HORRY COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

PREPARED BY THE FINANCE DEPARTMENT

HORRY COUNTY, SOUTH CAROLINA

HORRY COUNTY, SOUTH CAROLINA

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

YEAR ENDED JUNE 30, 2010

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INTRODUCTORY SECTION

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Committed to Excellence

HORRY COUNTY, SOUTH CAROLINA
LETTER OF TRANSMITTAL
NOVEMBER 24, 2010

To the Honorable Chairman, Members of the County Council, County Administrator, and the Citizens of Horry County:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the County of Horry for the fiscal year ended June 30, 2010. This report is prepared for the purpose of disclosing the County's financial condition to its residents, elected officials and other interested parties. The financial statements contain all disclosures necessary to enable the reader to gain an understanding of the County's financial activities.

This report consists of management's representations concerning the finances of Horry County. Consequently, management assumes full responsibility for both the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, management of Horry 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 Horry County's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal control should not outweigh the benefits, Horry County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements are free of 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.

Horry County financial statements have been audited by Elliott Davis L.L.C., Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the basic financial statements of the County for fiscal year ended June 30, 2010, are fairly stated in accordance with GAAP. The independent audit involved examining, on a test basis, evidence to support the amounts and disclosures in the basic 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 Horry County financial statements for the fiscal year ended June 30, 2010 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the Financial Section of the CAFR.

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. This letter of transmittal is designed to complement the Management's Discussion and Analysis and should be read in conjunction with it. Horry County's

Management Discussion and Analysis can be found immediately following the report of the independent auditors.

Profile of the Government

Horry County is the Northeastern most County in the State of South Carolina. Encompassing 1,134 square miles, it is also the largest. Horry County was incorporated in 1801 with a population of 550. The county was named after Peter Horry who was a descendent of Huguenot settlers and whose family owned several large plantations in the area. He served as a Brigadier General of Militia and a member of the South Carolina General Assembly during the American Revolution under General Francis Marion, who was known as the Swamp Fox.

Surrounded on the three sides by ocean, rivers, and swamps, Horry developed a distinctive culture, which gave rise to its name, "The Independent Republic of Horry County". From the time of incorporation, Horry County stood off the edge of South Carolina, both literally and figuratively.

In 1975, Horry County adopted the Council-Administrator form of government. Under this type of government, each member of council is elected from a district in which he/she lives and a chairman is elected at-large. There are twelve council members in total. Each council member is elected for four-year terms, half of the members being elected every two years. Elections are held every even-numbered year in the month of November.

The Home Rule Act, passed by the General Assembly in 1976, dictates the responsibility of the Council. According to the act, County Council's function is to make policy through ordinances and resolutions and shape those policies through the budget process. The Council is also responsible for appointing the County Administrator, the Registrar of Deeds and the Clerk to Council.

The Administrator is responsible for carrying out the policies and ordinances passed by council, for over-seeing day-to-day operations of the government, and for appointing the County's Assistant Administrators. The Administrator performs all necessary administrative duties, as directed by Council, and ensures efficient operation of all County functions.

Horry County provides a full range of services, including police and fire protection, EMS and E-911 services, the construction and maintenance of highways, streets and other infrastructure, health and social services, recreational and cultural activities, economic development, industrial park development, and other general administrative support services. In addition, air transportation and terminal support are provided under an Enterprise fund concept, with charges set to provide adequate coverage of operating expenses and payments on outstanding debt.

The Council is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation for Horry County's financial planning and control. All department heads present a departmental budget to the Department of Budget and Revenue Management, which is reviewed and a balanced financial plan is presented to the Administrator. Once the Administrator is satisfied with the recommended budget, it is forwarded to County Council. Council must, according to state law, have three readings of the financial plan ordinance and a public hearing before it can be passed and become law. The Administrator is authorized to transfer budgeted funds within a department and

between departments, within the same fund. Budget transfers between funds require amendments to the original ordinance. Formal budgetary integration is employed as a management control device during the year. No department funded by Horry County shall spend or obligate funds in excess of the amount budgeted in total for each fund under any circumstance.

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.

The following information was obtained from the U.S. Census Bureau, Center for Economic Studies.

Quarterly Workforce Indicators	Horry County 3rd Quarter 2009	Horry County Average of the 4 quarters from Oct. 2008 – September 2009	South Carolina 3rd Quarter 2009	South Carolina Average of the 4 quarters from Oct. 2008 – September 2009
Total Employment	114,228	108,314	1,715,101	1,761,184
Job Creation	4,241	8,208	75,880	87,106
New Hires	21,524	20,318	238,187	236,415
Turnover	12.3%	11.5%	8.8%	9.2%
Average Monthly Earnings	$2,479.00	$2,500.00	$3,057.00	$3,116.50
Average New Hire Earnings	$1,531.00	$1,579.50	$1,881.00	$1,974.00

Local Economy

The County's predominantly tourist-based economy continues to welcome visitors, in spite of the state of the national economy. Most of the County's sixty (60) miles of beaches stretching from Little River to Pawley's Island have been developed residentially or commercially while at least 32% of the remainder of the County is yet to be developed. This stretch of the beach is known as the "Grand Strand". Thirty-eight percent of the state's hotel and motel rooms are located in Horry County. Forty percent of the state's second homes are also located within the County.

Despite the slow pace of visible signs of improvement in our economy, there have been some positive indicators recently:

- During the month of July 2010, businesses collected a record amount of 1½% Hospitality Fee revenue on behalf of Horry County. The collected amount of $5,419,957 was the largest amount ever collected in a single month since the inception of this fee in 1997. Prior to this, the highest month of collections was July 2005 at an amount of $5,028,598. This fee is collected on accommodations, prepared foods, beverages and admissions – all of the items that tourists typically purchase.

