

HORRY COUNTY, SOUTH CAROLINA

DEBT SERVICE FUNDS

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

General Debt - accounts for the funds accumulated for, and payment of, all general obligation long-term debt principal, interest and fees other than those accounted for in other funds.

Higher Education - accounts for the funds accumulated for, and payment of principal, interest, and fees on the general obligation serial bonds issued for higher education and the contributions to the Higher Education Commission.

Horry-Georgetown TECH - accounts for the funds accumulated for, and payment of principal, interest, and fees on the general obligation serial bonds issued for the Horry Georgetown Technical Education Center with a current amount remitted to TECH for maintenance related expenditures.

Special Obligation Debt - accounts for the funds accumulated for, and payment of, all special obligation debt principal, interest and fees other than those accounted for in other funds.

RIDE Program - accounts for the funds accumulated for, and payment of principal, insured and uninsured portions, interest, and fees on intergovernmental loan agreements with the South Carolina Transportation Infrastructure Bank for the Horry County Road Improvement Development Efforts (RIDE) projects.

HORRY COUNTY, SOUTH CAROLINA

NON-MAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2005

	Non-Major Funds					Total Non-Major Funds
	General Debt	Higher Education	Georgetown TECH	Special Obligation Debt		
Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 2,326,031	\$ -	\$ 2,326,031
Equity in pooled cash and investments	4,053,157	101,486	206,401	-	-	4,361,044
Receivables, net:						
Property taxes	32,266	4,775	12,937	-	-	49,978
Interest	-	-	6,095	-	-	6,095
Restricted assets	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Total assets	<u>\$ 4,085,423</u>	<u>\$ 106,261</u>	<u>\$ 225,433</u>	<u>\$ 2,326,031</u>	<u>\$ -</u>	<u>\$ 6,743,148</u>
Liabilities and Fund Balances						
Unreserved, undesignated	\$ 4,085,423	\$ 106,261	\$ 225,433	\$ 2,326,031	\$ -	\$ 6,743,148
Total fund balances	<u>\$ 4,085,423</u>	<u>\$ 106,261</u>	<u>\$ 225,433</u>	<u>\$ 2,326,031</u>	<u>\$ -</u>	<u>\$ 6,743,148</u>
Total liabilities and fund balances	<u>\$ 4,085,423</u>	<u>\$ 106,261</u>	<u>\$ 225,433</u>	<u>\$ 2,326,031</u>	<u>\$ -</u>	<u>\$ 6,743,148</u>

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA

NON-MAJOR DEBT SERVICE FUNDS
 COMBINING SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2005

	Non-Major Funds					Total Non-Major Funds
	General Debt	Higher Education	Georgetown TECH	Special Obligation Debt		
Revenues						
Property taxes	\$ 7,452,598	\$ 845,575	\$ 2,281,986	\$ -	\$ -	\$ 10,580,159
Intergovernmental	106,213	10,638	13,880	-	-	130,731
Interest	33,909	3,196	68,478	188,253	-	293,836
Other	24,886	286	777	-	-	25,949
Total revenues	7,617,606	859,695	2,365,121	188,253	-	11,030,675
Expenditures						
Debt service:						
Principal	5,254,163	390,000	-	1,150,000	-	6,794,163
Interest	3,638,318	135,775	102,994	876,223	-	4,753,310
Agents fees	5,150	450	-	3,145	-	8,745
Total debt service	8,897,631	526,225	102,994	2,029,368	-	11,556,218
Current:						
Horry Georgetown TECH	-	-	2,153,403	-	-	2,153,403
Higher Education Commission	-	303,161	-	-	-	303,161
Total current	-	303,161	2,153,403	-	-	2,456,564
Total expenditures	8,897,631	829,386	2,256,397	2,029,368	-	14,012,782
Excess (deficiency) of revenues over expenditures	(1,280,025)	30,309	108,724	(1,841,115)	-	(2,982,107)

