To	Due From				
	General	Sales Tax 4	Sales Tax 5	Nonmajor Governmental	Water and Sewer
General	\$ -	\$ 6,297	\$ -	\$ 56,762	\$ -
Sales Tax #4	-	-	1,012,830	984,587	-
Sales Tax #5	220,557	-	-	-	-
Nonmajor Governmental	4,581,756	-	-	-	-
Water and Sewer	-	-	-	-	-
Nonmajor Enterprise	350,763	-	-	-	-
Internal Service	1,352,618	-	-	-	-
	<u>\$ 6,505,694</u>	<u>\$ 6,297</u>	<u>\$ 1,012,830</u>	<u>\$ 1,041,349</u>	<u>\$ -</u>
	Nonmajor Enterprise	Internal Service	Total		
General	\$ 6,496	18,332	\$ 87,887		
Sales Tax #4	-	-	1,997,417		
Sales Tax #5	-	-	220,557		
Nonmajor Governmental	-	-	4,581,756		
Water and Sewer	-	-	-		
Nonmajor Enterprise	-	-	350,763		
Internal Service	-	-	1,352,618		
	<u>\$ 6,496</u>	<u>\$ 18,332</u>	<u>\$ 8,590,998</u>		

These balances represent loans between the borrower fund and the lender fund. These balances resulted from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. Interfund receivables and payables are reported in the fund financial statements; however, they are eliminated in the government-wide financial statements if the interfund loan is between governmental funds.

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

A summary of interfund transfers by fund type is as follows:

<u>Transfer to</u>	<u>Transfer From</u>				<u>Total</u>
	<u>General</u>	<u>Nonmajor Governmental</u>	<u>Water and Sewer Fund</u>	<u>Nonmajor Enterprise</u>	
General	\$ -	\$ 2,142,222	\$ 3,164	\$ -	\$ 2,145,386
Debt Service Fund - JWSC			1,021,099		1,021,099
Nonmajor Governmental	4,305,410	799,425	5,224,096	-	10,328,931
Nonmajor Enterprise	1,333	199,689		-	201,022
	<u>\$ 4,306,743</u>	<u>\$ 3,141,336</u>	<u>\$ 6,248,359</u>	<u>\$ -</u>	<u>\$ 13,696,438</u>

Interfund transfers are used to 1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, and 2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfer from the general fund to the emergency telephone system fund in the amount of \$638,572 is to supplement the revenues collected from the fees assessed, which do not cover cost of operations in that fund. The transfers of this type are recorded as other financing uses and other financing sources in the governmental funds financial statements. However, transfers are eliminated in the government-wide financial statements if the interfund transfer is within the governmental fund group.

F. Capital Lease Obligations

The County has purchased new water meters for its water and sewer system under two capital lease agreements, which are now payable from the Brunswick- Glynn County Joint Water and Sewer Commission revenues. The individual water meters are less than the County's capitalization threshold of \$5,000 and are therefore not included in the capital asset balances as of June 30, 2008. The County also purchased a generator for the St. Simons Waste Water Treatment Plant under a capital lease, which is now in possession of the Brunswick- Glynn County Joint Water and Sewer Commission. The County has transferred all water and sewer assets to the Joint Commission. Therefore, the generator is not recorded within the County's records.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2008, were as follows:

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>
2009	\$ 272,984
2010	272,984
2011	272,984
2012	272,984
2013	272,984
2014-2016	516,319
Total minimum lease payments	1,881,239
Less: amount representing interest	(252,150)
Present value of minimum lease payments	<u>\$ 1,629,089</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

G. Long-term Liabilities

Governmental Activities

Please refer to Note III.I for more detail concerning the County's long-term debt.

Revenue Bonds:

Bonds payable at June 30, 2008 are comprised of the following issues (excluding unamortized bond discount of \$26,178 reported only within the Governmental Activities:

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 5.00%	<u>\$ 10,895,000</u>
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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. Federal arbitrage regulations were applicable for fiscal year 2008, resulting in an arbitrage expenditure of \$47,084.

The following summarizes maturities of bonded debt (excluding bond discount of \$29,703 for the Water and Sewer Revenue Refunding and Improvement Bonds, series 2003) and related interest requirements due subsequent to June 30, 2008:

Year Payable	Total Debt Service	Principal	Interest
2009	\$ 1,000,918	\$ 550,000	\$ 450,918
2010	1,005,105	570,000	435,105
2011	1,002,150	585,000	417,150
2012	1,007,260	610,000	397,260
2013	1,005,300	630,000	375,300
2014-2018	5,048,690	3,555,000	1,493,690
2019-2023	5,058,750	4,395,000	663,750
	<u>\$ 15,128,173</u>	<u>\$ 10,895,000</u>	<u>\$ 4,233,173</u>

Defeased Bonds

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 principle payments through the final payment of August 2, 2011. At June 30, 2008, \$815,000 of the defeased debt was outstanding.

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

Georgia Environmental Facilities Authority (GEFA) Construction Period Loans

On May 18, 2006, the County executed an agreement with the Georgia Environmental Facilities Authority for the construction of water and sewer systems. This loan was amended on August 3, 2006. The construction period loan has an interest rate of 4.0% and a maximum loan amount of \$5,442,335 (2005 L33WJ – Highway 341 systems). When the construction period loan is closed to a permanent loan, the permanent loan will have an interest rate of 4.05% and a monthly payment of \$33,123 for twenty years. As of June 30, 2008, the County had drawn \$5,437,085 on the construction period loan.

On November 15, 2006, the County executed an agreement with the Georgia Environmental Facilities Authority for the construction of water and sewer systems. The construction period loan has an interest rate of 4.0% and a maximum loan amount of \$5,700,000 (2006 L17WJ – East Beach Neighborhood Water & Sewer Improvements). When the construction period loan is closed to a permanent loan, the permanent loan will have an interest rate of 4.1% and a monthly payment of \$34,842 for twenty years. As of June 30, 2008, the County had drawn \$696,471 on the construction period loan.

On December 20, 2006, the County executed an agreement with the Georgia Environmental Facilities Authority for the construction of water and sewer systems. The construction period loan has an interest rate of 4.0% and a maximum loan amount of \$1,777,123 (2006 L26WJ – Miscellaneous Water and Sewer System Improvements). When the construction period loan is closed to a permanent loan, the permanent loan will have an interest rate of 4.28% and a monthly payment of \$11,033 for twenty years. As of June 30, 2008, the County had drawn \$1,722,222 on the construction period loan.

Georgia Environmental Facilities Authority (GEFA) Permanent Loan

On January 18, 2005, the County executed an agreement with the Georgia Environmental Facilities Authority for the construction of water and sewer systems. The construction period loan had an interest rate of 3.82% and a maximum loan amount of \$1,000,000 (2004 L06WJ – Highway 99 systems). The construction period loan was closed to a permanent loan in September, 2006 with an interest rate of 3.82% and a monthly payment of \$5,965 for twenty years. The balance of the loan as of June 30, 2008, was \$982,534. The debt service requirements to maturity are as follows:

<u>Year Payable</u>	<u>Total Debt Service</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 74,615	\$ 37,738	\$ 36,877
2010	74,614	39,204	35,410
2011	74,613	40,728	33,885
2012	74,614	42,312	32,302
2013	74,614	43,957	30,657
2014-2018	373,070	246,784	126,286
2019-2023	373,070	298,632	74,438
2024-2027	248,713	233,179	15,534
	<u>\$ 1,367,923</u>	<u>\$ 982,534</u>	<u>\$ 385,389</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

On August 4, 2005, the County executed an agreement with the Georgia Environmental Facilities Authority for the construction of water and sewer systems. The construction period loan had an interest rate of 4.0% and a maximum loan amount of \$480,422 (2005 L13WQ – Clearwater systems). The construction period loan was closed to a permanent loan in March 2008 and has an interest rate of 4.2% and a monthly payment of \$3,641 for twenty years. The balance of the loan as of June 30, 2008, was \$449,344. The debt service requirements to maturity are as follows:

<u>Year Payable</u>	<u>Total Debt</u>		
	<u>Service</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 33,513	\$ 14,956	\$ 18,557
2010	33,513	15,585	17,928
2011	33,513	16,232	17,281
2012	33,513	16,900	16,613
2013	33,513	17,677	15,836
2014-2018	167,567	100,261	67,306
2019-2023	167,567	123,645	43,922
2024-2028	169,869	144,088	25,781
	<u>\$ 672,568</u>	<u>\$ 449,344</u>	<u>\$ 223,224</u>

On May 19, 2006, the County executed an agreement with the Georgia Environmental Facilities Authority for the construction of water and sewer systems. The construction period loan had an interest rate of 3.92% and a maximum loan amount of \$2,510,693 (2005 L40WQ – Five Neighborhoods sewer systems). The construction period loan was closed to a permanent loan in March 2008 and has an interest rate of 3.92% and a monthly payment of \$15,109 for twenty years. The balance of the loan as of June 30, 2008, was \$2,244,744. The debt service requirements to maturity are as follows:

<u>Year Payable</u>	<u>Total Debt</u>		
	<u>Service</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 163,444	\$ 76,959	\$ 86,485
2010	163,444	79,887	83,557
2011	163,444	83,075	80,369
2012	163,444	86,267	77,177
2013	163,444	89,956	73,488
2014-2018	817,219	505,920	311,299
2019-2023	817,219	615,268	201,951
2024-2028	776,514	707,412	69,102
	<u>\$ 3,228,172</u>	<u>\$ 2,244,744</u>	<u>\$ 983,428</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

On August 9, 2007, the County executed an agreement with the Georgia Environmental Facilities Authority from the Georgia Land Conservation Program on behalf of the St. Simons Island Land Trust. The total loan (LC2007008) amount is \$2,750,000 and has an interest rate of 3.00%. The monthly payment is \$15,254 for a period of twenty years. The balance of the loan as of June 30, 2008, was \$2,725,080. The debt service requirements to maturity are as follows:

Year Payable	Total Debt		
	Service	Principal	Interest
2009	\$ 183,047	\$ 103,071	\$ 79,976
2010	183,047	106,074	76,973
2011	183,047	109,301	73,746
2012	183,047	112,512	70,535
2013	183,047	116,158	66,889
2014-2018	915,236	635,391	279,845
2019-2023	915,236	738,080	177,156
2024-2028	862,591	804,493	58,098
	<u>\$ 3,608,298</u>	<u>\$ 2,725,080</u>	<u>\$ 883,218</u>

Closure and Postclosure Care Cost for Solid Waste Disposal Enterprise Fund

State and federal laws and regulations require the County to meet certain requirements in order to close its landfill and to perform certain maintenance and monitoring functions at the landfill site for a period of thirty years after closure. Although closure and post-closure care costs will generally be paid near or after the date the landfill stops accepting waste, generally accepted accounting principles require a portion of the estimated closure and post-closure care costs to be reported as an operating expense in each period for which the landfill accepts waste. The \$1,839,561 reported as landfill closure and postclosure care liability at June 30, 2008, represents the cumulative amount reported to date based on the use of 100% of the estimated capacity of both the sanitary and the dry bulk landfills. Amounts for closure and post-closure care costs are based on what it would cost to perform all postclosure care in 2008, adjusted annually for inflation. The County has closed all landfills and no useful life exists. Actual costs may be different due to changes in inflation, technology, regulations, etc.

Changes in Long-term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2008:

	Primary Government					Amounts Due Within One Year
	Beginning Balance	Additions	Reductions	Transfer In/ (Out)	Ending Balance	
Governmental Activities:						
Compensated absences	\$ 2,052,405	\$ 1,560,274	\$ 1,368,486	\$ -	\$ 2,244,193	\$ 1,604,598
Bonds payable	-	-	535,000	11,430,000	10,895,000	550,000
GEFA permanent loan	-	2,750,000	65,485	3,717,187	6,401,702	232,723
GEFA construction loans	-	157,732	-	7,558,854	7,716,586	-
Capital lease obligations	-	-	193,574	1,822,663	1,629,089	208,027
Claims and judgments	-	-	-	-	-	-
Interest payable	-	139,192	-	-	139,192	-
Deferred Amounts:						
Bond discount	-	-	(881)	(27,059)	(26,178)	-
Total Governmental Activities	<u>\$ 2,052,405</u>	<u>\$ 4,607,198</u>	<u>\$ 2,161,664</u>	<u>\$ 24,501,645</u>	<u>\$ 28,999,584</u>	<u>\$ 2,595,348</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

Primary Government						
	Beginning Balance	Additions	Reductions	Transfer In/ (Out)	Ending Balance	Amounts Due Within One Year
Business-Type Activities:						
Bonds payable	\$ 11,430,000	\$ -	\$ -	\$ (11,430,000)	\$ -	\$ -
GEFA permanent loan	1,018,858	-	17,989	(1,000,869)	-	-
GEFA construction loans	8,222,575	2,127,876	75,279	(10,275,172)	-	-
Capital lease obligations	1,921,258	-	98,595	(1,822,663)	-	-
Closure and postclosure costs	1,869,214	-	29,653	-	1,839,561	-
Due to others	800,009	-	800,009	-	-	-
Deferred Amounts:						
Bond discount	(27,940)	-	(881)	27,059	-	-
Total Business-Type Activities	\$ 25,233,974	\$ 2,127,876	\$ 1,020,644	\$ (24,501,645)	\$ 1,839,561	\$ -
Component Unit - Glynn County Airport Commission						
Notes payable	\$ 184,379	\$ -	\$ 66,001	\$ -	\$ 118,378	\$ 69,724
Capital lease obligations	162,841	50,000	59,471	-	153,370	63,522
Compensated absences	30,675	7,621	-	-	38,296	-
Total long-term debt	\$ 377,895	\$ 57,621	\$ 125,472	\$ -	\$ 310,044	\$ 133,246

Compensated absences are generally liquidated by the general and special revenue funds.

H. Reserves of Fund Balances and Restrictions of Net Assets and Restricted Assets

1. Reserves are used to indicate a portion of the fund balance or retained earnings is legally segregated for a specific future use. The County uses the following reservations of fund balance:

Reserved for prepaid items - General Fund - The reserve is used to segregate a portion of fund balance to indicate that, using the consumption method, inventories of supplies do not represent "available spendable resources" even though they are a component of net current assets.

Reserved for public safety expenditures - General Fund - The reserve is restricted for payment confiscated funds as directed by court orders.

Reserved for public works and improvements – General Fund - The reserve was set up by local legislation and may be expended only after advertising and public hearings.

Reserved for encumbrances – General Fund and Nonmajor Governmental Fund – The reserve is used to segregate a portion of fund balance to indicate that expenditures will ultimately result if unperformed contracts for goods or services in process at year end are completed.

Reserved for debt service fund – The reserve is required by bond indenture and is used to service the County's bond debt.

Reserved for employee's retirement system – Pension Trust Fund - The reserve is restricted for payment of retirement benefits.

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

The following is a summary of changes in fund balance reservations:

Fund / Purpose	Balance 6/30/2007	Change	Balance 6/30/2008
General Fund			
Reserved for inventories & prepaid items	\$ 166,476	\$ 43,058	\$ 209,534
Reserved for public safety expenditures	711,814	286,955	998,769
Reserved for public works and improvements	1,081,129	-	1,081,129
Reserved for encumbrances	<u>3,171,214</u>	<u>1,539,577</u>	<u>4,710,791</u>
	<u>\$ 5,130,633</u>	<u>\$ 1,869,590</u>	<u>\$ 7,000,223</u>
Debt Service Fund			
Reserved for debt service	<u>\$ -</u>	<u>\$ 417,932</u>	<u>\$ 417,932</u>
Nonmajor Governmental Funds			
Reserved for encumbrances	<u>\$ 529,595</u>	<u>\$ (397,582)</u>	<u>\$ 132,013</u>
Pension Trust Fund			
Reserved for employee retirement benefits	<u>\$ 54,103,301</u>	<u>\$ (3,369,990)</u>	<u>\$ 50,733,311</u>

2. Restrictions of net assets are used to indicate a portion of net assets that have constraints placed on the use either by external groups or law. The County uses the following restrictions of net assets:

Governmental Activities

Restricted for other purposes – This restriction represents \$5,215,649 in the nonmajor special revenue funds, \$998,769 for public safety expenditures, \$1,081,129 for public works projects and improvements, and \$417,932 for debt service expenditures.