- National travel website TRAVELZOO awarded the Myrtle Beach Convention and Visitors Bureau (CVB) its top honor for marketing travel deals at an event on November 16, 2010. CVB received the Most Outstanding Achievement in Marketing Travel Deals for a Destination award at a ceremony in Arizona. That's the only award out of 17 categories that is given to a specific destination. The CVB was named as one of five finalists for this award in September and beat out organizations in Las Vegas; Ireland; Newport Beach, Calif.; and Washington, D.C.; for the award. This award-winning marketing resulted in increased visitors to the Grand Strand during 2010.
- On November 11, 2010, John Pelletier, a marketing researcher with Equation Research, reported that 27 percent of all 2010 visitors were first-time visitors to the Grand Strand, another indicator of the success of the marketing effort.
- The following new direct flights to Myrtle Beach International Airport (MYR) have been added in 2010:
    1. **Allegiant Air** added direct flights to Knoxville, TN; Grand Rapids, MI; Youngstown, OH; and Fort Wayne, IN
    2. **American Eagle** added a direct flight to Dallas/ Forth Worth, TX
    3. **Porter Air** added new international service to Toronto, ON
    4. **Spirit Air** added direct flights to Atlanta, GA and increased service to Atlantic City, NJ, New York, NY (LGA), and Boston, MA
- The Grand Strand has been promoted by the following organizations as being a recommended vacation destination:

tripadvisor *2010 TripAdvisor Travelers' Choice*
 # 1 Beach & Sun Destination in the United States
 # 5 Beach & Sun Destination in the World

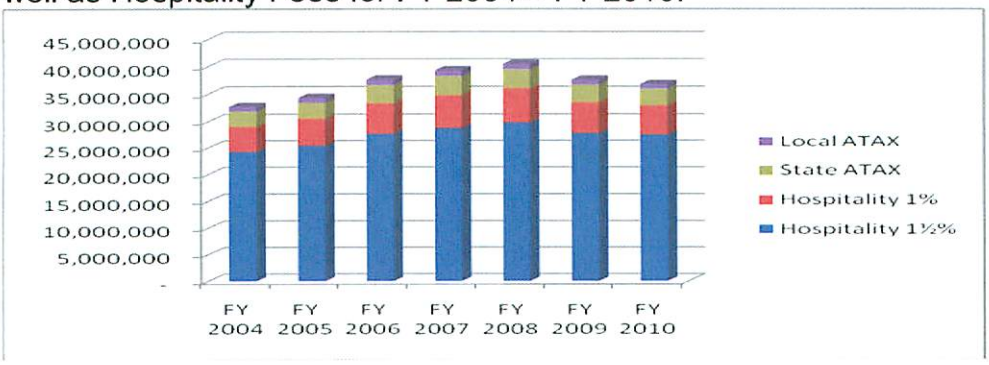
Ask *2008 Ask.com*
Top Family Destinations

YAHOO! TRAVEL *2007 & 2008 Yahoo! Travel*
Top 10 Places for Families to Visit in the US
World's Best Beach

Golf Digest *2008 Golf Digest*
Overall Value for Money Destination

Among the amenities that create such a draw to the region, there are in excess of 90,000 rooms available for overnight guests, a variety of entertainment theaters and over 100 golf courses – not to mention miles of coastline, meandering rivers and abundant natural beauty, all available.

The following graph shows that Horry County's revenues which are heavily reliant upon the tourism industry have not reflected a significant decline through these tough economic times. The graph reports actual revenues from State and Local Accommodations Tax (ATAX) as well as Hospitality Fees for FY 2004 – FY 2010.



Horry County is more than a bustling center of tourism, it is also a comfortable place in which to live, raise a family, and simply relax and enjoy life. County residents have the unique opportunity to both enjoy the pleasant tranquility of country living as well as the numerous amenities offered along the Grand Strand resort areas.

Commercial and Residential Development

Although the County's economy is showing a hint of stabilization, the real estate market will require more time to recover. Fortunately, a fast paced development environment in prior years has generated substantial growth in the County's assessable tax base which is providing a reliable source of revenue to fund the general government activities.

Horry County's largest development, Carolina Forest, was opened by International Paper in 2000. Carolina Forest is approximately 17 square miles, or 10,850 acres. To compare, the City of Myrtle Beach is also approximately 17 square miles or 10,700 acres. In thirty years, 50,000 to 60,000 people could live in Carolina Forest, with it possibly growing into an incorporated town. There will be 37 subdivisions, eight to 10 golf courses, and five million square feet of commercial space. Horry County's goal has been to make this the County's first fully zoned and planned community. The overall concept is to intersperse houses with sidewalks, arranged by subdivisions with matching signage, all planned around a downtown district with an old-fashioned Main Street called "Town Centre". The population is estimated to be approximately 60 percent retirees and 40 percent younger families. The growth is expected to take place over the next 20 to 30 years.

As of the spring of 2010, two fire stations have been completed in the Carolina Forest area. Two elementary schools, a middle school, a high school, and an academy for the arts, sciences and technology have been constructed in the Carolina Forest area by the Horry County School District. An additional elementary school site was recently approved by the School Board.

During the fall of 2010, the County's Recreation Department coordinated construction of a community built playground named the Palmetto Adventureland Playground (P.A.L.) in Carolina Forest, funded through a state grant and donations. Also, design plans are well underway to build a new library and recreation center in Carolina Forest on the same site as this new playground.

The Market Common opened April 3, 2008 in Myrtle Beach, on the site of the former Myrtle Beach Air Force Base, combining housing with about 40 national and local retail stores and restaurants. The Market Common is an upscale, master-planned urban village, located just 1 mile from the ocean and minutes from all Myrtle Beach attractions. Residents can walk to the exceptional shopping and dining options in this area.

In 1999 Burroughs and Chapin began development of the Grande Dunes Resort project, a high profile, full service resort stretching from the beach to the Intracoastal Waterway between 82nd Avenue North and the Dunes Golf and Beach Club in Myrtle Beach. The residential resort, touting classic Mediterranean architecture, provides numerous upscale amenities to include golf and tennis facilities, an ocean club, and private marina. Accommodations, upscale ships and restaurants are all part of the Marina Village section of the development, which is open to the public. On September 16, 2008 Grande Dunes Marketplace celebrated its grand opening. Grande Dunes Marketplace offers more than 91,000 square-feet of retail space with room for 19 tenants as well as future out parcel spaces. Grande Dunes Marketplace is anchored by a 49,000 square-foot Lowes Foods. Grande Dunes Marketplace is located across Highway 17 from the Grande Dunes community. Grande Dunes Marketplace provides an array of fine retailers and restaurants for Myrtle Beach visitors and residents.