- CONTINUED -

COMBINING SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2005

- CONTINUED -

	Non-Major Funds					Total Non-Major Funds
	General Debt	Higher Education	Georgetown TECH	Special Obligation Debt		
Other Financing Sources (Uses)						
Transfers in	1,309,604	-	-	1,946,396		3,256,000
Total other financing sources (uses)	1,309,604	-	-	1,946,396		3,256,000
Net change in fund balance	29,579	30,309	108,724	105,281		273,893
Fund balances at beginning of year	4,055,844	75,952	116,709	2,220,750		6,469,255
Fund balances at end of year	\$ 4,085,423	\$ 106,261	\$ 225,433	\$ 2,326,031	\$	\$ 6,743,148

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA

GENERAL DEBT SERVICE FUND
BALANCE SHEET

JUNE 30, 2005
(with comparative amounts June 30, 2004)

	<u>2005</u>	<u>2004</u>
Assets		
Equity in pooled cash and investments	\$ 4,053,157	\$ 4,022,259
Receivables, (net):		
Property taxes	32,266	33,145
Due from other governments	-	440
Total assets	<u>\$ 4,085,423</u>	<u>\$ 4,055,844</u>
Liabilities and Fund Balance		
Fund balance:		
Unreserved, undesignated	\$ 4,085,423	\$ 4,055,844
Total fund balance	<u>4,085,423</u>	<u>4,055,844</u>
Total liabilities and fund balance	<u>\$ 4,085,423</u>	<u>\$ 4,055,844</u>

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA

GENERAL DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2005
 (with comparative actual amounts year ended June 30, 2004)

	2005		Variance Positive (Negative)	2004
	Budget	Actual		Actual
Revenues				
Property taxes	\$ 7,418,159	\$ 7,452,598	\$ 34,439	\$ 7,238,331
Intergovernmental	106,934	106,213	(721)	106,932
Interest	22,000	33,909	11,909	-
Other	24,850	24,886	36	52,913
Total revenues	<u>7,571,943</u>	<u>7,617,606</u>	<u>45,663</u>	<u>7,398,176</u>
Expenditures				
Debt service:				
Principal	5,704,838	5,254,163	450,675	5,577,090
Interest	3,762,243	3,638,318	123,925	3,566,103
Agents fees	4,862	5,150	(288)	4,949
Total debt service	<u>9,471,943</u>	<u>8,897,631</u>	<u>574,312</u>	<u>9,148,142</u>
Total expenditures	<u>9,471,943</u>	<u>8,897,631</u>	<u>574,312</u>	<u>9,148,142</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,900,000)</u>	<u>(1,280,025)</u>	<u>619,975</u>	<u>(1,749,966)</u>
Other Financing Sources (Uses)				
Transfers in	<u>1,900,000</u>	<u>1,309,604</u>	<u>(590,396)</u>	<u>1,507,312</u>
Total other financing sources (uses)	<u>1,900,000</u>	<u>1,309,604</u>	<u>(590,396)</u>	<u>1,507,312</u>
Net change in fund balance	-	29,579	29,579	(242,654)
Fund balance at beginning of year	<u>4,055,844</u>	<u>4,055,844</u>	-	<u>4,298,498</u>
Fund balance at end of year	<u>\$ 4,055,844</u>	<u>\$ 4,085,423</u>	<u>\$ 29,579</u>	<u>\$ 4,055,844</u>

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA
HIGHER EDUCATION DEBT SERVICE FUND
BALANCE SHEET

JUNE 30, 2005
(with comparative amounts June 30, 2004)

	2005	2004
Assets		
Equity in pooled cash and investments	\$ 101,486	\$ 72,172
Receivables, (net):		
Property taxes	4,775	3,780
Total assets	\$ 106,261	\$ 75,952
Liabilities and Fund Balance		
Fund balance:		
Unreserved, undesignated	\$ 106,261	\$ 75,952
Total fund balance	106,261	75,952
Total liabilities and fund balance	\$ 106,261	\$ 75,952

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA
HIGHER EDUCATION DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2005
(with comparative actual amounts year ended June 30, 2004)