3. Restricted assets

The balances of the restricted asset accounts in the governmental funds are as follows:

Fund / Purpose	Balance 6/30/2008
Capital Projects Fund	
Capital improvement districts	\$ 2,004,061
Bond construction fund	<u>1,098,464</u>
	3,102,525
Debt Service Fund	
Debt service	<u>417,932</u>
Total restricted assets	<u>\$ 3,520,457</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

I. Special Item

At December 31, 2007 the Glynn County Board of Commissioners ceased all water and wastewater operations. All water and wastewater functions were taken over by the Brunswick – Glynn County Joint Water and Sewer Commission. All assets and liabilities were transferred to the Commission except for cash related to debt service and capital projects in progress. Long term debt including all bonds payable and GEFA loans also remained with the County. An agreement was made between the County and the Joint Commission which specified the County would complete all construction efforts in progress as of December 31, 2007. Also, the Joint Commission would remit all long-term debt service payments to the County as those payments became due.

As a result of this agreement, Glynn County established a capital projects fund to account for all ongoing water and wastewater construction efforts. As these projects are completed, the Joint Water and Sewer Commission will assume control of all assets. The County also established a debt service fund to account for all long term liabilities that remained with the County as well as debt service revenues received from the Joint Water and Sewer Commission.

Special items exist for the Water and Sewer Fund and within the Governmental Activities. Details of both Special Items are presented below:

Water and Sewer Fund Special Item

Assets

Transferred to Joint Commission	
Cash and investments	\$ (9,245,919)
Accounts receivable	(1,294,901)
Capital assets	(60,229,365)
Transferred to Governmental Activities	
Deferred charges	(249,209)
	<u>(71,019,394)</u>

Liabilities

Transferred to Joint Commission	
Accrued payables	25,237
Customer deposits	718,866
Other	621,978
Transferred to Governmental Activities	
Accrued payables	405,908
Long term debt	25,285,243
	<u>27,057,232</u>
Special Item	<u>\$ (43,962,162)</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

Governmental Activities

Transferred from Water and Sewer Fund

Deferred charges		
Bond issuance costs	\$	195,350
Deferred loss		28,800
Bond discount		27,059
Accrued interest		(405,908)
Long-term debt		<u>(24,528,704)</u>
		(24,683,403)

Contractual agreement with Brunswick - Glynn County Joint Water and Sewer Commission		<u>24,528,704</u>
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Special Item	\$	<u>(154,699)</u>
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IV. Other Information

A. Retirement Plan

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. The accounting and financial reporting functions are done by the County finance department, and the plan's audited financial statement is included in the County's Comprehensive Annual Financial Report as a Pension Trust Fund and does not issue a stand-alone financial report.

At January 1, 2008, the Retirement Plan of Glynn County membership consisted of:

	<u>Public Safety Employees</u>	<u>General Employees</u>	<u>Total</u>
Retirees and beneficiaries receiving benefits	65	177	242
Terminated plan members entitled to but not yet receiving benefits	107	218	325
Active plan members	<u>317</u>	<u>308</u>	<u>625</u>
Total membership	<u><u>489</u></u>	<u><u>703</u></u>	<u><u>1,192</u></u>

Summary of Significant Accounting Policies

The pension plan's financial statements are reported as the County Employees Pension Trust Fund using the trust's pension plan fiscal year, and are prepared using the accrual basis of accounting. No plan member contributions are required. Employer contributions to the Plan are recognized when due and the County has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Investments are reported at fair value as described at note I.E.1.

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

Funding Policy

The contribution requirements of the County are established and may be amended by the Glynn County Board of Commissioners. The County is required to contribute at an actuarially determined rate; the current rate is 8.63% of annual covered payroll.

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	\$ 2,633,319
Contribution made	(2,633,319)
Increase (decrease) in net pension obligation	-
Net pension obligation, beginning of year	-
Net pension obligation, end of year	\$ -

The annual required contribution for the current year was determined as part of the January 1, 2006 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions include (a) 8.0% investment rate of return (net of investment expenses) and (b) projected salary increases of 5.5% per year, including an inflation rate of 4.5%. The assumptions did not include post retirement benefit increases. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five year period. 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, 2008 was 16 years.

Schedule of Employer Contributions

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2005	\$ 2,497,537	100 %	\$ -
6/30/2006	2,659,721	100	-
6/30/2007	2,633,319	100	-

B. Postretirement Health Care Benefits

In addition to providing pension benefits in accordance with the requirements of a local ordinance, the County makes health care benefits available for substantially all 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. The cost of retiree health care benefits is recognized as an expense as claims are incurred. A policy adopted by the Board of Commissioners on April 1, 1999, included retirees and their dependents in the County's health care plan subject to the retiree paying the County's health insurance rate and dependent coverage costs, and the employee being less than 65 years of age. The retiree pays the same per-employee cost paid by County departments, as well as the dependent coverage fee, if this coverage is desired. The County's health care plan is accounted for in an internal service fund. The cost to the County for those benefits in fiscal year 2008 was \$42,371 for fifteen retirees.

C. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; and errors or 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

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

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; \$300,000 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.

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 \$1,989,344 and \$241,516 as of June 30, 2008 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 probably that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonable estimated. Because actual claims liabilities depend upon such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liability is reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims.

Incurred-But-Not-Reported (IBNR) claims have been accrued as a claims liability in the County Insurance Fund \$241,516 and in the Employee Benefit Plan Fund \$1,989,344 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.

The County pays unemployment claims to the state department of labor on a reimbursement basis. Liabilities for such claims are immaterial and are not accrued.

There were no significant reductions of insurance coverage compared to the prior year. Settled claims have not exceeded the commercial coverage in any of the past three fiscal years.

Changes in the respective Fund's claims liabilities amount in fiscal years 2006 through 2008 were:

<u>Fiscal Year 2006</u>	<u>Beginning</u>	<u>Claims Estimates</u>	<u>Claims Paid</u>	<u>Ending</u>
County Insurance Fund	\$ 289,184	\$ 188,070	\$ 154,076	\$ 323,178
Employee Benefit Plan Fund	1,780,094	4,847,233	5,165,426	1,461,901
Total	<u>\$ 2,069,278</u>	<u>\$ 5,035,303</u>	<u>\$ 5,319,502</u>	<u>\$ 1,785,079</u>

<u>Fiscal Year 2007</u>	<u>Beginning</u>	<u>Claims Estimates</u>	<u>Claims Paid</u>	<u>Ending</u>
County Insurance Fund	\$ 323,178	\$ 53,524	\$ 166,515	\$ 210,187
Employee Benefit Plan Fund	1,461,901	4,652,991	4,775,252	1,339,640
Total	<u>\$ 1,785,079</u>	<u>\$ 4,706,515</u>	<u>\$ 4,941,767</u>	<u>\$ 1,549,827</u>

<u>Fiscal Year 2008</u>	<u>Beginning</u>	<u>Claims Estimates</u>	<u>Claims Paid</u>	<u>Ending</u>
County Insurance Fund	\$ 210,187	\$ 59,235	\$ 27,906	\$ 241,516
Employee Benefit Plan Fund	1,339,640	6,112,314	5,462,610	1,989,344
Total	<u>\$ 1,549,827</u>	<u>\$ 6,171,549</u>	<u>\$ 5,490,516</u>	<u>\$ 2,230,860</u>

GLYNN COUNTY, GEORGIA
Notes to Financial Statements

D. Commitments and Contingencies

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

Grants – 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.

Construction Commitments – In addition to the liabilities enumerated in the balance sheet at June 30, 2008, the County has contractual commitments on uncompleted construction contracts of approximately \$11,882,353. Of this amount, approximately \$3,591,302 is for the construction, renovation, and upgrade of water and sewer infrastructure and \$5,879,953 is for road construction and rehabilitation.

E. 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.

F. 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, 2008, are as follows:

Year Ending June 30,	Amount
2009	\$ 1,477,002
2010	1,488,661
2011	1,276,475
2012	1,174,421
2013	1,051,352
Subsequent years	6,296,193
	<u>\$ 12,764,104</u>

Required Supplementary Information

GLYNN COUNTY, GEORGIA
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Taxes	\$ 43,166,153	\$ 44,301,153	\$ 46,074,425	\$ 1,773,272
Licenses and permits	1,547,831	1,547,831	1,559,122	11,291
Intergovernmental	518,843	2,790,074	1,602,088	(1,187,986)
Charges for services	4,675,427	4,952,247	5,146,990	194,743
Fines and forfeitures	2,018,500	2,035,800	1,974,538	(61,262)
Investment income	2,210,342	2,210,342	2,621,929	411,587
Other	63,550	186,206	341,515	155,309
Total revenues	<u>54,200,646</u>	<u>58,023,653</u>	<u>59,320,607</u>	<u>1,296,954</u>
Expenditures				
Current				
General government				
County administrator	4,951,750	5,687,772	2,677,349	3,010,423
County attorney	400,110	414,986	364,502	50,484
County commission	388,689	5,287,209	4,344,635	942,574
Elections	271,753	287,874	271,204	16,670
Finance	87,239	94,091	91,258	2,833
Information technology services	810,033	1,437,984	1,027,424	410,560
Property tax appraisal	1,173,725	1,284,883	1,263,208	21,675
Tax commissioner	999,195	1,070,022	985,756	84,266
Administrative services	3,531,936	4,200,423	3,138,797	1,061,626
Special projects	-	2,647,870	2,628,792	19,078
Total general government	<u>12,614,430</u>	<u>22,413,114</u>	<u>16,792,925</u>	<u>5,620,189</u>
Judiciary				
District Attorney	621,974	639,274	632,407	6,867
Juvenile Court	734,639	864,795	853,877	10,918
Magistrate Court	183,155	184,443	183,743	700
Probate Court	340,091	363,005	347,862	15,143
Public Defender	400,141	404,310	395,752	8,558
Solicitor of State Court	279,780	297,002	292,934	4,068
Superior Court	1,135,797	1,222,661	1,190,720	31,941
Superior Court Judge	681,052	870,717	685,483	185,234
State Court	617,475	647,694	631,830	15,864
State Court Judge	327,573	344,099	327,823	16,276
Total judiciary	<u>5,321,677</u>	<u>5,838,000</u>	<u>5,542,431</u>	<u>295,569</u>
Public safety				
Coroner	77,233	107,829	102,701	5,128
Fire department	2,952,512	3,233,944	3,081,379	152,565
Police department	7,679,109	9,455,056	9,278,977	176,079
Sheriff	8,587,468	10,305,987	10,297,053	8,934
Total public safety	<u>19,296,322</u>	<u>23,102,816</u>	<u>22,760,110</u>	<u>342,706</u>

(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Works				
Public works	7,493,784	11,670,222	6,635,878	5,034,344
Engineering	1,198,172	7,683,518	6,277,309	1,406,209
Solid waste disposal and recycling	-	53,337	2,999	50,338
Total public works	<u>8,691,956</u>	<u>19,407,077</u>	<u>12,916,186</u>	<u>6,490,891</u>
Health and Welfare				
Community services	285,000	285,000	285,000	-
Health	429,810	429,810	429,188	622
Welfare	76,000	76,000	39,868	36,132
Total health and welfare	<u>790,810</u>	<u>790,810</u>	<u>754,056</u>	<u>36,754</u>
Culture and Recreation				
Recreation	2,094,808	2,804,462	2,507,697	296,765
Libraries	275,000	275,000	275,000	-
Total culture and recreation	<u>2,369,808</u>	<u>3,079,462</u>	<u>2,782,697</u>	<u>296,765</u>
Housing and Development				
Conservation	90,140	90,140	87,123	3,017
Community development	2,272,444	3,334,643	2,387,682	946,961
Total housing and development	<u>2,362,584</u>	<u>3,424,783</u>	<u>2,474,805</u>	<u>949,978</u>
Total current	<u>51,447,587</u>	<u>78,056,062</u>	<u>64,023,210</u>	<u>14,032,852</u>
Debt service				
Principal	-	25,000	24,920	80
Interest and fiscal agent fees	-	20,426	20,842	(416)
Total debt service	<u>-</u>	<u>45,426</u>	<u>45,762</u>	<u>(336)</u>
Total expenditures	<u>51,447,587</u>	<u>78,101,488</u>	<u>64,068,972</u>	<u>14,032,516</u>
Excess revenues over (under) expenditures	<u>2,753,059</u>	<u>(20,077,835)</u>	<u>(4,748,365)</u>	<u>15,329,470</u>
Other financing sources (uses)				
Proceeds from long-term debt	-	2,770,426	2,750,000	(20,426)
Transfers in	2,097,952	2,709,965	2,145,386	(564,579)
Transfers out	(4,893,611)	(7,257,758)	(4,306,743)	2,951,015
Sale of capital assets	42,600	45,348	71,641	26,293
Total Other financing sources (uses)	<u>(2,753,059)</u>	<u>(1,732,019)</u>	<u>660,284</u>	<u>2,392,303</u>
Net change in fund balance	-	(21,809,854)	(4,088,081)	17,721,773
Fund balance at beginning of year	46,375,700	46,375,700	46,375,700	-
Fund balance at end of year	<u>\$ 46,375,700</u>	<u>\$ 24,565,846</u>	<u>\$ 42,287,619</u>	<u>\$ 17,721,773</u>

(Concluded)

GLYNN COUNTY, GEORGIA
DEBT SERVICE FUND - JWSC
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ -	\$ 505,636	\$ 757,893	\$ 252,257
Investment income	-	4,600	4,600	-
Total revenues	<u>-</u>	<u>510,236</u>	<u>762,493</u>	<u>252,257</u>
Expenditures				
Debt service				
Principal	-	769,500	769,139	361
Interest and fiscal agent fees	-	597,100	596,521	579
Total expenditures	<u>-</u>	<u>1,366,600</u>	<u>1,365,660</u>	<u>940</u>
Excess revenues over (under) expenditures	<u>-</u>	<u>(856,364)</u>	<u>(603,167)</u>	<u>253,197</u>
Other financing sources (uses)				
Transfers in	-	1,227,464	1,021,099	(206,365)
Total Other financing sources (uses)	<u>-</u>	<u>1,227,464</u>	<u>1,021,099</u>	<u>(206,365)</u>
Net change in fund balance	-	371,100	417,932	46,832
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 371,100</u>	<u>\$ 417,932</u>	<u>\$ 46,832</u>

GLYNN COUNTY, GEORGIA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

A. Budgets and Budgetary Accounting

State law requires that the County adopt by ordinances or resolutions 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. The legal level of budgetary control over expenditures is exercised by the County at the department level for its general and special revenue funds. Appropriations lapse at year-end.

The County follows these procedures in establishing the budgetary data reflected in the financial statements.

Prior to year-end, the County Administrator submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

1. Public hearings are conducted at the County Courthouse to obtain taxpayer comments.
2. Prior to July 1, the budget is legally enacted through approval by the Board of Commissioners.
3. Budgets for the general fund and all special revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Project length budgets are adopted for the capital projects funds.

The Board of Commissioners has the authority to amend its budget as follows:

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. Transfers of appropriations in any fund among the various accounts within a department shall require only the approval of the budget officer.

Supplemental and decreases in budget appropriations were properly approved by the Board of Commissioners. For the year ended June 30, 2008, the following supplemental appropriations were approved:

<u>Fund Type</u>	<u>Original Appropriations</u>	<u>Supplemental Appropriations</u>	<u>Supplemental Decreases</u>	<u>Final Appropriations</u>
General	\$ 56,341,198	\$ 29,018,048	\$ -	\$ 85,359,246
Debt Service - JWSC	-	1,366,600	-	1,366,600
	<u>\$ 56,341,198</u>	<u>\$ 30,384,648</u>	<u>\$ -</u>	<u>\$ 86,725,846</u>

B. Excess of Expenditures Over Appropriations in Individual Funds

None Noted

GLYNN COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

JUNE 30, 2008

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
01/01/2000	\$ 27,812,990	\$ 31,879,344	\$ 4,066,354	87.2 %	\$ 16,925,574	24.0 %
01/01/2001	30,936,170	34,731,997	3,795,827	89.1	19,452,416	19.5
01/01/2002	34,251,890	38,995,885	4,743,995	87.8	19,315,549	24.6
01/01/2003	36,770,228	42,920,921	6,150,693	85.7	22,541,814	27.3
01/01/2004	40,393,073	47,518,709	7,125,636	85.0	23,957,624	29.7
01/01/2005	44,388,255	51,022,299	6,634,044	87.0	24,475,286	27.1
01/01/2006	47,829,437	56,289,810	8,460,373	85.0	25,708,470	32.9
01/01/2007	52,015,813	60,781,500	8,765,687	85.6	27,029,689	32.4
01/01/2008	56,126,045	64,909,229	8,783,184	86.5	28,001,137	31.4

GLYNN COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS

JUNE 30, 2008

Schedule of Contributions from Employer
2000-2008

<u>Year Ended June 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2000	\$ 1,729,743	100 %
2001	1,670,114	100
2002	2,097,153	100
2003	2,091,526	100
2004	2,199,093	100
2005	2,406,337	100
2006	2,496,537	100
2007	2,659,721	100
2008	2,633,319	100

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 made by developers in previous years. The County previously required 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 Insurance Premium Tax 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, contributions from the City of Brunswick 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 grants which provide funding for the Drug Court and local county expenditures incurred for the operation of the local Drug Court.