Coastal Grand Mall on US 501 and US 17 Bypass opened in March of 2004 and houses anchor stores such as Belk, Sears, Dillards, Dick's Sporting Goods, and Bed Bath & Beyond. In addition to the mall, space is available for up to 20 out parcels for free standing businesses. Shopping opportunities continue to be bountiful by improvements to the Grand Strand – from the Tanger Outlet Stores on US 501 to the Tanger Outlet Center located in the northernmost section of Myrtle Beach on US 17. Myrtle Beach Mall (formerly known as Colonial Mall), Barefoot Landing and Broadway on the Beach continue to make enhancements to the shopping arena by adding specialty shops, the Pavilion Nostalgia Park and increasing the number of new restaurants.

Foreclosures

As with many areas of the country, the Grand Strand is experiencing a high volume of foreclosures. Tom Maeser, a real estate analyst for the Coastal Carolinas Association of Realtors, indicates that areas with more investor properties, such as Myrtle Beach, tend to have a higher number of foreclosures because as values drop below the mortgage amounts and the owners aren't making enough rental income, the owners will let the property go into foreclosure. Unfortunately, the number of foreclosure cases continues to increase. Statistics on the number of foreclosure cases disbursed through the Horry County Master in Equity office reflect 2,225 during FY 2010, up from 1,475 during FY 2009. From July 2010 through November 18, 2010, the number of cases in less than five months is 967, indicating that the number of foreclosures in FY 2011 could potentially exceed the FY 2010 volume.

In June 2010, Horry County received help handling the heavy load of foreclosures. The S.C. Supreme Court issued an order appointing a special referee for Horry County and granted him the ability to hear foreclosure cases. At that time, the Master in Equity office was behind on more than 1,000 hearings. The FY 2011 budget included funding for a paralegal position for that office to help handle the work load. Banks are paying an additional $100 for each foreclosure for the speedier process and to help offset the cost to the county.

Property Reassessment

FY 2011 is a reassessment year for Horry County. The reassessment process resulted in a total assessed value for the County that was slightly above the FY 2010 assessed value, resulting in a minimal amount of millage roll-back. State law has a specific calculation

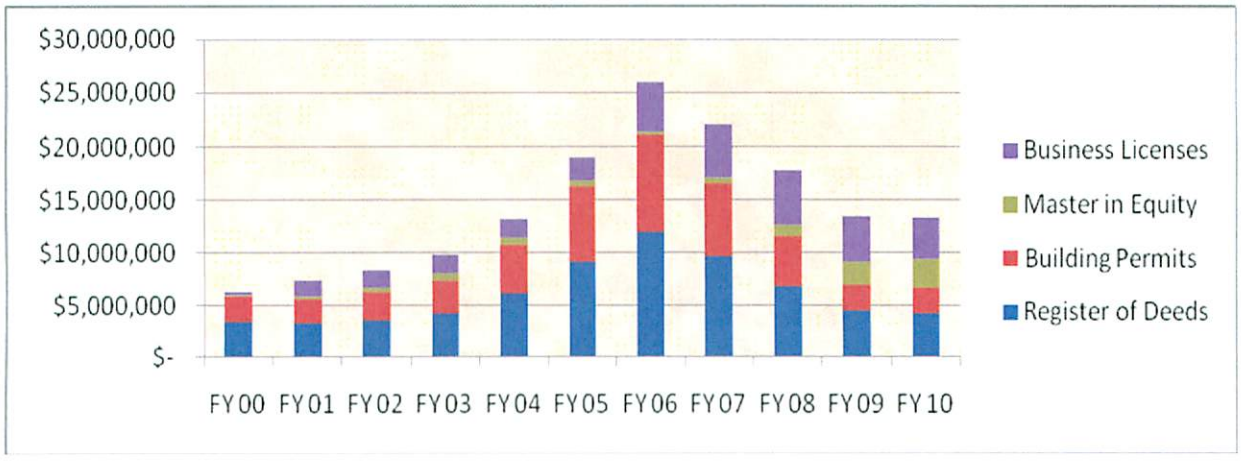
requirement regarding rolling-back millage in a reassessment year so that the government does not generate more revenue as a result of reassessment. This methodology is so conservative that in actuality, the County generates less revenue in a reassessment year than in the prior year. The County is required to roll-back millage to generate the amount of revenue that was actually collected in the prior year, not what was billed. By rolling the millage back to the actual prior year collected amount, the reassessment year revenue drops from the prior year as a result of taxes that are billed that are not collected in that year. The FY 2011 revenue budget reflects this reduction in revenue.

Building Permits Issued

The following table shows that the unincorporated area of the County experienced a peak in construction during FY 2006, with almost 12,000 building permits being issued during that year. As the housing and construction markets began to slow-down during FY 2007, along with the impact of the challenges in the banking industry during FY 2008, building permits issued dropped to a five year low of 6,679 in FY 2009. Although an increase in the volume of permits occurred in FY 2010, the value of the improvements/construction is lower, therefore generating less revenue.

Fiscal Year	Number of Building Permits Issued	Revenue
2005	9,647	$7,095,552
2006	11,981	$9,141,771
2007	9,909	$6,905,055
2008	8,459	$4,726,984
2009	6,679	$2,460,389
2010	7,397	$2,338,830

Revenue sources that increased as the commercial and residential development flourished include business license fees, building permit fees, and Register of Deeds recording fees and documentary stamps. As the economy made a downward turn during FY 2007 and 2008, revenues from these sources began to decline, but revenues from the Master in Equity's Office, who handles foreclosures, began to increase. The FY 2011 budget anticipates revenue levels from these sources to be comparable to FY 2010 actual revenues.



Long-term Financial Planning

Unreserved, undesignated fund balance in the general fund as of June 30, 2010 (19.1% of the FY 2011 General Fund expenditure budget) continues to fall within the policy guidelines set by County Council for budgetary and planning purposes (15% of the next year's General Fund operating budget).