	2005		Variance Positive (Negative)	2004
	Budget	Actual		Actual
Revenues				
Property taxes	\$ 840,350	\$ 845,575	\$ 5,225	\$ 815,077
Intergovernmental	10,638	10,638	-	10,638
Interest	-	3,196	3,196	-
Other	288	286	(2)	3,057
Total revenues	851,276	859,695	8,419	828,772
Expenditures				
Debt service:				
Principal	390,000	390,000	-	370,000
Interest	150,825	135,775	15,050	164,563
Agents fees	800	450	350	425
Indirect cost allocation	6,490	-	6,490	-
Total debt service	548,115	526,225	21,890	534,988
Current:				
Higher Education Commission	303,161	303,161	-	290,000
Total expenditures	851,276	829,386	21,890	824,988
Excess of revenues over expenditures	-	30,309	30,309	3,784
Other Financing Sources (Uses)				
Transfers in	-	-	-	540
Total other financing sources (uses)	-	-	-	540
Net change in fund balance	-	30,309	30,309	4,324
Fund balance at beginning of year	75,952	75,952	-	71,628
Fund balance at end of year	\$ 75,952	\$ 106,261	\$ 30,309	\$ 75,952

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA
 HORRY-GEORGETOWN TECH DEBT SERVICE FUND
 BALANCE SHEET

JUNE 30, 2005
 (with comparative amounts June 30, 2004)

	2005	2004
Assets		
Equity in pooled cash and investments	\$ 206,401	\$ 106,542
Receivables, (net):		
Property taxes	12,937	10,167
Interest	6,095	-
Total assets	\$ 225,433	\$ 116,709
 Liabilities and Fund Balance		
Fund balance:		
Unreserved, undesignated	\$ 225,433	\$ 116,709
Total fund balance	225,433	116,709
Total liabilities and fund balance	\$ 225,433	\$ 116,709

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA

HORRY-GEORGETOWN TECH DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2005
 (with comparative actual amounts year ended June 30, 2004)

	2005			2004
	Budget	Actual	Variance Positive (Negative)	Actual
Revenues				
Property taxes	\$ 2,226,250	\$ 2,281,986	\$ 55,736	\$ 2,196,948
Intergovernmental	14,000	13,880	(120)	13,881
Interest	-	68,478	68,478	574
Other	1,000	777	(223)	8,296
Total revenues	<u>2,241,250</u>	<u>2,365,121</u>	<u>123,871</u>	<u>2,219,699</u>
Expenditures				
Debt service:				
Principal	-	-	-	200,000
Interest	75,000	102,994	(27,994)	13,000
Agents fees	840	-	840	444
Indirect cost allocation	12,007	-	12,007	-
Total debt service	<u>87,847</u>	<u>102,994</u>	<u>(15,147)</u>	<u>213,444</u>
Current:				
Horry Georgetown Tech	<u>2,153,403</u>	<u>2,153,403</u>	-	1,950,000
Total expenditures	<u>2,241,250</u>	<u>2,256,397</u>	<u>(15,147)</u>	<u>2,163,444</u>
Excess of revenues over expenditures	<u>-</u>	<u>108,724</u>	<u>108,724</u>	<u>56,255</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	1,001
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,001</u>
Net change in fund balance	-	108,724	108,724	57,256
Fund balance at beginning of year	116,709	116,709	-	59,453
Fund balance at end of year	<u>\$ 116,709</u>	<u>\$ 225,433</u>	<u>\$ 108,724</u>	<u>\$ 116,709</u>

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA
SPECIAL OBLIGATION DEBT SERVICE FUND
BALANCE SHEET

JUNE 30, 2005
(with comparative amounts June 30, 2004)

	2005	2004
Assets		
Cash and cash equivalents	\$ 2,326,031	\$ 2,220,750
Total assets	\$ 2,326,031	\$ 2,220,750
 Liabilities and Fund Balance		
Fund balance:		
Unreserved, undesignated	\$ 2,326,031	\$ 2,220,750
Total fund balance	2,326,031	2,220,750
Total liabilities and fund balance	\$ 2,326,031	\$ 2,220,750

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA

SPECIAL OBLIGATION DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 2005
 (with comparative actual amounts year ended June 30, 2004)