The **Sheriff 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)

The **Juvenile Services Fund** accounts for fees paid by juveniles who receive supervision in Juvenile Court. The supervision fees are used to fund community based services.

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 **Sales Tax Construction Fund #3** accounts for expenditures relating to renovation of various County buildings, construction of roads, water and sewer projects, recreation projects, and public safety projects. 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 **Building, Roads, and Equipment Fund** accounts for major expenditures relating to buildings, roads and equipment. Funding is provided by a transfer from the General Fund.

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

The **Capital Projects Fund-JWSC** accounts for Water and Sewer Capital Projects that were underway when the Brunswick-Glynn County Joint Water and Sewer Commission (JWSC) took over the operations and maintenance of the Glynn County Water and Sewer System on January 1, 2008. Funding is provided by a transfer from the Glynn County Water and Sewer Fund which was closed at the time the JWSC began operations.

GLYNN COUNTY, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2008

	Special Revenue Funds			
	Accomodation Excise Tax	County Drug Abuse/ Education	Drug Court Grant	Emergency Telephone System
Assets				
Cash and investments	\$ -	\$ 580	\$ 305,670	\$ 409,968
Receivables	611,131	-	127,497	219,300
Due from other funds	334,629	241,366	33,068	-
Restricted cash and investments	-	-	-	-
Total assets	<u>\$ 945,760</u>	<u>\$ 241,946</u>	<u>\$ 466,235</u>	<u>\$ 629,268</u>
Liabilities and fund balances				
Liabilities:				
Accounts payable	\$ 549,668	\$ -	\$ 59,518	\$ 17,851
Accrued liabilities	16,741	-	-	27,028
Due to other funds	-	-	-	9,580
Deferred revenue	4,000	-	-	-
Total liabilities	<u>570,409</u>	<u>-</u>	<u>59,518</u>	<u>54,459</u>
Fund balances:				
Reserved for:				
Encumbrances	12,945	-	-	-
Unreserved reported in:				
Special revenue funds	362,406	241,946	406,717	574,809
Capital project funds	-	-	-	-
Total fund balances	<u>375,351</u>	<u>241,946</u>	<u>406,717</u>	<u>574,809</u>
Total liabilities and fund balances	<u>\$ 945,760</u>	<u>\$ 241,946</u>	<u>\$ 466,235</u>	<u>\$ 629,268</u>

<u>Fire Protection District</u>	<u>Insurance Premium Tax</u>	<u>Sheriff Commissary</u>	<u>County Jail</u>	<u>Juvenile Services</u>	<u>Law Enforcement Block Grant</u>	<u>Park Development</u>
\$ 43,440	\$ -	\$ 314,883	\$ 10,924	\$ 320	\$ 24,820	\$ 13,998
300,599	-	26,121	-	-	21,185	-
2,910,921	17,052	-	216,991	6,402	-	-
-	-	-	-	-	-	-
<u>\$ 3,254,960</u>	<u>\$ 17,052</u>	<u>\$ 341,004</u>	<u>\$ 227,915</u>	<u>\$ 6,722</u>	<u>\$ 46,005</u>	<u>\$ 13,998</u>
\$ 40,708	\$ 17,052	\$ 17,529	\$ 76,913	\$ 2,283	\$ -	\$ -
97,314	-	-	-	-	-	-
-	-	8,173	-	-	38,154	-
127,985	-	-	-	-	-	-
<u>266,007</u>	<u>17,052</u>	<u>25,702</u>	<u>76,913</u>	<u>2,283</u>	<u>38,154</u>	<u>-</u>
119,068	-	-	-	-	-	-
2,869,885	-	315,302	151,002	4,439	7,851	13,998
-	-	-	-	-	-	-
<u>2,988,953</u>	<u>-</u>	<u>315,302</u>	<u>151,002</u>	<u>4,439</u>	<u>7,851</u>	<u>13,998</u>
<u>\$ 3,254,960</u>	<u>\$ 17,052</u>	<u>\$ 341,004</u>	<u>\$ 227,915</u>	<u>\$ 6,722</u>	<u>\$ 46,005</u>	<u>\$ 13,998</u>

(Continued)

GLYNN COUNTY, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2008

	Police Seizure	Sea Island Special Police District	Sheriff Drug Seizure
Assets			
Cash and investments	\$ -	\$ 85	\$ 6,891
Receivables	23,439	2,127	-
Due from other funds	59,018	183,958	-
Restricted cash and investments	-	-	-
Total assets	<u>\$ 82,457</u>	<u>\$ 186,170</u>	<u>\$ 6,891</u>
Liabilities and fund balances			
Liabilities:			
Accounts payable	\$ 270	\$ -	\$ 281
Accrued liabilities	-	6,298	-
Due to other funds	-	-	576
Deferred revenue	-	799	-
Total liabilities	<u>270</u>	<u>7,097</u>	<u>857</u>
Fund balances:			
Reserved for:			
Encumbrances	-	-	-
Unreserved reported in:			
Special revenue funds	82,187	179,073	6,034
Capital project funds	-	-	-
Total fund balances	<u>82,187</u>	<u>179,073</u>	<u>6,034</u>
Total liabilities and fund balances	<u>\$ 82,457</u>	<u>\$ 186,170</u>	<u>\$ 6,891</u>

Capital Projects

Special Purpose Sales Tax 2	Special Purpose Sales Tax 3	General Capital Projects	Buildings, Roads and Equipment	TEA Projects	Capital Projects - JWSC	Total Other Governmental Funds
\$ 1,182	\$ 2,940,477	\$ -	\$ 2,006,773	\$ -	\$ -	\$ 6,080,011
-	-	-	-	25,172	-	1,356,571
-	-	2,773	575,578	-	-	4,581,756
-	-	-	-	-	3,102,525	3,102,525
<u>\$ 1,182</u>	<u>\$ 2,940,477</u>	<u>\$ 2,773</u>	<u>\$ 2,582,351</u>	<u>\$ 25,172</u>	<u>\$ 3,102,525</u>	<u>\$ 15,120,863</u>
\$ -	\$ 823,437	\$ -	\$ 601,793	\$ 2,510	\$ 942,848	\$ 3,152,661
-	-	-	-	-	12,400	159,781
-	279	-	-	-	984,587	1,041,349
-	-	-	-	-	-	132,784
<u>-</u>	<u>823,716</u>	<u>-</u>	<u>601,793</u>	<u>2,510</u>	<u>1,939,835</u>	<u>4,486,575</u>
-	-	-	-	-	-	132,013
-	-	-	-	-	-	5,215,649
1,182	2,116,761	2,773	1,980,558	22,662	1,162,690	5,286,626
1,182	2,116,761	2,773	1,980,558	22,662	1,162,690	10,634,288
<u>\$ 1,182</u>	<u>\$ 2,940,477</u>	<u>\$ 2,773</u>	<u>\$ 2,582,351</u>	<u>\$ 25,172</u>	<u>\$ 3,102,525</u>	<u>\$ 15,120,863</u>

(Concluded)

GLYNN COUNTY, GEORGIA

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2008

	<u>Special Revenue Funds</u>			
	Accomodation Excise Tax	County Drug Abuse/ Education	Drug Court Grant	Emergency Telephone System
Revenues				
Taxes	\$ 4,776,946	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	537,677	261,844
Charges for services	362,934	-	-	1,575,096
Fees and fines	-	33,389	86,471	-
Investment earnings	-	-	13,970	12,492
Other revenue	137,618	-	31,976	32,281
Total revenues	<u>5,277,498</u>	<u>33,389</u>	<u>670,094</u>	<u>1,881,713</u>
Expenditures				
Current:				
General government	576,049	-	-	-
Judiciary	-	627	819,570	-
Public safety	-	-	-	2,603,040
Public works	118,918	-	-	-
Culture and recreation	1,298,508	-	-	-
Housing and development	2,523,453	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>4,516,928</u>	<u>627</u>	<u>819,570</u>	<u>2,603,040</u>
Excess (deficiency) of revenues over expenditures	<u>760,570</u>	<u>32,762</u>	<u>(149,476)</u>	<u>(721,327)</u>
Other financing sources (uses)				
Proceeds from long-term debt, net	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	19,839	-	111,708	647,584
Transfers out	(779,310)	-	-	-
Total other financing sources and uses	<u>(759,471)</u>	<u>-</u>	<u>111,708</u>	<u>647,584</u>
Net change in fund balances	1,099	32,762	(37,768)	(73,743)
Fund balances - beginning	374,252	209,184	444,485	648,552
Fund balances - ending	<u>\$ 375,351</u>	<u>\$ 241,946</u>	<u>\$ 406,717</u>	<u>\$ 574,809</u>

Fire Protection District	Insurance Premium Tax	Sheriff Commissary	County Jail	Juvenile Services	Law Enforcement Block Grant	Park Development
\$ 6,208,139	\$ 2,522,486	\$ -	\$ -	\$ -	\$ -	\$ -
2,903	-	-	-	-	-	-
60,590	-	-	-	-	36,624	-
7,029	-	176,405	-	-	-	-
-	-	-	138,654	4,540	-	-
-	-	3,675	-	-	617	562
3,847	-	239,613	-	-	-	-
<u>6,282,508</u>	<u>2,522,486</u>	<u>419,693</u>	<u>138,654</u>	<u>4,540</u>	<u>37,241</u>	<u>562</u>
-	3,671	-	-	-	-	-
-	-	-	-	3,690	-	-
6,912,530	-	183,631	277,287	-	41,073	-
-	188,508	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>6,912,530</u>	<u>192,179</u>	<u>183,631</u>	<u>277,287</u>	<u>3,690</u>	<u>41,073</u>	<u>-</u>
<u>(630,022)</u>	<u>2,330,307</u>	<u>236,062</u>	<u>(138,633)</u>	<u>850</u>	<u>(3,832)</u>	<u>562</u>
-	-	-	-	-	-	-
5,295	-	-	-	-	-	-
592,886	-	-	-	-	3,710	-
-	(2,330,307)	-	(28,009)	-	-	-
<u>598,181</u>	<u>(2,330,307)</u>	<u>-</u>	<u>(28,009)</u>	<u>-</u>	<u>3,710</u>	<u>-</u>
(31,841)	-	236,062	(166,642)	850	(122)	562
3,020,794	-	79,240	317,644	3,589	7,973	13,436
<u>\$ 2,988,953</u>	<u>\$ -</u>	<u>\$ 315,302</u>	<u>\$ 151,002</u>	<u>\$ 4,439</u>	<u>\$ 7,851</u>	<u>\$ 13,998</u>

(Continued)

GLYNN COUNTY, GEORGIA

NON-MAJOR GOVERNMENTAL FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2008

	Police Seizure	Sea Island Special Police District	Sheriff Drug Seizure
Revenues			
Taxes	\$ -	\$ 213,464	\$ -
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Charges for services	-	-	-
Fees and fines	64,597	-	-
Investment earnings	-	-	10
Other revenue	-	-	-
Total revenues	<u>64,597</u>	<u>213,464</u>	<u>10</u>
Expenditures			
Current:			
General government	-	-	-
Judiciary	-	-	-
Public safety	71,713	410,079	133
Public works	-	-	-
Culture and recreation	-	-	-
Housing and development	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>71,713</u>	<u>410,079</u>	<u>133</u>
Excess (deficiency) of revenues over expenditures	<u>(7,116)</u>	<u>(196,615)</u>	<u>(123)</u>
Other financing sources (uses)			
Proceeds from long-term debt, net	-	-	-
Other use	-	-	-
Transfers in	-	202,829	-
Transfers out	(3,710)	-	-
Total other financing sources and uses	<u>(3,710)</u>	<u>202,829</u>	<u>-</u>
Net change in fund balances	<u>(10,826)</u>	<u>6,214</u>	<u>(123)</u>
Fund balances - beginning	<u>93,013</u>	<u>172,859</u>	<u>6,157</u>
Fund balances - ending	<u>\$ 82,187</u>	<u>\$ 179,073</u>	<u>\$ 6,034</u>

Capital Projects

Special Purpose Sales Tax 2	Special Purpose Sales Tax 3	General Capital Projects	Buildings, Roads and Equipment	TEA Projects	Capital Projects - JWSC	Total Other Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,721,035
-	-	-	-	-	-	2,903
-	-	-	10,000	25,172	-	931,907
-	-	-	-	-	-	2,121,464
-	-	-	-	-	-	327,651
73	110,011	-	18,507	-	119,011	278,928
-	-	-	-	-	-	445,335
<u>73</u>	<u>110,011</u>	<u>-</u>	<u>28,507</u>	<u>25,172</u>	<u>119,011</u>	<u>17,829,223</u>
-	-	-	-	-	-	579,720
-	-	-	-	-	-	823,887
-	-	-	-	-	-	10,499,486
-	-	-	-	-	-	307,426
-	-	-	-	-	-	1,298,508
-	-	-	-	-	-	2,523,453
-	490,474	-	3,577,912	2,510	4,338,149	8,409,045
-	<u>490,474</u>	<u>-</u>	<u>3,577,912</u>	<u>2,510</u>	<u>4,338,149</u>	<u>24,441,525</u>
<u>73</u>	<u>(380,463)</u>	<u>-</u>	<u>(3,549,405)</u>	<u>22,662</u>	<u>(4,219,138)</u>	<u>(6,612,302)</u>
-	-	-	-	-	157,732	157,732
-	-	-	-	-	-	5,295
-	-	-	3,526,279	-	5,224,096	10,328,931
-	-	-	-	-	-	(3,141,336)
-	-	-	3,526,279	-	5,381,828	7,350,622
73	(380,463)	-	(23,126)	22,662	1,162,690	738,320
1,109	2,497,224	2,773	2,003,684	-	-	9,895,968
<u>\$ 1,182</u>	<u>\$ 2,116,761</u>	<u>\$ 2,773</u>	<u>\$ 1,980,558</u>	<u>\$ 22,662</u>	<u>\$ 1,162,690</u>	<u>\$ 10,634,288</u>

(Concluded)

GLYNN COUNTY, GEORGIA
 ACCOMODATION EXCISE TAX FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 4,318,000	\$ 4,643,000	\$ 4,776,946	\$ 133,946
Charges for services	307,405	317,341	362,934	45,593
Fines and fees	-	-	-	-
Other	120,860	120,860	137,618	16,758
Total revenues	<u>4,746,265</u>	<u>5,081,201</u>	<u>5,277,498</u>	<u>196,297</u>
Expenditures				
Current				
General government				
Facilities management	-	463,102	430,321	32,781
Finance	167,251	150,421	145,728	4,693
Public works				
Public works department	143,784	184,734	118,918	65,816
Culture and recreation				
Recreation	1,344,313	1,686,873	1,211,508	475,365
Libraries	87,000	87,000	87,000	-
Economic development				
Community development	2,200,179	2,526,304	2,523,453	2,851
Total expenditures	<u>3,942,527</u>	<u>5,098,434</u>	<u>4,516,928</u>	<u>581,506</u>
Excess revenues over (under) expenditures	803,738	(17,233)	760,570	777,803
Other financing sources (uses)				
Transfers in	-	840,143	19,839	(820,304)
Transfers out	(803,738)	(822,910)	(779,310)	43,600
Net change in fund balance	<u>-</u>	<u>-</u>	<u>1,099</u>	<u>1,099</u>
Fund balance at beginning of year	374,252	374,252	374,252	-
Fund balance at end of year	<u>\$ 374,252</u>	<u>\$ 374,252</u>	<u>\$ 375,351</u>	<u>\$ 1,099</u>

GLYNN COUNTY, GEORGIA
COUNTY DRUG ABUSE/EDUCATION FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and forfeitures	\$ 12,500	\$ 12,500	\$ 33,389	\$ 20,889
Total revenues	12,500	12,500	33,389	20,889
Expenditures				
Current Judiciary				
Judges of Superior Court	627	627	627	-
Total expenditures	627	627	627	-
Net change in fund balance	11,873	11,873	32,762	20,889
Fund balance at beginning of year	209,184	209,184	209,184	-
Fund balance at end of year	\$ 221,057	\$ 221,057	\$ 241,946	\$ 20,889