To address the ongoing capital needs for the growing county, Horry County Council approved the development of a Capital Improvement Program Policy. This policy calls for the adoption of a formal five-year Capital Improvements Program to be updated annually. The policy calls for the County to budget as pay-as-you-go funding for capital improvements an amount equal to at least 3% of General Fund operating revenues.

Major Initiatives

Economic Development

A strong commitment to building and diversifying our economy is evident through our emphasis on economic development. The County currently operates three (3) industrial parks, and is in the planning stages of two additional parks, which are industry specific. Overall, community commitment exists to bring in new industry – as demonstrated by the example of Horry Electric Cooperative's contributions, through the Rural Development Act, to assist in the infrastructure development of two of these parks. Through these contributions, the County has funded the construction of a shell building within the County's "Certified Park" known as Cool Spring Business Park. The County is currently in the planning stages of developing an International Technology and Aeronautical Park (ITAP) on 467 acres located on the County-owned Myrtle Beach International Airport property. Infrastructure improvements for the ITAP were recently added as a project to the Myrtle Beach Air Base Redevelopment and Financing Plan which will provide $2.5 million of funding towards the public infrastructure of this park. Another industrial park project being pursued in conjunction with Grand Strand Water & Sewer is a Marine Park in Bucksport.

Airport

The Department of Airports is responsible for the management of Horry County's Airport System, which consists of the Myrtle Beach International Airport (MYR), as well as the Conway/Horry County (HYW), Grand Strand (CRE) and Loris/Twin City Airports (5J9).
The County initiated commercial air service operations at Myrtle Beach Air Force Base under a joint use agreement with the U.S. Air Force in 1975 in response to the growing demand for air services to the Myrtle Beach area. In 1993, the Air Force Base closed and the airfield was given to the County and renamed Myrtle Beach International Airport. MYR consists of over 1,900 acres of land, located within the City of Myrtle Beach. MYR is a County facility consisting of a passenger terminal complex, a 9,500-foot runway and related taxiways, a general aviation apron and supporting buildings and hangers. Conway, Grand Strand and Loris Airports are general aviation airports. The Department of Airports is moving forward with numerous expansion projects both at MYR and its general aviation facilities. In October 2009, the MYR – General Aviation terminal (GAT) opened its new

facility, with a focus on delivering unparallel service to the growing general aviation community in South Carolina. The new GAT, which was funded through State of South Carolina grants, a Myrtle Beach Air Force Base Redevelopment Authority grant and Airport funds, was completed on time with an approved budget of $4.5 million. Additionally, HCDA was awarded a $6.9 million grant in April 2009 from the American Recovery and Reinvestment Act of 2009 ("ARRA Stimulus") to complete a re-lighting project at Grand Strand Airport and initiate a ramp expansion/rehabilitation project at Myrtle Beach International Airport.

In order to ensure the greater Myrtle Beach region has sufficient capacity to meet current and future aviation demands, County Council has initiated a program to revise the Airport Layout Plan, which includes a significant expansion of the commercial airport facility at MYR. In the fall of 2009, the Myrtle Beach Community Appearance Board (CAB) approved a footprint plan to begin the Terminal Capacity Enhancement Program (TCEP), a $129.8 million expansion that will construct a new terminal and increase passenger facilities and gates to provide better air service for the Myrtle Beach community. Final CAB approval was received in October 2009. Efforts to secure funding to support the project costs ensued and County Council was presented with the financial plan in April 2010, as project bids began to be advertised. Additionally Harrelson Boulevard is being extended to create an airport entrance from Highway Business 17 and connecting to Bypass 17. The design and bidding of the Terminal Expansion Program and Harrelson Blvd. are now complete. The bond closing occurred on November 17, 2010 to provide $50.9 Airport Revenue Bonds to fund the terminal expansion and $9.7 million Taxable Airport Revenue Bonds to fund the Harrelson Blvd project.

In total, the Department's capital investment projects are in excess of $174 million and will create an additional 900 jobs for the citizens of Horry County. The projects range from security upgrades, taxiway and apron rehabilitation, to the development of T-hangar and a new facility for fire and rescue. Fuel farm improvements will also be completed at HYW, obstruction removal at CRE is underway and purchasing of land in the runway protection zone at 5J9 will continue.

In February 2006, the South Carolina Department of Commerce, Division of Aeronautics released an economic impact study of the County's airports. That study, prepared by Wilbur Smith Assoc., estimates the direct and indirect economic impact of the four county airports is over $776.3 million annually. The airports' existing tenants comprise companies specializing in the handling, servicing, modification and repair of aircraft. The County's airports are ideally suited for these industries because of their excellent facilities and the quality and cost of living in the area.

Road Improvement and Development Effort (RIDE)

The most aggressive road construction program in the history of Horry County, Road Improvement and Development Effort (RIDE), was approved by Governor Beasley in September 1996. The RIDE Project was the initiation of a comprehensive solution for transportation problems which pairs significant funding from the local level with funding provided by the State of South Carolina. Horry County enacted an ordinance in the fall of 1996 that implemented a 1½ percent hospitality fee (accommodations, restaurants, amusements, golf and theaters) effective January 1, 1997. The purpose of this fee is to provide the financial ability for Horry County to partner with the State of South Carolina to meet the infrastructure needs of the County.

The participating parties in the RIDE project are Horry County, the South Carolina Transportation Infrastructure Bank and the South Carolina Department of Transportation. The role of the South Carolina Transportation Infrastructure Bank is to provide the necessary financing and funding for the RIDE project. More detailed information about the technical aspects of the intergovernmental agreement is provided in Note 17 of the basic financial statements.

The total committed for the RIDE project is $1.4 billion. Pursuant to the Horry County Road Improvement and Development Effort Program (the "RIDE Program"), Horry County entered into various long-term loan agreements with the South Carolina Transportation Infrastructure Bank (the "SIB") to provide funding for various road construction projects in the County. The State Infrastructure Bank has made available financial assistance, in the form of both loans and grants, to Horry County under several intergovernmental agreements (IGA). The following three loans were made under these agreements: IGA Loan #1 - $300,000,000, IGA Loan #2 - $247,577,000 and IGA Loan #3 - $2,279,950 for a total of $549,856,950. Horry County is required to make payments from its Hospitality 1½% Special Revenue Fund to repay loans #1 and #2. Loan #3 has been repaid from Admissions Tax revenue. Horry County is not obligated to make payments from any other source of funds and Horry County's full faith, credit and taxing power are not pledged in connection with the loans from the State Infrastructure Bank. The current and long-term portion of outstanding debt service related to the RIDE project as of June 30, 2010 is $297 million. Future debt service payments for the RIDE project are expected to be $352 million.