	2005		Variance Positive (Negative)	2004
	Budget	Actual		Actual
Revenues				
Interest	\$ 181,500	\$ 188,253	\$ 6,753	\$ 185,177
Total revenues	<u>181,500</u>	<u>188,253</u>	<u>6,753</u>	<u>185,177</u>
Expenditures				
Debt service:				
Principal	1,150,000	1,150,000	-	1,100,000
Interest	876,223	876,223	-	926,823
Agency fees	3,050	3,145	(95)	3,148
Total debt service	<u>2,029,273</u>	<u>2,029,368</u>	<u>(95)</u>	<u>2,029,971</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,847,773)</u>	<u>(1,841,115)</u>	<u>6,658</u>	<u>(1,844,794)</u>
Other Financing Sources (Uses)				
Transfers in - Hospitality Fund	1,847,773	1,946,396	98,623	1,866,292
Total other financing sources (uses)	<u>1,847,773</u>	<u>1,946,396</u>	<u>98,623</u>	<u>1,866,292</u>
Net change in fund balance	-	105,281	105,281	21,498
Fund balance at beginning of year	<u>2,220,750</u>	<u>2,220,750</u>	-	<u>2,199,252</u>
Fund balance at end of year	<u>\$ 2,220,750</u>	<u>\$ 2,326,031</u>	<u>\$ 105,281</u>	<u>\$ 2,220,750</u>

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA

RIDE PROGRAM DEBT SERVICE FUND - MAJOR FUND
BALANCE SHEET

JUNE 30, 2005
(with comparative amounts June 30, 2004)

	<u>2005</u>	<u>2004</u>
Assets		
Funds held in trust (restricted):		
Loan Reserve Account	\$ 15,239,800	\$ 12,046,363
Due from other funds	5,903,260	5,590,547
Total assets	<u>\$ 21,143,060</u>	<u>\$ 17,636,910</u>
 Liabilities and Fund balance		
Fund balance:		
Reserved	\$ 21,143,060	\$ 17,636,910
Total fund balance	<u>21,143,060</u>	<u>17,636,910</u>
Total liabilities and fund balance	<u>\$ 21,143,060</u>	<u>\$ 17,636,910</u>

See accompanying independent auditors' report.

HORRY COUNTY, SOUTH CAROLINA

RIDE PROGRAM DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL - MAJOR FUND

YEAR ENDED JUNE 30, 2005
 (with comparative actual amounts year ended June 30, 2004)

	2005		Variance Positive (Negative)	2004
	Budget	Actual		Actual
Revenues				
Interest on investments	\$ 745,000	\$ 617,804	\$ (127,196)	\$ 644,385
Total revenues	<u>745,000</u>	<u>617,804</u>	<u>(127,196)</u>	<u>644,385</u>
Expenditures				
Debt service:				
Principal:				
Insured	15,088,020	10,050,976	5,037,044	9,651,060
Uninsured	11,221,077	1,953,112	9,267,965	1,343,373
Interest:				
Insured	-	5,031,436	(5,031,436)	5,348,939
Uninsured	-	6,803,229	(6,803,229)	6,800,679
Total debt service	<u>26,309,097</u>	<u>23,838,753</u>	<u>2,470,344</u>	<u>23,144,051</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(25,564,097)</u>	<u>(23,220,949)</u>	<u>2,343,148</u>	<u>(22,499,666)</u>
Other Financing Sources (Uses)			-	
Transfers in	25,564,097	26,727,099	1,163,002	24,648,460
Total other financing sources (uses)	<u>25,564,097</u>	<u>26,727,099</u>	<u>1,163,002</u>	<u>24,648,460</u>
Net change in fund balance	-	3,506,150	3,506,150	2,148,794
Fund balance at beginning of year	17,636,910	17,636,910	-	15,488,116
Fund balance at end of year	<u>\$ 17,636,910</u>	<u>\$ 21,143,060</u>	<u>\$ 3,506,150</u>	<u>\$ 17,636,910</u>

See accompanying independent auditors' report.