GLYNN COUNTY, GEORGIA
 DRUG COURT GRANT FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 465,162	\$ 605,712	\$ 537,677	\$ (68,035)
Fines and forfeitures	59,338	75,338	86,471	11,133
Investment income	-	14,000	13,970	(30)
Other	-	22,975	31,976	9,001
Total revenues	<u>524,500</u>	<u>718,025</u>	<u>670,094</u>	<u>(47,931)</u>
Expenditures				
Current				
Judiciary				
Judges of Superior Court	<u>636,208</u>	<u>829,733</u>	<u>819,570</u>	<u>10,163</u>
Total expenditures	<u>636,208</u>	<u>829,733</u>	<u>819,570</u>	<u>10,163</u>
Excess revenues over (under) expenditures	(111,708)	(111,708)	(149,476)	(37,768)
Other financing sources (uses)				
Transfers in	<u>111,708</u>	<u>111,708</u>	<u>111,708</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>(37,768)</u>	<u>(37,768)</u>
Fund balance at beginning of year	444,485	444,485	444,485	-
Fund balance at end of year	<u>\$ 444,485</u>	<u>\$ 444,485</u>	<u>\$ 406,717</u>	<u>\$ (37,768)</u>

GLYNN COUNTY, GEORGIA

EMERGENCY TELEPHONE SYSTEM FUND
BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED JUNE 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 428,556	\$ 430,850	\$ 261,844	\$ (169,006)
Charges for services	1,427,000	1,427,000	1,575,096	148,096
Investment income	-	-	12,492	12,492
Other revenue	39,300	39,300	32,281	(7,019)
Total revenues	<u>1,894,856</u>	<u>1,897,150</u>	<u>1,881,713</u>	<u>(15,437)</u>
Expenditures				
Current				
Public Safety				
E 911 Communications	<u>2,726,759</u>	<u>2,750,664</u>	<u>2,603,040</u>	<u>147,624</u>
Total expenditures	<u>2,726,759</u>	<u>2,750,664</u>	<u>2,603,040</u>	<u>147,624</u>
Excess revenues over (under) expenditures	(831,903)	(853,514)	(721,327)	132,187
Other financing sources (uses)				
Transfers in	<u>831,903</u>	<u>853,514</u>	<u>647,584</u>	<u>(205,930)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>(73,743)</u>	<u>(73,743)</u>
Fund balance at beginning of year	<u>648,552</u>	<u>648,552</u>	<u>648,552</u>	<u>-</u>
Fund balance at end of year	<u>\$ 648,552</u>	<u>\$ 648,552</u>	<u>\$ 574,809</u>	<u>\$ (73,743)</u>

GLYNN COUNTY, GEORGIA
 FIRE PROTECTION DISTRICT FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Property taxes	\$ 6,029,332	\$ 6,029,332	\$ 6,208,139	\$ 178,807
Licenses and permits	6,900	6,900	2,903	(3,997)
Intergovernmental	38,002	38,002	60,590	22,588
Charges for services	-	4,709	7,029	2,320
Other	1,200	3,224	3,847	623
Total revenues	<u>6,075,434</u>	<u>6,082,167</u>	<u>6,282,508</u>	<u>200,341</u>
Expenditures				
Current				
Public Safety				
Fire department	6,639,194	7,676,068	6,912,530	763,538
Total expenditures	<u>6,639,194</u>	<u>7,676,068</u>	<u>6,912,530</u>	<u>763,538</u>
Excess revenues over (under) expenditures	(563,760)	(1,593,901)	(630,022)	963,879
Other financing sources (uses)				
Sale of capital assets	-	492	5,295	4,803
Transfers in	563,760	593,720	592,886	(834)
Net change in fund balance	<u>-</u>	<u>(999,689)</u>	<u>(31,841)</u>	<u>967,848</u>
Fund balance at beginning of year	3,020,794	3,020,794	3,020,794	-
Fund balance at end of year	<u>\$ 3,020,794</u>	<u>\$ 2,021,105</u>	<u>\$ 2,988,953</u>	<u>\$ 967,848</u>

GLYNN COUNTY, GEORGIA
INSURANCE PREMIUM TAX FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 2,400,000	\$ 2,525,447	\$ 2,522,486	\$ (2,961)
Total revenues	<u>2,400,000</u>	<u>2,525,447</u>	<u>2,522,486</u>	<u>(2,961)</u>
Expenditures				
Current				
General government				
Finance	3,671	3,671	3,671	-
Public works				
Public works department	170,500	188,509	188,508	1
Total expenditures	<u>174,171</u>	<u>192,180</u>	<u>192,179</u>	<u>1</u>
Excess revenues over (under) expenditures	2,225,829	2,333,267	2,330,307	(2,960)
Other financing sources (uses)				
Transfers out	<u>(2,225,829)</u>	<u>(2,333,267)</u>	<u>(2,330,307)</u>	<u>2,960</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GLYNN COUNTY, GEORGIA
 SHERIFF COMMISSARY FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 135,000	\$ 176,000	\$ 176,405	\$ 405
Investment earnings	-	3,700	3,675	(25)
Other	115,000	213,300	239,613	26,313
Total revenues	<u>250,000</u>	<u>393,000</u>	<u>419,693</u>	<u>26,693</u>
Expenditures				
Current				
Public safety				
Sheriff	250,000	393,000	183,631	209,369
Total expenditures	<u>250,000</u>	<u>393,000</u>	<u>183,631</u>	<u>209,369</u>
Net change in fund balance	-	-	236,062	236,062
Fund balance at beginning of year	79,240	79,240	79,240	-
Fund balance at end of year	<u>\$ 79,240</u>	<u>\$ 79,240</u>	<u>\$ 315,302</u>	<u>\$ 236,062</u>

GLYNN COUNTY, GEORGIA
COUNTY JAIL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeitures	\$ 115,000	\$ 498,596	\$ 138,654	\$ (359,942)
Total revenues	<u>115,000</u>	<u>498,596</u>	<u>138,654</u>	<u>(359,942)</u>
Expenditures				
Current				
Public safety				
Sheriff	991	412,137	277,287	134,850
Total expenditures	<u>991</u>	<u>412,137</u>	<u>277,287</u>	<u>134,850</u>
Excess revenues over (under) expenditures	114,009	86,459	(138,633)	(225,092)
Other financing sources (uses)				
Transfers out	-	(28,009)	(28,009)	-
Net change in fund balance	<u>114,009</u>	<u>58,450</u>	<u>(166,642)</u>	<u>(225,092)</u>
Fund balance at beginning of year	317,644	317,644	317,644	-
Fund balance at end of year	<u>\$ 431,653</u>	<u>\$ 376,094</u>	<u>\$ 151,002</u>	<u>\$ (225,092)</u>

GLYNN COUNTY, GEORGIA
 JUVENILE SERVICES FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and forfeitures	\$ 2,700	\$ 4,200	\$ 4,540	\$ 340
Total revenues	<u>2,700</u>	<u>4,200</u>	<u>4,540</u>	<u>340</u>
Expenditures				
Current				
Judiciary				
Juvenile Court	2,700	4,200	3,690	510
Total expenditures	<u>2,700</u>	<u>4,200</u>	<u>3,690</u>	<u>510</u>
Net change in fund balance	-	-	850	850
Fund balance at beginning of year	3,589	3,589	3,589	-
Fund balance at end of year	<u>\$ 3,589</u>	<u>\$ 3,589</u>	<u>\$ 4,439</u>	<u>\$ 850</u>

GLYNN COUNTY, GEORGIA
LAW ENFORCEMENT BLOCK GRANT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ 53,301	\$ 36,624	\$ (16,677)
Investment income	4,378	4,378	617	(3,761)
Total revenues	<u>4,378</u>	<u>57,679</u>	<u>37,241</u>	<u>(20,438)</u>
Expenditures				
Current				
Public Safety				
Police department	4,378	57,679	41,073	16,606
Total expenditures	<u>4,378</u>	<u>57,679</u>	<u>41,073</u>	<u>16,606</u>
Excess revenues over (under) expenditures	-	-	(3,832)	(3,832)
Other financing sources (uses)				
Transfers in	-	-	3,710	3,710
Net change in fund balance	-	-	(122)	(122)
Fund balance at beginning of year	7,973	7,973	7,973	-
Fund balance at end of year	<u>\$ 7,973</u>	<u>\$ 7,973</u>	<u>\$ 7,851</u>	<u>\$ (122)</u>

GLYNN COUNTY, GEORGIA
PARK DEVELOPMENT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment income	\$ 216	\$ 216	\$ 562	\$ 346
Total revenues	<u>216</u>	<u>216</u>	<u>562</u>	<u>346</u>
Expenditures				
Current				
Culture and recreation				
Recreation	<u>216</u>	<u>216</u>	<u>-</u>	<u>216</u>
Total expenditures	<u>216</u>	<u>216</u>	<u>-</u>	<u>216</u>
Net change in fund balance	-	-	562	562
Fund balance at beginning of year	13,436	13,436	13,436	-
Fund balance at end of year	<u>\$ 13,436</u>	<u>\$ 13,436</u>	<u>\$ 13,998</u>	<u>\$ 562</u>

GLYNN COUNTY, GEORGIA
POLICE SEIZURE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and forfeitures	\$ -	\$ 27,525	\$ 64,597	\$ 37,072
Investment income	506	506	-	(506)
Total revenues	<u>506</u>	<u>28,031</u>	<u>64,597</u>	<u>36,566</u>
Expenditures				
Current				
Public Safety				
Police department	506	92,964	71,713	21,251
Total expenditures	<u>506</u>	<u>92,964</u>	<u>71,713</u>	<u>21,251</u>
Excess revenues over (under) expenditures	-	(64,933)	(7,116)	57,817
Other financing sources (uses)				
Transfers out	-	(4,000)	(3,710)	290
Net change in fund balance	-	(68,933)	(10,826)	58,107
Fund balance at beginning of year	93,013	93,013	93,013	-
Fund balance at end of year	<u>\$ 93,013</u>	<u>\$ 24,080</u>	<u>\$ 82,187</u>	<u>\$ 58,107</u>

GLYNN COUNTY, GEORGIA
SEA ISLAND SPECIAL POLICE DISTRICT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 205,085	\$ 205,085	\$ 213,464	\$ 8,379
Total revenues	<u>205,085</u>	<u>205,085</u>	<u>213,464</u>	<u>8,379</u>
Expenditures				
Current				
Public Safety				
Police department	410,170	410,170	410,079	91
Total expenditures	<u>410,170</u>	<u>410,170</u>	<u>410,079</u>	<u>91</u>
Excess revenues over (under) expenditures	(205,085)	(205,085)	(196,615)	8,470
Other financing sources (uses)				
Transfers in	205,085	205,085	202,829	(2,256)
Net change in fund balance	-	-	6,214	6,214
Fund balance at beginning of year	172,859	172,859	172,859	-
Fund balance at end of year	<u>\$ 172,859</u>	<u>\$ 172,859</u>	<u>\$ 179,073</u>	<u>\$ 6,214</u>

GLYNN COUNTY, GEORGIA
 SHERIFF DRUG SEIZURE FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Investment income	\$ 134	\$ 134	\$ 10	\$ (124)
Total revenues	<u>134</u>	<u>134</u>	<u>10</u>	<u>(124)</u>
Expenditures				
Current				
Public safety				
Sheriff	134	134	133	1
Total expenditures	<u>134</u>	<u>134</u>	<u>133</u>	<u>1</u>
Net change in fund balance	-	-	(123)	(123)
Fund balance at beginning of year	6,157	6,157	6,157	-
Fund balance at end of year	<u>\$ 6,157</u>	<u>\$ 6,157</u>	<u>\$ 6,034</u>	<u>\$ (123)</u>

Nonmajor Enterprise Funds

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

The **Solid Waste Disposal Fund** accounts for post closure 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 **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
NON-MAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS

JUNE 30, 2008

	Solid Waste Disposal	Solid Waste Collection	Revolving Loan	Total
ASSETS				
Current assets:				
Cash	\$ 1,409,118	\$ 2,301,140	\$ 163,736	\$ 3,873,994
Receivables	21,546	265,555	35,028	322,129
Due from other funds	-	350,763	-	350,763
Total current assets	<u>1,430,664</u>	<u>2,917,458</u>	<u>198,764</u>	<u>4,546,886</u>
Noncurrent assets:				
Notes receivable	-	-	327,645	327,645
Capital assets (net of accumulated depreciation)	-	214,009	-	214,009
Total noncurrent assets	<u>-</u>	<u>214,009</u>	<u>327,645</u>	<u>541,654</u>
Total assets	<u>1,430,664</u>	<u>3,131,467</u>	<u>526,409</u>	<u>5,088,540</u>
LIABILITIES				
Current liabilities:				
Accounts payable	8	312,105	-	312,113
Due to other funds	163	-	6,333	6,496
Unearned revenue	-	1,704,343	-	1,704,343
Total current liabilities	<u>171</u>	<u>2,016,448</u>	<u>6,333</u>	<u>2,022,952</u>
Non-current liabilities:				
Accrued liabilities	1,839,561	-	-	1,839,561
Total non-current liabilities	<u>1,839,561</u>	<u>-</u>	<u>-</u>	<u>1,839,561</u>
Total liabilities	<u>1,839,732</u>	<u>2,016,448</u>	<u>6,333</u>	<u>3,862,513</u>
NET ASSETS				
Invested in capital assets, net of related debt	-	214,009	-	214,009
Unrestricted	(409,068)	901,010	520,076	1,012,018
Total net assets	<u>\$ (409,068)</u>	<u>\$ 1,115,019</u>	<u>\$ 520,076</u>	<u>\$ 1,226,027</u>

GLYNN COUNTY, GEORGIA

NON-MAJOR ENTERPRISE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN FUND NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2008

	Solid Waste Disposal	Solid Waste Collection	Revolving Loan	Total
OPERATING REVENUES				
Charges for services	\$ -	\$ 2,905,244	\$ -	\$ 2,905,244
Investment income	-		14,174	14,174
Miscellaneous	7,742	20,164	-	27,906
Total operating revenues	<u>7,742</u>	<u>2,925,408</u>	<u>14,174</u>	<u>2,947,324</u>
OPERATING EXPENSES				
Personal services	-	471,833	-	471,833
Contractual services	-	3,200,360	2,499	3,202,859
Supplies	-	1,934	-	1,934
Interdepartment charges	-	144,157	-	144,157
Depreciation	-	29,682	-	29,682
Total operating expenses	<u>-</u>	<u>3,847,966</u>	<u>2,499</u>	<u>3,850,465</u>
Operating income (loss)	<u>7,742</u>	<u>(922,558)</u>	<u>11,675</u>	<u>(903,141)</u>
NON-OPERATING REVENUES (EXPENSES)				
Investment income	66,357	59,757	5,374	131,488
Property taxes	-	710,845	-	710,845
Total non-operating revenue (expenses)	<u>66,357</u>	<u>770,602</u>	<u>5,374</u>	<u>842,333</u>
Income (loss) before transfers	<u>74,099</u>	<u>(151,956)</u>	<u>17,049</u>	<u>(60,808)</u>
Transfers in	-	199,689	1,333	201,022
Change in net assets	74,099	47,733	18,382	140,214
Total net assets - beginning	<u>(483,167)</u>	<u>1,067,286</u>	<u>501,694</u>	<u>1,085,813</u>
Total net assets - ending	<u>\$ (409,068)</u>	<u>\$ 1,115,019</u>	<u>\$ 520,076</u>	<u>\$ 1,226,027</u>

GLYNN COUNTY, GEORGIA
NON-MAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008

	Solid Waste Disposal	Solid Waste Collection	Revolving Loan	Total
Cash flows from operating activities:				
Cash received from customers and users	\$ 15,109	\$ 3,057,725	\$ 16,674	\$ 3,089,508
Cash payments to suppliers for goods and services	-	(3,225,568)	30,419	(3,195,149)
Cash payments to employees for services	-	(471,833)	-	(471,833)
Net cash provided (used) by operating activities	<u>15,109</u>	<u>(639,676)</u>	<u>47,093</u>	<u>(577,474)</u>
Cash flows from noncapital financing activities:				
Property taxes	-	710,845	-	710,845
Borrowings from other funds	(29,653)	-	-	(29,653)
Transfers in	-	199,689	1,333	201,022
Net cash provided (used) by noncapital financing activities	<u>(29,653)</u>	<u>910,534</u>	<u>1,333</u>	<u>882,214</u>
Cash flows from investing activities:				
Interest earned on cash and investments	<u>66,357</u>	<u>59,757</u>	<u>5,374</u>	<u>131,488</u>
Net cash provided (used) by investing activities	<u>66,357</u>	<u>59,757</u>	<u>5,374</u>	<u>131,488</u>
Net increase (decrease) in cash and cash equivalents	51,813	330,615	53,800	436,228
Cash and cash equivalents, beginning of year	1,357,305	1,970,525	109,936	3,437,766
Cash and cash equivalents, end of year	<u>\$ 1,409,118</u>	<u>\$ 2,301,140</u>	<u>\$ 163,736</u>	<u>\$ 3,873,994</u>
Reconciliation of operating income to net cash provided by (used in) operating activities:				
Operating income (loss)	<u>\$ 7,742</u>	<u>\$ (922,558)</u>	<u>\$ 11,675</u>	<u>\$ (903,141)</u>
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	-	29,682	-	29,682
Change in assets and liabilities:				
Decrease (increase) in accounts receivable	7,355	54,614	32,918	94,887
Decrease (increase) in due from other funds	-	99,974	-	99,974
(Decrease) Increase in accounts payable and accrued liabilities	-	20,909	-	20,909
(Decrease) Increase in due to other funds	12	-	2,500	2,512
(Decrease) Increase in unearned revenue	-	77,703	-	77,703
Total adjustments	<u>7,367</u>	<u>282,882</u>	<u>35,418</u>	<u>325,667</u>
Net cash provided (used) by operating activities	<u>\$ 15,109</u>	<u>\$ (639,676)</u>	<u>\$ 47,093</u>	<u>\$ (577,474)</u>

Internal Services Funds

Operations of the Internal Service Funds are designed to be self-supporting.