Major projects completed through RIDE are the Conway Bypass (Highway 22), a six-lane controlled access highway between Aynor and Conway to U.S. 17 near Myrtle Beach Mall (formerly named the Colonial Mall); and Carolina Bays Parkway (Highway 31); a six lane limited access highway between S.C. Highway 9 in the North and S.C. Highway 544 in the South; a four-lane bridge spanning the Intercoastal Waterway at Fantasy Harbour; and the North Myrtle Beach Connector, a four-lane road connecting S.C. Highway 90 and U.S. 17 to the Carolina Bays Parkway. Other road improvements will be funded with the County's Capital Project Sales Tax.

In June of 2007, the County entered into an intergovernmental agreement with the State Infrastructure Bank in which the County received a funding commitment for the widening of Highway 707 of $150 million from the State Infrastructure Bank. A portion of the local sales tax ($93.6 million) serves as the local match for the funds. Additionally, in November of 2007 the State Infrastructure Bank approved to provide funding of $85 million, without a local match requirement, for the continued extension of Highway 707 widening.

Road Projects

Horry County Council, understanding the need to address road connector/capacity/safety improvements within the County, tasked staff to develop a list of unimproved connector roads. Following staff's presentation and recommendations at the 2006 budget retreat, County Council approved the following priority list of projects and allocated funding to

begin the process of making the needed improvements to six of the eleven projects on the priority list.

1.Postal Way(1.40 miles) - completed at a cost of $1,729,327	7.Hwy 501-90 connector road through Atlantic Center (0.65)
2.River Oaks Blvd. (5.10 miles) - 1st phase completed at a cost of $2,066,755.	8.Scipio Lane (1.80 miles)
3.Carolina Forest Boulevard (5.70 mi)- 1st phase completed at a cost of $1,897,500	9.Tournament Blvd. (1.50 miles)
4.Hwy. 17 Frontage Rd @ Indigo Creek (0.24mi) - completed at a cost of $115,124	10.Hwy. 707 to Hwy. 17 and Hwy. 17 to Farrow Blvd. within the old Air Base (4.50 mi)
5.Glenns Bay Rd widening & interchge(0.43 mi) - funded by RIDE II	
6. International Drive (4.70 miles) - funded by RIDE II	11.Fries Bay Road (3.40 miles)

On November 7, 2006, the voters of Horry County passed a one-cent capital projects sales tax that went into effect May 2007, and by state law, will end seven years later. Horry County is slated to receive $425.3 million over this seven-year period to fund the below listed projects.

Estimated Cost as presented in referendum	Prioritized Road Projects and status as of July 1, 2010
1. $ 19,600,000	Pave 20 miles of County dirt roads – completed at a cost of approximately $11.5 million
2. $ 915,000	Resurface 12 miles of County roads – completed at a cost of $839,422.
3. $ 49,500,000	Construct grade separated interchange at the intersection of U.S. Hwy 17 Bypass and SC Hwy. 707 at the back gate of the Myrtle Beach Air Base – design complete; right-of-way acquisition in progress; current estimate of project cost is $95-105 million; construction to begin spring 2011
4.$132,250,000	Widen SC Hwy. 707 from Enterprise Road to the County line including intersection improvements at SC Hwy 544 – design and right-of-way acquisition in progress; current estimate of project cost is $100-$120 million; construction expected to begin spring / summer 2011
5. $ 25,750,000	Pave 25 miles of County dirt roads – completion expected early 2011.
6. $ 990,000	Resurface 12 miles of County roads – completed at a cost of $1,004,682
7. $ 46,000,000	Construct Aynor overpass – construction to begin fall 2010; current estimate of total project cost is $20 million
8. $ 1,035,000	Resurface 12 miles of County roads
9. $ 76,000,000	Widen Glenns Bay Road to 3 lanes and construct a grade separated interchange at US Hwy. 17 Bypass – design and right-of-way acquisition in progress; current estimate of project cost is $90-$100mil; construction expected to begin spring / summer 2011
10.$ 1,080,000	Resurface 12 miles of County roads
11.$27,750,000	Pave 25 miles of County dirt roads
12.$ 1,125,000	Resurface 12 miles of County roads
13.$ 6,500,000	Pave 2 lanes of International Drive from Carolina Forest to SC Hwy. 90 – design and right-of-way acquisition underway
14.$ 682,500	Resurface 7 miles of County roads
15.$36,100,000	Pave 30 miles of County dirt roads

With this funding source approved, the County entered into an Intergovernmental Agreement with the State of South Carolina Department of Transportation (SCDOT) to manage the improvements to the four SCDOT facilities, i.e. the Backgate Interchange at Highway 17 & Highway 707; widening Highway 707 to five lanes; construct an Aynor Overpass; and to widen Glenns Bay Road including an interchange at Highway 17 and Glenns Bay Road.

Capital Projects Completed and Projects under Construction

The J. Reuben Long Detention Center expansion continued during FY 2010 with the completion of the minimum security addition and the issuance of $50 million in general obligation bonds in FY2008 for the project. The project consists of a 536 bed four-story detention building, an administration building that houses courts, video visitation and administrative offices, a food service facility, and renovations to the existing building. The County had planned for the need to expand the J. Reuben Long Detention Center, which was a state of the art facility when it first opened in 1989. As of 2009, the average daily inmate population has suffered an average annual increase near 6% for the past 16 years. The improvements now nearing completion were addressed in phases. Phase I was budgeted with pay-as-you go funding from the General Fund in previous years' budgets. Phase II was planned for in the FY 2007 budget with some pay-as–you go funding from the General Fund, and in the FY 2008 budget, fully funded with the issuance of $50 million in general obligation bonds. At the conclusion of these two phases, the J. Reuben Long Detention Center will have a rated capacity of 1,027 beds and Intake holding capacity for 140. As of November 2010, the 536-bed Tower is essentially 100% complete with punch list activities taking place. The Administration Building, Booking area and Kitchen Buildings were occupied in August 2010. The overall completion of the Project is expected in May 2011.