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, former employees under COBRA arrangements, and retired employees who have elected to retain health insurance coverage.

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 Administration, Finance, Information Resources and Human Resources 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, 2008

	Employee Benefit Plan	County Insurance	Administrative Services	Total
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 118,766	\$ 25,000	\$ -	\$ 143,766
Receivables	454,894	498	54	455,446
Due from other funds	1,138,346	-	214,272	1,352,618
Prepaid items	42,183	511,562	-	553,745
Total assets	<u>1,754,189</u>	<u>537,060</u>	<u>214,326</u>	<u>2,505,575</u>
LIABILITIES				
Current liabilities:				
Accounts payable	290,511	65,084	59,043	414,638
Accrued liabilities	25,658	-	204,681	230,339
Due to other funds	-	18,332	-	18,332
Total current liabilities	<u>316,169</u>	<u>83,416</u>	<u>263,724</u>	<u>663,309</u>
Non-current liabilities:				
Accrued liabilities	1,989,344	241,516	-	2,230,860
Total liabilities	<u>2,305,513</u>	<u>324,932</u>	<u>263,724</u>	<u>2,894,169</u>
NET ASSETS				
Unrestricted	(551,324)	212,128	(49,398)	(388,594)
Total net assets	<u>\$ (551,324)</u>	<u>\$ 212,128</u>	<u>\$ (49,398)</u>	<u>\$ (388,594)</u>

GLYNN COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008

	Employee Benefit Plan	County Insurance	Administrative Services	Total
OPERATING REVENUES				
Charges for services	\$ -	\$ -	\$ 4,156,987	\$ 4,156,987
Risk management fees	8,391,806	962,635	-	9,354,441
Other contribution	-	3,050	-	3,050
Total operating revenues	<u>8,391,806</u>	<u>965,685</u>	<u>4,156,987</u>	<u>13,514,478</u>
OPERATING EXPENSES				
Personal services	-	-	2,554,861	2,554,861
Contractual services	-	-	1,075,395	1,075,395
Supplies	-	-	431,234	431,234
Interdepartment charges	8,003,276	965,685	94,124	9,063,085
Other costs	-	-	1,500	1,500
Total operating expenses	<u>8,003,276</u>	<u>965,685</u>	<u>4,157,114</u>	<u>13,126,075</u>
Operating income (loss)	<u>388,530</u>	<u>-</u>	<u>(127)</u>	<u>388,403</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest and investment revenue	13,936	-	-	13,936
Total non-operating revenue (expenses)	<u>13,936</u>	<u>-</u>	<u>-</u>	<u>13,936</u>
Change in net assets	402,466	-	(127)	402,339
Total net assets - beginning	(953,790)	212,128	(49,271)	(790,933)
Total net assets - ending	<u>\$ (551,324)</u>	<u>\$ 212,128</u>	<u>\$ (49,398)</u>	<u>\$ (388,594)</u>

GLYNN COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008

	Employee Benefit Plan	County Insurance	Administrative Services	Total
Cash flows from operating activities:				
Cash received from customers and users	\$ -	\$ 3,115	\$ 10,316	\$ 13,431
Cash received from interfund services provided	8,148,190	962,635	4,156,987	13,267,812
Cash payments to suppliers for goods and services	(8,146,042)	(965,750)	(1,612,442)	(10,724,234)
Cash payments to employees for services	-	-	(2,554,861)	(2,554,861)
Net cash provided (used) by operating activities	<u>2,148</u>	<u>-</u>	<u>-</u>	<u>2,148</u>
Cash flows from investing activities:				
Interest earned on cash and investments	13,936	-	-	13,936
Net cash provided (used) by investing activities	<u>13,936</u>	<u>-</u>	<u>-</u>	<u>13,936</u>
Net increase (decrease) in cash and cash equivalents	16,084	-	-	16,084
Cash and cash equivalents, beginning of year	102,682	25,000	-	127,682
Cash and cash equivalents, end of year	<u>\$ 118,766</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ 143,766</u>
Reconciliation of operating income to net cash provided by (used in) operating activities:				
Operating income (loss)	<u>\$ 388,530</u>	<u>\$ -</u>	<u>\$ (127)</u>	<u>\$ 388,403</u>
Adjustments to reconcile operating income to net cash provided by operating activities:				
Decrease (increase) in accounts receivable	(243,616)	65	10,316	(233,235)
Decrease (increase) in prepaid	(148)	106,580	-	106,432
(Decrease) Increase in accounts payable and accrued liabilities	875,512	85,928	64,318	1,025,758
(Decrease) Increase in interfund items	(1018130)	(192573)	(74507)	(1285210)
Total adjustments	<u>(386,382)</u>	<u>-</u>	<u>127</u>	<u>(386,255)</u>
Net cash provided (used) by operating activities	<u>\$ 2,148</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,148</u>

Agency Funds

The **Tax Commissioner Fund** accounts for all real, personal and intangible 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:

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

GLYNN COUNTY, GEORGIA
 AGENCY FUNDS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
TAX COMMISSIONER				
Assets:				
Cash and investments	\$ 493,484	\$ 82,924,650	\$ 82,582,844	\$ 835,290
Taxes receivable	3,047,948	74,849,492	73,493,864	4,403,576
Total Assets	<u>\$ 3,541,432</u>	<u>\$ 157,774,142</u>	<u>\$ 156,076,708</u>	<u>\$ 5,238,866</u>
Liabilities:				
Due to others	\$ 493,484	\$ 82,924,650	\$ 82,582,844	\$ 835,290
Due to others - uncollected taxes	3,047,948	74,849,492	73,493,864	4,403,576
Total Liabilities	<u>\$ 3,541,432</u>	<u>\$ 157,774,142</u>	<u>\$ 156,076,708</u>	<u>\$ 5,238,866</u>
CLERK OF SUPERIOR COURT				
Assets:				
Cash and investments	\$ 1,023,991	\$ 5,976,968	\$ 5,983,526	\$ 1,017,433
Total Assets	<u>\$ 1,023,991</u>	<u>\$ 5,976,968</u>	<u>\$ 5,983,526</u>	<u>\$ 1,017,433</u>
Liabilities:				
Due to others	\$ 1,023,991	\$ 5,976,968	\$ 5,983,526	\$ 1,017,433
Total Liabilities	<u>\$ 1,023,991</u>	<u>\$ 5,976,968</u>	<u>\$ 5,983,526</u>	<u>\$ 1,017,433</u>
PROBATE COURT				
Assets:				
Cash and investments	\$ 1,136,447	\$ 138,854	\$ 186,460	\$ 1,088,841
Total Assets	<u>\$ 1,136,447</u>	<u>\$ 138,854</u>	<u>\$ 186,460</u>	<u>\$ 1,088,841</u>
Liabilities:				
Due to others	\$ 1,136,447	\$ 138,854	\$ 186,460	\$ 1,088,841
Total Liabilities	<u>\$ 1,136,447</u>	<u>\$ 138,854</u>	<u>\$ 186,460</u>	<u>\$ 1,088,841</u>

(Continued)

GLYNN COUNTY, GEORGIA
 AGENCY FUNDS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
JUVENILE COURT				
Assets:				
Cash and investments	\$ 2,340	\$ 8,730	\$ 8,222	\$ 2,848
Total Assets	<u>\$ 2,340</u>	<u>\$ 8,730</u>	<u>\$ 8,222</u>	<u>\$ 2,848</u>
Liabilities:				
Due to others	\$ 2,340	\$ 8,730	\$ 8,222	\$ 2,848
Total Liabilities	<u>\$ 2,340</u>	<u>\$ 8,730</u>	<u>\$ 8,222</u>	<u>\$ 2,848</u>
CHILD SUPPORT RECEIVER				
Assets:				
Cash and investments	\$ 88	\$ 2,911,619	\$ 2,911,645	\$ 62
Total Assets	<u>\$ 88</u>	<u>\$ 2,911,619</u>	<u>\$ 2,911,645</u>	<u>\$ 62</u>
Liabilities:				
Due to others	\$ 88	\$ 2,911,619	\$ 2,911,645	\$ 62
Total Liabilities	<u>\$ 88</u>	<u>\$ 2,911,619</u>	<u>\$ 2,911,645</u>	<u>\$ 62</u>
STATE COURT				
Assets:				
Cash and investments	\$ 620,865	\$ 2,151,124	\$ 2,126,587	\$ 645,402
Total Assets	<u>\$ 620,865</u>	<u>\$ 2,151,124</u>	<u>\$ 2,126,587</u>	<u>\$ 645,402</u>
Liabilities:				
Due to others	\$ 620,865	\$ 2,151,124	\$ 2,126,587	\$ 645,402
Total Liabilities	<u>\$ 620,865</u>	<u>\$ 2,151,124</u>	<u>\$ 2,126,587</u>	<u>\$ 645,402</u>

(Continued)

GLYNN COUNTY, GEORGIA
 AGENCY FUNDS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
SHERIFF'S OFFICE				
Assets:				
Cash and investments	\$ 42,501	\$ 1,626,322	\$ 1,592,662	\$ 76,161
Total Assets	<u>\$ 42,501</u>	<u>\$ 1,626,322</u>	<u>\$ 1,592,662</u>	<u>\$ 76,161</u>
Liabilities:				
Due to others	\$ 42,501	\$ 1,626,322	\$ 1,592,662	\$ 76,161
Total Liabilities	<u>\$ 42,501</u>	<u>\$ 1,626,322</u>	<u>\$ 1,592,662</u>	<u>\$ 76,161</u>
MAGISTRATE COURT				
Assets:				
Cash and investments	\$ 86,561	\$ 527,888	\$ 484,147	\$ 130,302
Total Assets	<u>\$ 86,561</u>	<u>\$ 527,888</u>	<u>\$ 484,147</u>	<u>\$ 130,302</u>
Liabilities:				
Due to others	\$ 86,561	\$ 527,888	\$ 484,147	\$ 130,302
Total Liabilities	<u>\$ 86,561</u>	<u>\$ 527,888</u>	<u>\$ 484,147</u>	<u>\$ 130,302</u>
TOTAL				
Assets:				
Cash and investments	\$ 3,406,277	\$ 96,266,155	\$ 95,876,093	\$ 3,796,339
Taxes receivable	3,047,948	74,849,492	73,493,864	4,403,576
Total Assets	<u>\$ 6,454,225</u>	<u>\$ 171,115,647</u>	<u>\$ 169,369,957</u>	<u>\$ 8,199,915</u>
Liabilities:				
Due to others	\$ 3,406,277	\$ 96,266,155	\$ 95,876,093	\$ 3,796,339
Due to others - uncollected taxes	3,047,948	74,849,492	73,493,864	4,403,576
Total Liabilities	<u>\$ 6,454,225</u>	<u>\$ 171,115,647</u>	<u>\$ 169,369,957</u>	<u>\$ 8,199,915</u>

(Concluded)

Supplemental Schedules

GLYNN COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2008

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures
U.S. Department of Homeland Security			
Pass through from the Georgia Emergency Management Agency			
Mother's Day Tornado Grant	83.516	FEMA-1761-DR-GA	\$ 150,641
Performance Partnership Agreement	97.042	E07-8-065	30,512
Fire Equipment Grant	97.067	BW #0665	22,235
Buffer Zone Protection	97.078	BW #0822	8,022
Total U.S. Department of Homeland Security			211,410
U.S. Department of Health and Human Services			
Pass through from the Georgia Department of Human Resources			
Southeast Coastal GA Regional Drug Court	93.959	427-93-735ACJ	100,000
Total U.S. Department of Health and Human Services			100,000
U.S. Department of Housing and Urban Development			
Pass-through Georgia Department of Community Affairs			
2006 CHIP Housing Program	14.239	06m-y-063-1-2938	3,750
Total U.S. Department of Housing and Urban Development			3,750
U.S. Department of Transportation			
Pass through from the Georgia Department of Transportation			
Brunswick Area Transportation Study 5303	20.505	MGT00-0146-00-008	23,147
Brunswick Area Transportation Study	20.505	PL000-0008-00(785)	47,950
Total U.S. Department of Housing and Urban Development			71,097
U.S. Department of Justice			
Direct Awards			
Justice Assistance Grant Program - Glynn County Police Equipment	16.592	2007-DJ-BX-1449	36,623
Bullet Proof Vest Grant	16.607	N/A	15,463
Pass -through from the Criminal Justice Coordinating Council			
Domestic Violence Grant	16.575	C05-8-193	9,973
Domestic Violence Grant	16.575	C06-8-192	33,210
Total Criminal Justice Coordinating Council			43,183
Pass-through from the Council of Juvenile Court Judges of Georgia			
Juvenile Court Accountability Program	16.523	04B-CM-0004	24,009
Juvenile Court Accountability Program	16.523	05B-CM-0003	42,111
Purchase of Services - Juvenile Offenders	16.523	05B-ST-0001	5,000
Purchase of Services - Juvenile Offenders	16.523	04B-ST-0000	4,274
Total Council of Juvenile Court Judges of Georgia			75,394
U.S. Department of Justice			170,663
Total Federal Expenditures			\$ 556,920

Note: The accompanying schedule of expenditures of federal awards is prepared on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

GLYNN COUNTY, GEORGIA

SCHEDULE OF CONTRACT REVENUES AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2008

Contract	Contract Award	Cash Basis Revenue	Due from State of Georgia	Total Revenues	Total Expenditures
Drug Court 427-93-835-AA2	<u>\$ 310,138</u>	<u>\$ 299,375</u>	<u>\$ 2,000</u>	<u>\$ 301,375</u>	<u>\$ 301,375</u>

GLYNN COUNTY, GEORGIA

SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS (SPLOST #2)
FOR THE YEAR ENDED JUNE 30, 2008

<u>Project Description</u>	<u>Original Estimated Cost</u>	<u>Revised Estimated Cost</u>	<u>Expenditures</u>		
			<u>Prior Year</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	<u>150,000</u>	<u>91,000</u>	<u>90,949</u>	<u>-</u>	<u>90,949</u>
	<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)
FOR THE YEAR ENDED JUNE 30, 2008

Project Description	Original Estimated Cost	Revised Estimated Cost	Expenditures		
			Prior Year	Current Year	Total
Roads and Drainage	\$ 14,170,000	\$ 16,120,294	\$ 15,403,693	\$ 703,632	\$ 16,107,325
Public Safety Projects					
E-911 Computer	10,080,000	17,037,700	16,666,926	-	16,666,926
Hampton Fire Station/Truck	580,000	580,000	610,232	-	610,232
Snockel Replacement	600,000	600,000	575,200	-	575,200
Recreation Projects	5,000,000	5,342,065	5,351,019	-	5,351,019
Water & Sewer Projects	5,100,000	5,579,565	5,003,054	(213,158) *	4,789,896
Public Buildings Projects	2,500,000	2,705,000	2,604,823	-	2,604,823
City of Brunswick Projects	<u>19,200,000</u>	<u>19,200,000</u>	<u>19,200,000</u>	<u>-</u>	<u>19,200,000</u>
TOTAL ALL PROJECTS	<u>\$ 57,230,000</u>	<u>\$ 67,164,624</u>	<u>\$ 65,414,947</u>	<u>\$ 490,474</u>	<u>\$ 65,905,421</u>

* Expenditures in this project were reclassified to another funding source which resulted in a negative amount being reported.

GLYNN COUNTY, GEORGIA

SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS (SPLOST #4)
FOR THE YEAR ENDED JUNE 30, 2008

Project Description	Original Estimated Cost	Revised Estimated Cost	Expenditures		
			Prior Year	Current Year	Total
Roads and Drainage	\$ 13,605,000	\$ 13,605,000	\$ 6,100,828	\$ 3,493,888	\$ 9,594,716
Public Safety Projects					
Fire Station #2	1,035,000	1,785,000	2,048,537	-	2,048,537
Pumper #8	275,000	275,000	254,302	-	254,302
Public Safety Vehicles	3,050,000	3,050,000	2,774,856	149,759	2,924,615
Public Safety Complex Phase 2	975,000	975,000	-	956,695	956,695
Fire Maint Complex	545,000	545,000	142,654	37,468	180,122
Detention Facility Expan	1,000,000	1,000,000	163,713	631,471	795,184
Tactical Support Utility	180,000	180,000	-	-	-
Pumper #11	300,000	300,000	-	-	-
Ladder Truck	545,000	545,000	-	-	-
Recreation Projects	4,075,000	4,075,000	441,376	108,761	550,137
Road Equipment	450,000	450,000	416,950	-	416,950
Water & Sewer Projects	28,237,000	28,237,000	16,495,036	666,223	17,161,259
Public Buildings Projects	12,050,000	12,050,000	6,901,524	28,423	6,929,947
City of Brunswick Projects	<u>28,370,000</u>	<u>28,370,000</u>	<u>25,025,249</u>	<u>-</u>	<u>25,025,249</u>
TOTAL ALL PROJECTS	<u>\$ 94,692,000</u>	<u>\$ 95,442,000</u>	<u>\$ 60,765,025</u>	<u>\$ 6,072,688</u>	<u>\$ 66,837,713</u>

GLYNN COUNTY, GEORGIA

SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS (SPLOST #5)
FOR THE YEAR ENDED JUNE 30, 2008

Project Description	Original Estimated Cost	Revised Estimated Cost	Expenditures		
			Prior Year	Current Year	Total
County Wide Buildings					
Detention Facilities	\$ 9,000,000	\$ 9,000,000	\$ 700	\$ 2,154,323	\$ 2,155,023
Harold Pate Building Expansion	2,000,000	2,000,000	31,069	86,486	117,555
Office Park Building Renovation	1,000,000	1,000,000	151,194	745,244	896,438
Facilities	14,500,000	14,500,000	-	1,295,633	1,295,633
W/S Infrastructure	40,400,000	40,400,000	-	26,531	26,531
Roads	8,500,000	8,500,000	-	-	-
Drainage	3,500,000	3,500,000	-	-	-
Major Equipment	5,000,000	5,000,000	-	-	-
Police and Sheriff	3,250,000	3,250,000	-	-	-
JPSCD (E911)	2,500,000	2,500,000	-	-	-
Recreation	3,835,000	3,835,000	-	-	-
Other	2,000,000	2,000,000	-	-	-
City Projects	25,964,616	25,964,616	-	1,408,631	1,408,631
JIA Projects	3,000,000	3,000,000	-	-	-
TOTAL ALL PROJECTS	\$ 124,449,616	\$ 124,449,616	\$ 182,963	\$ 5,716,848	\$ 5,899,811

GLYNN COUNTY, GEORGIA
SCHEDULE OF REQUIRED EXPENDITURES
GENERATED BY THE HOTEL / MOTEL TAX
FOR THE YEAR ENDED JUNE 30, 2008

Revenue:	
Hotel/motel taxes	\$ 4,776,946
	<u> </u>
Total Hotel/motel taxes	\$ 4,776,946
	<u> </u>
Expenditures:	
Tourism expenditures	\$ 2,487,577
Lighting at exits on I-95	34,924
	<u> </u>
Total expenditures	\$ 2,522,501
	<u> </u>
Percentage of expenditures to revenues	53%

Statistical Section

This part of Glynn County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the county's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain information to help the reader understand how the County's financial performance and well-being have changed over time.	G-1
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.	G-4
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the county's ability to issue additional debt in the future.	G-15
Demographic and Economic Information These schedules offer demographic and economic indicators to help understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.	G-18
Operating Information These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.	G-20

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented Statement 34 in 2003; schedules presenting government-wide information include beginning in that year.*

GLYNN COUNTY, GEORGIA

NET ASSETS BY COMPONENT
(accrual basis of accounting)
LAST SIX FISCAL YEARS

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
Governmental activities						
Invested in capital assets, net of related debt	\$ 63,328,377	\$ 65,922,964	\$ 68,962,096	\$ 74,324,188	\$ 218,597,597	\$ 232,657,556
Restricted	-	-	36,123,377	40,521,236	54,558,213	65,306,238
Unrestricted	35,659,325	43,540,228	18,236,624	20,232,196	46,168,742	47,438,769
Total governmental activities net assets	<u>\$ 98,987,702</u>	<u>\$ 109,463,192</u>	<u>\$ 123,322,097</u>	<u>\$ 135,077,620</u>	<u>\$ 319,324,552</u>	<u>\$ 345,402,563</u>
Business-type activities						
Invested in capital assets, net of related debt	\$ 23,725,584	\$ 24,182,128	\$ 28,396,002	\$ 36,011,479	\$ 37,805,430	\$ 214,009
Restricted	5,592,789	11,848,226	4,902,767	7,054,532	5,459,180	-
Unrestricted	(1,685,611)	(6,552,534)	357,359	287,038	6,287,899	1,012,018
Total business-type activities net assets	<u>\$ 27,632,762</u>	<u>\$ 29,477,820</u>	<u>\$ 33,656,128</u>	<u>\$ 43,353,049</u>	<u>\$ 49,552,509</u>	<u>\$ 1,226,027</u>
Primary government						
Invested in capital assets, net of related debt	\$ 87,053,961	\$ 90,105,092	\$ 97,358,098	\$ 110,335,667	\$ 256,403,027	\$ 232,871,565
Restricted	5,592,789	11,848,226	41,026,144	47,575,768	60,017,393	65,306,238
Unrestricted	33,973,714	36,987,694	18,593,983	20,519,234	52,456,641	48,450,787
Total primary government net assets	<u>\$ 126,620,464</u>	<u>\$ 138,941,012</u>	<u>\$ 156,978,225</u>	<u>\$ 178,430,669</u>	<u>\$ 368,877,061</u>	<u>\$ 346,628,590</u>

Note: 10 years information not available. GASB 34 implementation year was 2003

GLYNN COUNTY, GEORGIA

CHANGE IN NET ASSETS
(accrual basis of accounting)
LAST SIX FISCAL YEARS

	2003	2004	2005	2006	2007	2008
Expenses						
Governmental activities:						
General government	\$ 17,879,785	\$ 11,458,460	\$ 9,586,480	\$ 9,308,775	\$ 12,981,842	\$ 8,220,845
Judiciary	5,660,768	6,038,929	5,617,757	5,989,757	6,204,674	6,856,386
Public safety	23,873,198	27,245,844	27,199,770	29,505,326	30,039,741	34,235,048
Public works	4,538,616	8,832,337	14,869,824	19,443,688	12,605,350	16,320,883
Health & Welfare	562,743	812,807	4,929,187	2,899,010	3,262,293	3,385,968
Culture and Recreation	3,639,824	3,479,427	1,687,211	3,823,084	3,416,504	3,674,818
Housing and development	2,594,388	3,548,865	1,339,106	4,754,216	3,908,360	8,807,663
Economic development	1,907,262	1,884,056	-	-	-	-
Interest on long-term debt	42,479	28,596	4,001	-	-	662,493
Total governmental activities expenses	60,699,063	63,329,321	65,233,336	75,723,856	72,418,764	82,164,104
Business-type activities:						
Water and sewer	4,776,114	5,416,392	6,453,810	6,873,401	6,809,747	4,228,699
Other services	1,982,931	2,932,079	3,128,021	2,810,036	3,495,369	3,850,465
Total business-type activities expenses	6,759,045	8,348,471	9,581,831	9,683,437	10,305,116	8,079,164
Total primary government expenses	\$ 67,458,108	\$ 71,677,792	\$ 74,815,167	\$ 85,407,293	\$ 82,723,880	\$ 90,243,268
Program Revenues						
Governmental activities:						
Charges for services:	\$ 10,741,525	\$ 11,415,416				
General government			\$ 831,601	\$ 927,379	\$ 2,759,112	\$ 2,772,392
Judiciary			1,754,720	1,875,084	2,332,211	2,380,648
Public safety			5,283,108	5,826,059	3,594,073	4,153,346
Housing and development			1,534,745	1,519,190	1,385,406	1,300,945
Other activities			493,594	514,847	539,139	563,644
Operating grants and contributions	1,034,254	2,699,850	1,801,045	1,346,197	1,461,081	1,726,632
Capital grants and contributions	540,482	704,722	928,912	568,637	146,266	827,202
Total governmental activities program revenues	12,316,261	14,819,988	12,627,725	12,577,393	12,217,288	13,724,809
Business-type activities:						
Charges for services:	5,055,073	7,100,560				
Water and Sewer			5,511,091	6,391,504	7,236,215	4,091,549
Solid waste collection			2,362,654	2,225,782	2,829,839	2,925,408
Other activities			18,502	31,296	15,367	21,916
Operating grants and contributions	81,574	85,820	-	-	-	-
Capital grants and contributions	3,750,661	2,457,610	5,133,810	9,116,639	4,605,945	1,461,286
Total business-type activities program revenues	8,887,308	9,643,990	13,026,057	17,765,221	14,687,366	8,500,159
Total primary government program revenues	\$ 21,203,569	\$ 24,463,978	\$ 25,653,782	\$ 30,342,614	\$ 26,904,654	\$ 22,224,968
Net expense/revenue						
Governmental activities	\$ (48,382,802)	\$ (48,509,333)	\$ (52,605,611)	\$ (63,146,463)	\$ (60,201,476)	\$ (68,439,295)
Business-type activities	2,128,263	1,295,519	3,444,226	8,081,784	4,382,250	420,995
Total primary government net expense	\$ (46,254,539)	\$ (47,213,814)	\$ (49,161,385)	\$ (55,064,679)	\$ (55,819,226)	\$ (68,018,300)

(continued)

GLYNN COUNTY, GEORGIA

CHANGE IN NET ASSETS
(accrual basis of accounting)
LAST SIX FISCAL YEARS

	2003	2004	2005	2006	2007	2008
General Revenues and Other Changes in Net Assets						
Governmental activities:						
Property taxes	\$ 21,951,970	\$ 23,783,490	\$ 27,144,399	\$ 27,885,223	\$ 34,160,298	\$ 38,103,253
Other taxes	33,377,920	35,430,755	37,617,559	42,733,184	42,701,391	44,453,413
Intergovernmental revenues	-	-	-	802,836	-	505,636
Unrestricted investment earnings	826,853	731,510	1,040,995	2,562,484	4,330,268	4,821,874
Gain on sale of capital assets	787,922	15,652	-	-	-	-
Miscellaneous	-	-	446,683	1,098,352	598,145	740,492
Transfers	(86,292)	(125,230)	214,881	(180,094)	(189,831)	6,047,337
Extraordinary item - lawsuit settlement	-	-	-	-	18,295,732	-
Special item	-	-	-	-	-	(154,699)
Total governmental activities	56,858,373	59,836,177	66,464,517	74,901,985	99,896,003	94,517,306
Business-type activities:						
Property taxes	488,009	268,108	568,472	659,200	697,200	710,845
Unrestricted investment earnings	111,609	136,290	378,516	775,843	926,716	551,177
Miscellaneous	27,179	19,911	-	-	-	-
Transfers	86,292	125,230	(214,881)	180,094	189,831	(6,047,337)
Special item	-	-	-	-	-	(43,962,162)
Total business-type activities	713,089	549,539	732,107	1,615,137	1,813,747	(48,747,477)
Total primary government	\$ 57,571,462	\$ 60,385,716	\$ 67,196,624	\$ 76,517,122	\$ 101,709,750	\$ 45,769,829
Change in Net Assets						
Governmental activities	\$ 8,475,571	\$ 11,326,844	\$ 13,858,906	\$ 11,755,522	\$ 39,694,527	\$ 26,078,011
Business-type activities	2,841,352	1,845,058	4,176,333	9,696,921	6,195,997	(48,326,482)
Total primary government	\$ 11,316,923	\$ 13,171,902	\$ 18,035,239	\$ 21,452,443	\$ 45,890,524	\$ (22,248,471)

Note: 10 years information not available. GASB 34 implementation year was 2003

(concluded)

GLYNN COUNTY, GEORGIA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
 (accrual basis of accounting)
 LAST SIX FISCAL YEARS

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>General Sales Tax</u>	<u>Special Purpose Local Option Sales Tax</u>	<u>Other Taxes</u>	<u>Total</u>
2003	\$ 21,951,970	\$ 10,099,880	\$ 15,504,384	\$ 7,773,656	\$ 55,329,890
2004	23,783,490	10,869,709	16,750,776	7,810,270	59,214,245
2005	27,144,399	11,680,993	17,910,386	8,026,180	64,761,958
2006	27,885,223	13,459,060	20,703,697	8,570,427	70,618,407
2007	34,160,298	14,029,282	21,562,762	7,109,347	76,861,689
2008	38,103,253	14,536,655	22,525,070	7,391,688	82,556,666

Note: 10 years information not available. GASB 34 implementation year was 2003

GLYNN COUNTY, GEORGIA

FUND BALANCES OF GOVERNMENTAL FUNDS
(modified accrual basis of accounting)
LAST TEN FISCAL YEARS

	Fiscal Year			
	1999	2000	2001	2002
General Fund				
Reserved	\$ 606,416	\$ 767,209	\$ 1,022,038	\$ 635,246
Unreserved	4,082,219	6,799,596	4,635,237	5,891,139
Total General Fund	<u>\$ 4,688,635</u>	<u>\$ 7,566,805</u>	<u>\$ 5,657,275</u>	<u>\$ 6,526,385</u>
All other governmental funds				
Reserved	\$ 72,422	\$ 251,154	\$ 1,847	\$ -
Unreserved	15,291,507	19,502,400	24,583,818	23,330,826
Total all other governmental funds	<u>\$ 15,363,929</u>	<u>\$ 19,753,554</u>	<u>\$ 24,585,665</u>	<u>\$ 23,330,826</u>

(continued)

Fiscal Year					
2003	2004	2005	2006	2007	2008
\$ 789,889	\$ 1,593,574	\$ 1,882,406	\$ 2,617,057	\$ 5,130,633	\$ 7,000,223
7,963,160	13,286,967	17,193,643	20,863,691	41,245,067	35,287,396
<u>\$ 8,753,049</u>	<u>\$ 14,880,541</u>	<u>\$ 19,076,049</u>	<u>\$ 23,480,748</u>	<u>\$ 46,375,700</u>	<u>\$ 42,287,619</u>
\$ -	\$ -	\$ -		\$ 529,595	\$ 549,945
28,495,076	30,186,737	34,831,006	39,200,874	53,316,804	67,090,721
<u>\$ 28,495,076</u>	<u>\$ 30,186,737</u>	<u>\$ 34,831,006</u>	<u>\$ 39,200,874</u>	<u>\$ 53,846,399</u>	<u>\$ 67,640,666</u>

(concluded)

GLYNN COUNTY, GEORGIA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
(modified accrual basis of accounting)
LAST TEN FISCAL YEARS