In the FY 2008 budget, County Council approved an additional revenue stream of 1 mill in the Recreation Fund so that three recreation centers could be added throughout the County. Council has identified the following three locations for these centers, which were in the capital budget for FY 2008: North Strand Park, Carolina Forest, and the South Strand complex. Each of these three community centers will be approximately 20,000 square feet. The sites themselves range in size from 20 to 38 acres. The buildings will be constructed of masonry and steel with a useful life 30-50 years. The North Strand Park Recreation Center went under construction during FY 2009 with completion in FY 2010. The South Strand Recreation Center is currently under construction with expected completion during FY 2012. Construction of the Carolina Forest Recreation Center will begin during FY 2011 and is expected to be completed in FY 2012. The interiors of the centers will be designed for athletic and fitness programs, special events, and educational programs. Each center will include a gymnasium featuring full size courts for seating of up to 500 spectators. Additionally, features may include aerobics/exercise rooms, climbing walls, indoor walking track, locker rooms and reception areas.

Other recreation projects underway include construction of a Socastee fishing pier, a boat landing at the Highway 22 interchange at Highway 17, and continued improvements to the Loris nature park.

In the FY 2008 budget, County Council approved funding of $12 million for library facilities, and prioritized its use for libraries in Carolina Forest, North Myrtle Beach, Surfside Beach,

Aynor, and Bucksport. It is anticipated that the approved funding will cover the costs of construction for the first three projects, and design costs for the last two. Each of the first three library projects is anticipated to provide library facilities of a total size of 15,000 to 20,000 square feet. Construction work on the projects at North Myrtle Beach and Surfside Beach began during FY 2010, with design of the Carolina Forest site underway in FY 2010.

Old Burroughs School, c.1905

The Horry County Museum project to renovate the Burroughs School continued during FY 2010 with completion of the demolition of unneeded interior walls. The building is now prepared for the new wiring, HVAC system and new walls. The majority of the flooring will be the original wood flooring discovered as being usable when the carpeting was removed. This former school building will be the future home of the Horry County Museum. The project is scheduled to be completed by June 2011, at which time the County will hold a grand openning of the Horry County Museum at the Burroughs School with a travelling exhibit from the Smithsonian Institute.

During the fall of 2009, a living history farm was completed. This farm was a vision of Horry County native Mr. Larry W. Paul, who has been making on-going contributions to fund this project. The farm is located on County property at the corner of Highway 701 and Harris Short-cut Road. The Horry County Museum at the L.W. Paul Living History Farm has been established with the mission to preserve and protect the materials and objects relating to the history and culture of the Horry County Farmer in the period of 1900-1955; and to teach the history of the Horry County farmer through interpretive displays on a working traditional farm. The site plan features a visitor's center with general store, farmhouse, smokehouse, chicken coop, outhouse, pack house and livestock barn, tobacco barn, blacksmith shop, syrup shed, church, sawmill and gristmill. A grand opening was held on November 14, 2009.

Information Technology Projects

Major Initiatives				
Enterprise • Manatron (Computer Aided Mass Appraisal) • Energov (Enterprise Land Development) • Onbase Physical Records Management • Probate Court application • Panoramix (Obliques) for the county • My "Horry County"	**Infrastructure** • Dell Equal Logic SANS replacement • Data Center Air Containment • Data Center Sustainability and commissioning • Establishment of alternate Data Center in new building acquisition • VmWare expansion	**Regional** • Virtual Region Information Sharing System (RISS) • Regional Coplink deployment • Aerial Photography hosting for multi-county • Public Safety application deployment into Georgetown County	**Transparency** • Tightrope Solution (Cable channel solution) • You Tube • Facebook • Expansion of Video recording of special events and activities • Awareness to Citizens	**Governance** • Refine and communicate governance model • Establish county-wide record retention guidelines • Enforce new procurement guidelines

Major Accomplishments				
Enterprise • HC CAFE - Intranet Site for all county employees. • Parks and Recreation - Online registration and payment application • Public Works AVL (Automatic Vehicle Locator) • E-Tickets - In vehicle ticket integration with court system • Coban police in-car video • Online ticket payment - Online payment of traffic tickets • Bookings & Releases now on the web • Foreclosure Listings Online for Master in Equity • Onbase expansion into Master in Equity, Pre-Trial Intervention, and Assessor's Office.	**Infrastructure** • VmWare deployment • APC Infrastructure Central • Cisco Wireless Access Points and controller for wireless access throughout buildings for public and private access. • Cisco Iron Port; Web filtering, and virus malware • Technology Center building lockdown for security	**Regional** • Public Safety application hosting for cities • Court application hosting for all cities • GIS hosting for foundational layers • Funding for the development of a Virtual Regional Information Sharing System • Funding and flight completed for 4 county aerial photography • Public Safety application agreement for hosting Georgetown County • Cityworks application hosting for the City of North Myrtle Beach	**Transparency** • Granicus live web streaming of County Council meetings. • Online Check Register listings • Budget Retreat recording and playback via Granicus • Ribbon Cutting and other special events now available for playback	**Governance** • Updated Procurement regulations requiring all technology purchasing and disposal to be approved by CIO • Centralized infrastructure and application admin. • Subject Matter Experts working within departmts • Centralized equipmt replacement plan covering pc's, laptops, and printers. • Project Managers assigned to each division for focused deployment and support

Funding

Funding for major capital improvement projects includes a combination of dedicated revenue streams and debt proceeds, as summarized below.