	Fiscal Year			
	1999	2000	2001	2002
Revenues				
Property tax	\$ 18,375,098	\$ 18,180,159	\$ 19,101,419	\$ 21,479,140
Local option sales tax	8,770,537	10,112,831	9,936,963	9,742,441
Special purpose local option sales tax	14,086,096	15,948,811	14,344,317	15,299,008
Other taxes	6,474,947	6,815,988	8,459,938	7,282,277
Licenses and permits	1,170,397	1,213,124	1,345,922	1,202,130
Intergovernmental	2,394,311	2,079,525	2,269,734	2,633,744
Charges for services	-	277,121	276,262	354,367
Fines and forfeitures	2,653,403	2,347,838	2,302,497	2,434,701
Investment Income	914,428	1,385,575	1,669,816	865,136
Other revenue	4,599,681	4,509,409	4,735,054	4,704,717
Total revenues	<u>59,438,898</u>	<u>62,870,381</u>	<u>64,441,922</u>	<u>65,997,661</u>
Expenditures				
General government	11,699,868	11,407,078	12,529,912	14,792,797
Judiciary	-	-	-	-
Public safety	16,418,012	17,999,209	19,389,453	34,173,031
Public works	4,844,666	5,032,491	4,209,535	7,665,764
Health and Welfare	1,435,738	1,352,955	1,448,265	1,482,478
Culture and recreation	3,486,162	3,546,594	3,659,106	5,042,232
Housing and development	2,129,521	2,270,191	2,234,231	2,404,390
Capital Outlay	12,243,089	13,834,817	13,265,061	375,253
Debt Service				
Principal	71,864	62,763	153,419	944,242
Interest	94,256	95,583	118,380	232,270
Total expenditures	<u>52,423,176</u>	<u>55,601,681</u>	<u>57,007,362</u>	<u>67,112,457</u>
Excess of revenues over (under) expenditures	<u>7,015,722</u>	<u>7,268,700</u>	<u>7,434,560</u>	<u>(1,114,796)</u>
Other financing sources (uses)				
Transfers in	3,102,195	2,027,689	2,226,387	8,659,127
Transfers out	(3,157,895)	(2,028,358)	(7,461,846)	(8,742,251)
Proceeds from sale of capital assets	-	-	-	-
Proceeds from capital lease	-	-	725,000	812,191
Proceeds from long-term debt, net	-	-	-	-
Other uses	-	-	-	-
Total other financing sources (uses)	<u>(55,700)</u>	<u>(669)</u>	<u>(4,510,459)</u>	<u>729,067</u>
Extraordinary Item				
Settlement of lawsuit	-	-	-	-
Net change in fund balances	<u>\$ 6,960,022</u>	<u>\$ 7,268,031</u>	<u>\$ 2,924,101</u>	<u>\$ (385,729)</u>
Debt services as a percentage of noncapital expenditures	0.2%	0.2%	0.3%	0.3%

(continued)

Fiscal Year					
2003	2004	2005	2006	2007	2008
\$ 21,769,042	\$ 23,548,539	\$ 26,951,251	\$ 29,247,881	\$ 34,162,331	\$ 37,867,117
10,099,880	10,869,709	11,680,993	13,459,060	14,029,282	14,536,655
15,504,384	16,750,776	17,910,386	20,703,697	21,562,762	22,525,070
7,773,656	7,810,270	8,026,180	8,570,427	7,109,347	7,391,688
1,219,817	1,327,771	1,731,140	1,704,663	1,647,995	1,562,025
2,163,255	3,691,164	2,903,218	2,204,476	1,790,424	3,291,888
2,621,037	4,837,579	5,933,028	6,549,774	6,680,789	7,268,454
2,131,744	2,260,021	1,875,266	1,953,968	2,251,672	2,302,189
826,853	731,460	1,037,525	2,546,838	4,311,498	4,807,938
4,180,408	2,702,317	498,534	1,241,698	510,945	786,850
<u>68,290,076</u>	<u>74,529,606</u>	<u>78,547,521</u>	<u>88,182,482</u>	<u>94,057,045</u>	<u>102,339,874</u>
7,353,999	6,870,755	8,576,474	10,413,003	10,912,446	17,372,645
5,396,516	5,594,774	5,547,319	5,554,227	5,673,352	6,366,318
24,091,003	25,100,280	25,234,289	27,579,860	28,743,699	33,259,596
5,459,305	8,327,460	6,032,601	7,414,893	7,398,022	13,223,612
798,801	765,204	2,701,442	775,575	788,514	754,056
3,448,523	3,198,619	3,154,925	3,402,007	3,599,689	4,081,205
4,429,931	5,421,604	2,652,943	4,747,634	5,074,412	4,998,258
10,674,447	11,183,773	15,888,666	19,509,349	12,587,409	20,198,581
138,044	146,562	155,604	-	-	794,059
47,448	33,871	9,601	-	-	617,363
<u>61,838,017</u>	<u>66,642,902</u>	<u>69,953,864</u>	<u>79,396,548</u>	<u>74,777,543</u>	<u>101,665,693</u>
6,452,059	7,886,704	8,593,657	8,785,934	19,279,502	674,181
4,218,348	9,000,185	4,723,775	5,083,393	5,841,789	13,495,416
(4,304,640)	(9,125,415)	(4,508,894)	(5,151,779)	(6,031,620)	(7,448,079)
1,014,549	57,679	31,240	57,019	155,074	71,641
-	-	-	-	-	-
-	-	-	-	-	2,907,732
-	-	-	-	-	5,295
<u>928,257</u>	<u>(67,551)</u>	<u>246,121</u>	<u>(11,367)</u>	<u>(34,757)</u>	<u>9,032,005</u>
-	-	-	-	18,295,732	-
<u>\$ 7,380,316</u>	<u>\$ 7,819,153</u>	<u>\$ 8,839,778</u>	<u>\$ 8,774,567</u>	<u>\$ 37,540,477</u>	<u>\$ 9,706,186</u>
0.1%	0.1%	0.0%	0.0%	0.0%	0.8%

(concluded)

GLYNN COUNTY GEORGIA

**ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

(in thousands)

Fiscal Year	Real Property	Personal Property	Motor Vehicles	Mobile Homes	Public Utilities	Timber
2008	\$ 4,185,713	\$ 290,456	\$ 205,577	\$ 13,658	\$ 85,418	\$ 8,678
2007	3,576,171	267,455	186,497	10,970	74,841	4,798
2006	3,083,196	263,400	177,847	11,102	67,434	14,518
2005	2,787,974	281,085	188,983	11,815	68,587	11,219
2004	2,507,275	293,307	187,412	14,528	59,104	14,214
2003	2,395,622	269,904	185,034	11,691	61,497	9,219
2002	1,868,425	263,237	179,301	15,219	62,937	11,818
2001	1,789,090	272,778	224,494	14,457	63,581	9,227
2000	1,602,228	179,694	187,254	12,300	73,114	10,653
1999	1,558,463	181,953	85,230	10,925	69,426	8,379

Source: Glynn County Tax Digest

(continued)

Heavy Duty Equipment	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Taxable Actual Value
\$ 22	\$ 4,789,522	7.287	11,960,788	40%
116	4,120,848	7.393	10,294,923	40%
68	3,617,565	7.557	9,022,136	40%
27	3,349,690	7.603	8,357,397	40%
26	3,075,866	7.622	7,668,344	40%
4	2,932,971	7.872	7,318,599	40%
22	2,400,959	8.930	5,984,671	40%
466	2,374,093	8.986	5,921,392	40%
-	2,065,243	9.040	5,147,128	40%
-	1,914,376	8.928	4,773,372	40%

(concluded)

GLYNN COUNTY, GEORGIA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(rate per \$1,000 of assessed value)

	Fiscal Year Ended June 30,				
	1999	2000	2001	2002	2003
Glynn County					
M&O - Districts 1-5	7.220	6.990	6.990	6.990	5.950
M&O - District 6	6.300	6.070	6.070	6.070	5.330
Fire - Districts 3-5	1.510	2.020	2.020	2.020	1.930
Sanitation - Districts 2-5	0.490	0.400	0.260	0.260	0.190
Sea Is. Police - District 5	0.560	0.560	0.530	0.120	0.340
Total Direct Tax Rate	8.928	9.040	8.986	8.930	7.872
 Brunswick - District 1	 11.000	 11.000	 11.000	 11.000	 13.000
 Board of Education					
M&O	16.120	16.570	16.990	16.390	16.500
Debt Service	1.040	0.930	0.900	0.840	0.710
 State of Georgia	 0.250	 0.250	 0.250	 0.250	 0.250
 Total Unincorporated					
District 2	25.120	25.140	25.390	24.730	23.600
District 3	26.630	27.160	27.410	26.750	25.530
District 4	26.630	27.160	27.410	26.750	25.530
District 5	27.190	27.720	27.940	26.870	25.870
District 6	23.710	23.820	24.210	23.550	22.790
 Total Incorporated					
Brunswick	35.630	35.740	36.130	35.470	36.410

(continued)

Fiscal Year ended June 30,				
2004	2005	2006	2007	2008
5.897	5.897	5.897	5.860	5.860
5.028	5.028	5.028	5.000	5.000
1.839	1.712	1.656	1.520	1.422
0.071	0.185	0.185	0.171	0.158
0.332	0.295	0.293	0.282	0.249
7.622	7.603	7.557	7.393	7.287
12.864	12.250	12.250	12.250	12.250
15.820	15.809	16.349	15.656	15.230
0.680	0.673	0.631	0.574	-
0.250	0.250	0.250	0.250	0.250
22.718	22.814	23.312	22.511	21.498
24.557	24.526	24.968	24.031	22.920
24.557	24.526	24.968	24.031	22.920
24.889	24.821	25.261	24.313	23.169
21.778	21.760	22.258	21.480	20.480
35.511	34.879	35.377	34.590	33.590

(concluded)

GLYNN COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2008			1999		
	Taxable Assessed Value <i>(in thousands)</i>	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value <i>(in thousands)</i>	Rank	Percentage of Total Taxable Assessed Value
Sea Island Company	\$ 169,975	1	3.55%	\$ 48,703	2	2.27%
Georgia Pacific Gypsum LLC	60,059	2	1.25%			
Georgia Power Co.	59,736	3	1.25%	41,125	3	1.92%
Koch Cellulose LLC (formerly Georgia Pacific Corp.)	40,599	4	0.85%	113,235	1	5.28%
Sea Island Resorts Beach Club LLC	36,360	5	0.76%			
Gulfstream Aerospace Corp.	33,681	6	0.70%			
Coastal Community Retirement Corp.	15,922	7	0.33%			
Hercules Inc.	14,506	8	0.30%	13,963	4	0.65%
Stewart Atlantic LLC	13,813	9	0.29%			
Dover Hall Plantation LLC	10,202	10	0.21%			
Bell South Telecommunications				13,753	5	0.64%
Millennium Specialty Chemicals				12,248	6	0.57%
Union Camp Corporation				10,149	7	0.47%
Colonial Realty (formerly Astolat)				10,043	8	0.47%
Rich-Sea Pak Corporation				9,912	9	0.46%
King & Prince Seafood				8,343	10	0.39%
Totals	<u>\$ 454,853</u>		<u>9.50%</u>	<u>\$ 281,474</u>		<u>13.12%</u>

Source: Glynn County Board of Assessors

GLYNN COUNTY, GEORGIA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
1999	\$ 16,017,325	\$ 15,627,253	97.56%	\$ 388,918	\$ 16,016,171	99.99%
2000	16,518,085	16,057,098	97.21%	459,825	16,516,923	99.99%
2001	17,022,254	16,486,789	96.85%	532,700	17,019,489	99.98%
2002	19,039,250	18,596,980	97.68%	431,989	19,028,969	99.95%
2003	20,019,914	18,816,783	93.99%	1,190,243	20,007,026	99.94%
2004	20,921,271	19,643,150	93.89%	1,245,290	20,888,440	99.84%
2005	22,907,560	22,100,646	96.48%	738,934	22,839,580	99.70%
2006	24,874,864	24,469,571	98.37%	301,696	24,771,267	99.58%
2007	28,080,815	27,285,756	97.17%	639,724	27,925,480	99.45%
2008	32,078,931	30,828,568	96.10%	-	30,828,568	96.10%

Source: Tax Commissioner

GLYNN COUNTY, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities		Business-type Activities			Total Primary Government	Percentage of Personal Income	Per Capita Income (1)
	Tax Anticipation Notes	Capital Leases	Water & Sewer Bonds	GEFA Loans	Capital Leases			
1999	5,000,000	150,053	1,565,000	2,619,799	307,467	9,642,319	0.278%	26,822
2000	4,000,000	95,314	1,450,000	2,495,923	223,644	8,264,881	0.330%	27,265
2001	-	658,051	1,325,000	2,355,134	-	4,338,185	0.667%	28,946
2002	-	440,210	1,195,000	2,206,275	-	3,841,485	0.764%	29,342
2003	-	302,166	13,430,000	-	-	13,732,166	0.216%	29,694
2004	-	155,604	12,980,000	-	352,553	13,488,157	0.227%	30,583
2005	-	-	12,470,000	24,285	1,942,953	14,437,238	0.229%	33,003
2006	-	-	11,955,000	1,376,162	2,202,289	15,533,451	0.221%	34,272
2007	-	-	11,430,000	9,241,434	1,921,258	22,592,692	0.162%	36,549
2008	-	-	10,895,000	14,257,480	1,629,089	26,781,569	0.144%	38,609

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

GLYNN COUNTY, GEORGIA

**LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Debt limit	\$ 191,437,643	\$ 206,524,317	\$ 237,409,279	\$ 240,095,946
Total net debt applicable to limit	<u>5,000,000</u>	<u>4,000,000</u>	<u>0</u>	<u>0</u>
Legal debt margin	<u>\$ 186,437,643</u>	<u>\$ 202,524,317</u>	<u>\$ 237,409,279</u>	<u>\$ 240,095,946</u>
Total net debt applicable to the limit as a percentage of debt limit	2.61%	1.94%	0.00%	0.00%

The Constitutional debt limitation of 10 percent of total assessed property values applies to all general obligation bonds authorized. Additional general obligation bonds may be authorized to be issued if so approved by a majority of those voting in an election held for that purpose. Glynn County has no general obligation bonds authorized but

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 293,297,079	\$ 307,586,594	\$ 334,969,076	\$361,756,497	\$412,084,794	\$478,952,182
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$ 293,297,079</u>	<u>\$ 307,586,594</u>	<u>\$ 334,969,076</u>	<u>\$ 361,756,497</u>	<u>\$ 412,084,794</u>	<u>\$ 478,952,182</u>

0.00% 0.00% 0.00% 0.00% 0.00% 0.00%

Legal Debt Margin Calculation for Fiscal Year 2008

Assessed value	\$ 4,789,521,817
Less: Exemptions for Bond Purposes	-
Total assessed value	<u>4,789,521,817</u>
Debt Limit (10% of net assessed value)	<u>478,952,182</u>
General Obligation Bonds	0
Amount set aside for repayment of general obligation debt	<u>0</u>
Total Net Debt Applicable to Limit	<u>0</u>
Legal Debt Margin	<u>\$ 478,952,182</u>

GLYNN COUNTY, GEORGIA

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Total Personal Income (amounts expressed in thousands) (1)	Per Capita Personal Income (1)	Median Age (3)	School Enrollment (4)	Unemployment Rate (2)
1999	66,808	1,791,952	26,822	34.1	11,204	3.3
2000	67,426	1,838,363	27,265	37.9	11,246	3.1
2001	67,659	1,958,705	28,946	37.9	11,892	3.5
2002	68,366	2,009,949	29,342	37.9	11,827	3.6
2003	69,039	2,055,777	29,694	37.9	11,230	3.9
2004	69,897	2,142,887	30,583	37.9	11,261	4.0
2005	70,556	2,358,154	33,003	38.0	11,824	4.0
2006	71,466	2,488,594	34,272	38.0	12,076	4.3
2007	73,429	2,683,750	36,549	37.7	12,201	3.8
2008	74,932	2,893,082	38,609	37.8	12,343	5.0

(1) Source: Bureau of Economic Analysis: Regional Economic Accounts

(2) Source: U. S. Bureau of labor Statistics

(3) Source: U. S. Bureau of the Census, Census 1990 and 2000; 2005 American Community Survey

(4) Source: Glynn County Board of Education

NOTES: 2008 population, per capita, and personal income are estimates based on past regional trends.

GLYNN COUNTY, GEORGIA

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2008			1999		
	Number of Employees (1)	Rank	Percentage of Total County Employment (2)	Number of Employees (1)	Rank	Percentage of Total County Employment (2)
Federal Law Enforcement Training Center	3,047	1	5.87%	1,819	1	4.08%
Sea Island Company	2,100	2	4.05%	1,600	3	3.59%
Glynn County Board of Education	1,900	3	3.66%	1,724	2	3.87%
Southeast Georgia Regional Medical Center	1,682	4	3.24%	1,500	4	3.37%
Glynn County Board of Commissioners	850	5	1.64%	816	5	1.83%
Koch Cellulose, LLC (formerly Ga Pacific)	790	6	1.52%	750	6	1.68%
Rich-Sea Pak Corporation	600	7	1.16%	675	7	1.52%
King and Prince Seafood	570	8	1.10%	520	8	1.17%
Wal Mart Superstore	550	9	1.06%			
Hercules-Pinova Division	356	10	0.69%	400	9	0.90%
Jekyll Island Authority	-			400	10	0.90%
Total	<u>12,445</u>		<u>23.98%</u>	<u>10,204</u>		<u>22.91%</u>

(1) Source: Brunswick Golden Isles Chamber of Commerce

(2) Source: U.S. Bureau of Labor Statistics

GLYNN COUNTY, GEORGIA

FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Function	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
General Government	87.00	106.50	107.28	110.35	113.93
Judiciary	68.75	68.25	65.50	66.00	66.50
Public Safety	351.00	365.00	370.50	389.37	404.37
Public Works	111.00	105.00	107.90	101.87	102.87
Culture & Recreation	103.65	78.40	76.19	68.07	63.32
Housing & Development	<u>24.00</u>	<u>24.00</u>	<u>24.00</u>	<u>26.00</u>	<u>24.00</u>
Total	<u>745.40</u>	<u>747.15</u>	<u>751.37</u>	<u>761.66</u>	<u>774.99</u>

(continued)

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
112.93	116.93	113.13	115.13	120.73
67.00	57.50	55.67	56.00	56.00
402.87	403.87	395.00	399.87	442.58
104.87	106.87	98.87	95.87	105.84
59.00	56.64	55.14	57.00	58.75
<u>26.00</u>	<u>27.00</u>	<u>26.00</u>	<u>27.00</u>	<u>30.00</u>
<u>772.67</u>	<u>768.81</u>	<u>743.81</u>	<u>750.87</u>	<u>813.90</u>

(concluded)

GLYNN COUNTY, GEORGIA

**OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	1999	2000	2001	2002
General Government				
Building Permits Issued	1,487	1,246	1,302	1,302
Occupation tax certificates issued	3,170	3,392	3,085	3,150
Registered voters	34,006	33,909	33,909	32,575
Real Property Reviews	N/A	N/A	N/A	17,000
Judiciary				
Marriage Licenses	839	863	801	781
Firearm Permits	497	607	532	608
Public Safety				
Sheriff - Jail Bookings	5,806	5,554	5,685	5,822
Sheriff - Meals Served	352,590	386,535	404,055	382,155
Sheriff - Inmate/Patient transports	642	699	602	649
Sheriff - Avg Daily Jail Population	277	308	324	304
Sheriff - Warrants/Civil papers served	14,972	15,305	17,532	17,395
Police calls answered	43,923	41,697	42,298	43,008
Police - Traffic Offenses	N/A	N/A	N/A	N/A
Fire calls answered	3,738	3,980	3,848	4,084
EMS calls answered	5,707	6,036	6,427	7,114
Fire - Inspections & Plan Reviews	263	386	500	368
Public Works				
Ditches maintained (miles)	N/A	N/A	N/A	N/A
Right of Way mowing (acres)	N/A	N/A	N/A	N/A
Street sweeping (miles)	N/A	N/A	N/A	N/A
Mosquito spraying (acres)	N/A	N/A	N/A	N/A
Culture and Recreation				
Campsites rented	N/A	N/A	N/A	10,102
Participants in Athletics	N/A	N/A	N/A	3,075

N/A = Information not Available

Sources: Various County departments

(continued)

2003	2004	2005	2006	2007	2008
1,326	1,563	1,586	1,833	1,644	1,456
3,449	2,690	3,061	3,487	3,630	3,337
32,767	33,808	37,375	38,357	38,074	41,260
15,000	16,000	23,500	27,500	25,695	24,900
745	897	991	1,031	1,010	1,069
526	552	602	595	636	778
5,598	5,555	5,743	6,069	6,736	6,736
410,625	430,335	480,705	516,840	523,410	533,137
681	785	1,083	1,158	1,560	1,337
330	348	394	427	448	492
17,582	17,018	16,521	15,042	15,923	15,187
50,512	52,228	46,930	48,700	51,856	56,898
N/A	1,218	1,805	2,528	12,469	16,658
4,638	5,110	4,961	4,810	5,347	5,126
8,021	8,619	9,509	9,223	10,255	10,546
534	605	532	964	1,109	904
N/A	N/A	N/A	600	1,636	1,636
N/A	N/A	N/A	17,276	17,276	17,276
N/A	N/A	N/A	135	135	135
N/A	N/A	N/A	313,503	494,014	637,091
9,306	9,996	10,977	12,874	7,043	18,079
3,380	3,854	3,583	3,556	3,610	3,846

(concluded)

GLYNN COUNTY, GEORGIA

**CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	1999	2000	2001	2002
Public Safety:				
Police stations/substations	6	6	6	6
Jail	1	1	1	1
Fire Stations	6	7	7	8
Public Works:				
County maintained miles of roads:				
Paved	460	483	483	502
Unimproved	60	44	44	32
Traffic Signals	52	57	57	57
Culture & Recreation				
Parks	38	38	38	46
Swimming Pools	3	3	3	3
Tennis Courts	14	14	14	14
Community Centers	6	6	6	6
Ball Fields	20	20	20	20
Campground sites	97	97	97	97

Sources: Various county departments

Note: No capital asset indicators are available for the general government function.

(continued)

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
6	6	6	6	7	7
1	1	1	1	1	2
8	8	8	8	8	8
505	540	553	563	575	580
42	42	40	30	25	25
64	72	74	76	76	75
47	47	40	40	45	45
3	3	3	3	2	2
14	14	14	14	14	16
6	6	6	6	6	7
20	29	33	33	33	31
97	97	97	97	97	97

(concluded)

GLYNN COUNTY, GEORGIA

**WATER AND SEWER MISCELLANEOUS INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

Number of water customers	12,369 (based on number of meters)
Total water consumption	1,274,552 gallons (in thousands)
Miles of water mains	289 miles (approximately)
Miles of sanitary sewers	217 miles (approximately)

Average daily treated wastewater	2.73 MGD
Maximum daily treated wastewater	4.34 MGD
Average daily water production	4.04 MGD
Maximum daily water production	6.88 MGD

Five largest water and sewer customer accounts

- (1) Sea Island Company
- (2) King and Prince
- (3) Epworth by the Sea
- (4) Walden Shores Apartments
- (5) Blue Beacon, Inc.

Total costs of capital improvements made from system revenues:

Circle Drive Water Line	125,112
Gatch Lane Water Line	37,990
Lift Station Upgrades	42,475
Manhole Rehabilitation	40,388
SCADA Phase 2	51,372
Sewer Lines Rehabilitation - Five Neighborhoods	208,344
Sewer Lines Upgrades	7,360
Water Lines Upgrades	75,213
CIP - Buck Swamp Water & Sewer	277,279
CIP - Colonels Island Sewer	7,490
CIP - East Beach Water & Sewer Rehab	3,840,048
CIP - S.R. 341 Sewer	864,225
Total	<u>\$ 5,414,194</u>

Water & Sewer Rates (Unit = 1,000 gallons):

Water Only Accounts	\$ 4.59	Base Charge
Per Unit	\$ 1.13	
Per Unit greater than or equal to 10 Units	\$ 5.05	
Water (with Sewer Connection)	\$ 4.59	Base Charge
Per Unit	\$ 1.13	
Per Unit greater than or equal to 10 Units	\$ 2.08	
Sewer - St. Simons and South Mainland	\$ 4.59	Base Charge
Per Unit of Water used	\$ 3.01	
Sewer - North Mainland	\$ 4.59	Base Charge
Per Unit of Water used	\$ 4.22	

Compliance Section

KARP, RONNING & TINDOL, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

123 ABERCORN STREET
SAVANNAH, GEORGIA 31401
(912) 232-0475

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Chairman and Members of the
Glynn County Board of Commissioners
Brunswick, Georgia

We have audited the financial statements of the Glynn County Board of Commissioners (the County), as of and for the year ended June 30, 2008, and have issued our report thereon dated December 23, 2008. We did not audit the financial statements of the Glynn County Health Department, a discretely presented component unit of the County. Those financial statements were audited by other auditors whose reports thereon were furnished to us, and our opinion, insofar as it relates to the amounts included for this component unit, is based solely on the report of 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider to be a significant deficiency.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiency described in the accompanying schedule of findings and responses as item 08-01 to be a significant deficiency in internal control over financial reporting.

A material weakness is significant deficiency, or combination of significant deficiencies, that result in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above are material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also noted certain matters that we reported to management of the County in a separate letter dated December 23, 2008.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended for the information and use of management, 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.

Karp, Rosning & Tindal, P.C.

December 23, 2008

KARP, RONNING & TINDOL, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

123 ABERCORN STREET
SAVANNAH, GEORGIA 31401
(912) 232-0475

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

To the Chairman and Members of the
Glynn County Board of Commissioners
Brunswick, Georgia

Compliance

We have audited the compliance of the Glynn County Board of Commissioners (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, 2008. The County's major federal programs are identified in the summary of auditors' 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.

The County's basic financial statements include the operations of the Glynn County Airport Commission and the Glynn County Board of Health, which received \$1,617,511 and \$8,164,208, respectively in federal awards which are not included in the schedule during the year ended June 30, 2008. Our audit described below did not include the operations of the Glynn County Airport Commission or the Glynn County Board of Health, because those entities engaged other auditors to perform an audit in accordance with OMB Circular A-133.

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.

As described in item 08-03 in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding procurement, suspension and debarment that is applicable to its CFDA No. 93.959, Southeast Coastal Regional Drug Court Grant. Compliance with such requirements is necessary, in our opinion, for the County to comply with the requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, 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, 2008.

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 the 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 an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the County's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A *control deficiency* in an County's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 08-02, and 08-03 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the County's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs, we consider item 08-03 to be a material weakness.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended for the information and use of management, 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.

Karp, Roming & Tindol, P.C.

December 23, 2008

GLYNN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS AND STATUS OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2008

I. SCHEDULE OF FINDINGS AND QUESTIONED COSTS

A. Summary of Auditors' Results

Financial Statements

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the Glynn County Board of Commissioners.
2. Internal control over financial reporting:
 - a Material weakness(es) identified? _____ yes X no
 - b Significant deficiency(ies) identified that are not considered to be material weaknesses? X yes _____ none reported
3. Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

4. Internal control over major programs:
 - a Material weakness(es) identified? X yes _____ no
 - b Significant deficiency(ies) identified that are not considered to be material weaknesses? X yes _____ none reported
5. The auditors' report expresses a qualified opinion for all major programs.
6. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133? X yes _____ no

7. The programs tested as major programs include:

Name of Federal Program	<u>CFDA Number</u>
Southeast Coastal Georgia Regional Drug Court Grant	93.959
Mother's Day Tornado Grant	83.516

8. The threshold for distinguishing Type A and B programs was \$300,000.
9. The County was determined to be a low-risk auditee.

GLYNN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS AND STATUS OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2008

B. Findings – Financial Statement Audit

Finding 08-01

Supervision, Review, and Monitoring

Condition and Background: The Child Support Receiver, managed by the Clerk of Superior Court, maintains a general cash account. This account displayed a negative book balance at June 30, 2008.

Criteria: Management is required to develop and institute cash management policies and procedures. These policies must be incorporated within the court's internal control manual. The cash management process must also be monitored by management and revised as necessary.

Effect: The Clerk's office is exposed to an increased risk of insufficient amounts being settled to various child support receivers. Also, without sound internal control procedures, the Clerk's office is at risk for fraud and material errors.

Recommendation: The Clerk should investigate why the negative cash balance exists and develop policies and procedures to ensure that the cash balance remains positive at all times. All old outstanding items should be investigated and removed if found to be erroneous.

Management's Response: Management concurs with this finding. A corrective action plan has been issued under a separate cover.

C. Findings and Questioned Costs – Major Federal Award Programs Audit

Department of Health and Human Services

Finding 08-02

Southeast Coastal Georgia Regional Drug Court – CFDA No. 93.959

Allowable Costs and Allowed Activities

Condition: We were unable to determine if adequate controls, policies, and procedures are in place to ensure that costs and activities charged to the grant are allowable.

Criteria: Personnel responsible for the determination of whether costs or activities are allowable under the grant are required to have sufficient knowledge of the grant stipulations regarding these subjects.

Cause: There are no written policies and procedures of the process for determining if costs and activities charged to the grant are allowable.

Effect: The risk that an unallowable cost or activity will be charged to the grant is substantially increased and could result in disallowed costs.

Known Questioned Cost: \$0

Recommendation: Our tests did not indicate that any of the costs and activities charged to the grant were unallowable. However, we would recommend that policies and procedures be adopted to give assurances that only allowable costs and activities are charged to the program.

GLYNN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS AND STATUS OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2008

Response/Corrective Action: Management concurs with this finding. Policies and procedures will be adopted by March 31, 2009 to ensure that costs and activities charged to the grant are allowable.

Finding 08-03

Procurement, Suspension, and Debarment

(Repeat Finding)

Condition: A contract for treatment services was awarded to Resiliency Institute, Inc., without evidence of a competitive bidding process.

Criteria: 45 CFR § 92.36 ¶ (b) and (c) establish the requirement for competitive bidding in the procurement of goods and services when practicable, as well as stipulating the maintenance of such records as to sufficiently detail the history of the procurement.

Cause: County procurement requirements were not followed.

Effect: The contract for treatment services was awarded without evidence of open solicitation for bids or evidence that the vendor was not listed as suspended or debarred on the Excluded Parties List System (EPLS).

Known Questioned Cost: \$100,000

Recommendation: All bids for service contracts should be made through the County's purchasing department, and at a minimum follow Federal or State procurement requirements.

Response/Corrective Action: Management concurs with the finding. However management believes that the vendor referred to was the only qualified vendor in the area. The Drug Court will follow the County's Purchasing Ordinance in the future and will ensure that awards to vendors will be made only after the competitive bidding process or after determination that the award should be made to a sole source vendor. Records will be maintained to detail the history of the procurement and will be placed in the grants files. Management believes that the vendor referred to in this finding was the only qualified vendor in the area but realizes that the County Purchasing Agent should have been utilized to make that determination.

GLYNN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS AND STATUS OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2008

II. STATUS OF PRIOR YEAR AUDIT FINDINGS

Finding 07-01

Documentation of Internal Control

Condition and Background: The County does not have a policy and procedures document that includes documentation of the components of internal control.

Status: Corrected

Finding 07-02

Supervision, Review, and Monitoring

Condition and Background: The Clerk of Superior Court's office is not comparing monthly bank reconciliations to the general ledger cash account balances, monitoring checking account balances, or reviewing monthly settlement summary reports submitted to the County. The bookkeeper has custody of cash, prepares the deposits, and prepares monthly settlement reports.

Status: Corrected

Finding 07-03

Community Development Block Grant – CFDA No. 14.218

Monitoring

Condition and Background: Glynn County Board of Commissioners entered into a grant agreement in which all funds would be used to assist with the construction of storm drainage for a public railroad connector between Norfolk Southern Corporation and the CSX main railroad tracks north of the City of Brunswick. One major provision for the grant is for International Auto Processing, Inc. to retain 15 permanent full time positions and create at least 25 permanent full time jobs. 11 of the retained and 13 of the new jobs are and will be held by low and moderate persons.

Status: Corrected

Community Development Block Grant – CFDA No. 14.218

Finding 07-04

Davis Bacon Monitoring

Condition and Background: Glynn County Board of Commissioners entered into a grant agreement in which all funds would be used to assist with the construction of storm drainage for a public railroad connector between Norfolk Southern Corporation and the CSX main railroad tracks north of the City of Brunswick. One major provision for the grant is for the County to monitor and document all wages payable for compliance with the Davis Bacon Act.

Status: Corrected

GLYNN COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS AND STATUS OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2008

Finding 07-05

Southeast Coastal Georgia Regional Drug Court Grant- CFDA No. 93.959

Procurement, Suspension, and Debarment

Condition: A contract for treatment services was awarded to a vendor, without evidence of a competitive bidding process.

Status: Not corrected; see current year finding 08-03.