- The funding for new libraries and recreational facilities was provided through the remaining $12 million of the above mentioned General Obligation Bonds issued in May of 2008, and the issuance of an additional $12 million in debt in December 2009 to complete the funding for these projects.
- The funding of the jail expansion and renovations was provided through the issuance of a $62 million dollar General Obligation Bond issued in May of 2008, $50 million of which is allocated for the jail project.
- A one-cent sales tax increase went into affect May 1, 2007 to pay for several major infrastructure road projects over a 7-year period. This revenue stream has generated $185 million in revenue during the first three years of collections.
- The County imposed a Solid Waste fee in fiscal year 2004, which is used to fund E-911 enhancements.
- A 1½% Hospitality Fee is being assessed County-wide on all prepared foods, accommodations and amusements to be used for the improvement and construction of roads, as described under the "RIDE" section above.
- The 1% Hospitality Fee assessed on the unincorporated areas of the county has been used to issue revenue bonds to fund portions of the county's local road

improvement plan, a portion of a baseball stadium, Public Safety infrastructure, a Geographic Information System (GIS) and Stormwater project start-up in 2001.

- The Stormwater Management program is generating utility fees to cover construction costs and operational costs of maintenance and staffing.

Projects not provided for by debt, grant funding, or user fees will require transfers from the General Fund or a millage assessment.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Horry County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2009. This was the twenty-third consecutive year that Horry County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report 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, Horry County also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated July 1, 2009 for fiscal year ended June 30, 2010. This was the twenty-first consecutive year that Horry County has received this prestigious award. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report could not be accomplished without the efficient and dedicated services of the staff of the Finance Department. A special acknowledgement goes to Ms. Laura Showe, Assistant Director of Finance, for her leadership in this effort. I appreciate the efforts of the staff of Elliott Davis, L.L.C. who provide technical guidance and assistance. I also express my gratitude to the many County employees from other departments who cooperate with and support the efforts of the Finance Department in the preparation of this report. Special appreciation goes to the Horry County Council; the County Administrator, Mr. John Weaver; the Assistant County Administrators, and the Budget Director for their leadership and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,

Anne K. Wright

Anne K. Wright, CPA, CGFO
Assistant County Administrator
and Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Horry County
South Carolina

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

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.

President

Executive Director

MEMBERS OF COUNTY COUNCIL

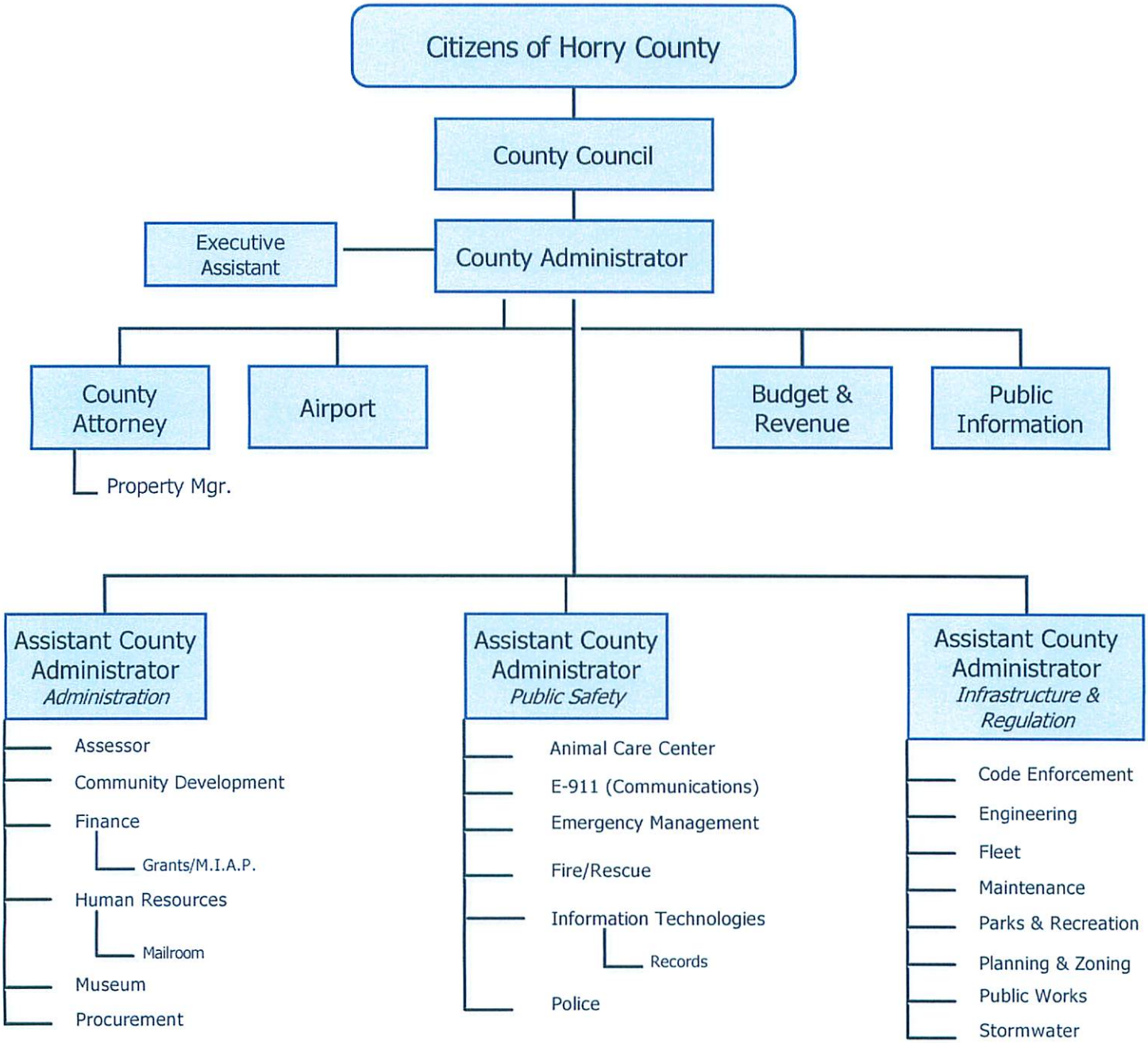
Liz Gilland	Chairman
Harold G. Worley	Member, District 1
Brent J. Schulz	Member, District 2
Marion D. Foxworth	Member, District 3
Gary Loftus	Member, District 4
Howard D. Barnard, III	Member, District 5
Robert P. Grabowski	Member, District 6
James R. Frazier	Member, District 7
Carl H. Schwartzkopf	Member, District 8
W. Paul Prince	Member, District 9, and Vice Chairman
Jody Prince	Member, District 10
Al Allen	Member, District 11

ELECTED OFFICIALS

M. Lois Eargle	Auditor
Melanie Huggins-Ward	Clerk of Court
Robert Edge, Jr.	Coroner
Deirdre W. Edmonds	Judge of Probate
Phillip E. Thompson	Sheriff
J. Gregory Hembree	Solicitor Fifteenth Circuit
Roddy Dickinson	Treasurer

ADMINISTRATIVE OFFICIALS

John Weaver	County Administrator
Anne Wright	Assistant County Administrator, Administration Division
Paul Whitten	Assistant County Administrator, Public Safety Division
Steve Gosnell	Assistant County Administrator, Infrastructure & Regulation Division
Arrigo Carotti	County Attorney



Elected/Appointed Officials:
Auditor
Library
Master-in-Equity
Registrations & Elections
Treasurer
Hospitality/Business License
Delinquent Tax
Delegation
Probate
Register of Deeds

Boards & Commissions:
Airport Advisory Committee
Assessment Appeals
Accommodations Tax Advisory
Fee Appeals
Memorial Library
Museum
Registration & Election

Supplemental Funded Agencies
Coastal Carolina College
Horry-Georgetown Technical College

Elected/Appointed Officials:
Clerk of Court
Coroner
Public Defender
Sheriff
-Detention
-Juvenile Detention
Courts(except Probate)
Magistrates
Solicitor
Veteran's Affairs

Boards & Commissions:
Shoreline Behavioral
Council on Aging

Supplemental Funded Agencies:
S.C. Dept. of Health
S.C. Dept. of Probation & Parole
S.C. Dept. of Social Services

Elected/Appointed Officials:
None

Boards & Commissions:
Arcadian Shores Special Tax District
Board of Architectural Review
Board of Adjustment & Zoning Appeals
Construction Adjustment Appeals
Mt. Gilead Special Tax District
Open Space
Planning Commission
Socastee Recreation District
Solid Waste Authority
Stormwater Advisory
Vereen Memorial Gardens

Supplemental Funded Agencies:
MB Regional Economic Dev. Corp.

Last Updated: 07.02.10

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

AND

MANAGEMENT'S DISCUSSION AND ANALYSIS

elliott davis

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

The Honorable Chairman and Members of County Council
Horry County, South Carolina

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Horry County as of and for the year ended June 30, 2010 which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Horry County Department of Airports (enterprise fund), Shoreline Behavioral Health Services, or the Horry County Solid Waste Authority (both discretely presented component units). The Horry County Department of Airports' financial statements represent 100 percent of the assets, net assets, and revenues of the business-type activities. The Shoreline Behavioral Health Services' and the Horry County Solid Waste Authority's financial statements represent 100 percent of the assets, net assets, and revenues of the discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion insofar as it relates to the amounts included for the discretely presented component units, is based 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 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 aggregate discretely presented component units, the business-type activities, each major fund and the aggregate remaining fund information of Horry County as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof 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 November 24, 2010 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 on compliance. That report is an integral part of an audit performed in accordance with government auditing standards and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and the Required Supplementary Information, as listed in the Table of Contents, are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Horry County, South Carolina. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison nonmajor fund financial statements, fines and assessments, capital project sales tax budgetary schedules and statistical tables as listed in the Table of Contents are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison nonmajor fund financial statements, fines and assessments, and capital project sales tax budgetary schedules have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of other auditors are fairly presented, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Elliott Davis, LLC

Myrtle Beach, South Carolina
November 24, 2010

Management's Discussion and Analysis

As management of Horry County, we offer readers of Horry County's financial statements this narrative overview and analysis of the financial activities of Horry County for fiscal year ended June 30, 2010. 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 the pages prior to this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

- The total assets of Horry County reflected in the primary government exceeded its liabilities at the close of fiscal year 2010 by *$722,768* (net assets). This was an increase of *$124,140* from fiscal year 2009, resulting from an increase of *$106,514* in net assets from governmental activities, and an increase of *$17,626* in net-assets from business-type activities.
- At June 30, 2010, the County's governmental funds reported combined ending fund balances of *$333,763* compared to *$299,897* for the prior fiscal year, as restated. This was an increase of *$33,866* from fiscal year 2009.
- At June 30, 2010, unreserved fund balance for the General Fund was *$33,114* or 28.7% of total General Fund expenditures, compared to *$29,650* or 25.5% for the previous year.
- Property tax revenue for the General Fund for fiscal year 2010 was *$74,562* compared to *$72,352* for fiscal year 2009, an increase of 3.1%.
- The County's net governmental activities debt, including the current maturities, decreased by *$14,982* during fiscal year 2010 compared to fiscal year 2009.

OVERVIEW OF THE FINANCIAL STATEMENTS

The County's financial statements focus on the County as a whole, and on major individual funds. "Funds" are self-balancing sets of accounts that account for specific financial activities that may be regulated, restricted or limited in various ways. This discussion and analysis is intended to serve as an introduction to Horry County's basic financial statements. Horry County's basic financial statements are comprised of three components - *1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements*. This report also contains other required and non-required supplementary information in addition to the basic financial statements themselves.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements report information about Horry County as a whole using accounting methods similar to those used by private-sector companies. These statements are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns, which present a total for the Primary Government.

The statement of net assets includes all of Horry County's assets and liabilities, with the difference between the two reported as net assets. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long term obligations. "Net Assets" is the difference between the County's assets and its liabilities.

All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. Therefore, this statement includes some items that will impact cash flows in future fiscal periods, such as collections of delinquent taxes and the use of earned leave time. This statement is focused on both the gross and net cost of various functions (including governmental, business-type, and component units), which are supported by the government's general tax and other revenues. This statement presents information showing how the government's net assets changed during the most recent fiscal year.

These two government-wide statements report Horry County's net assets and how they have changed. Net assets, the difference between Horry County's assets and liabilities, measure Horry County's financial position. 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 government-wide financial statements of the County are divided into three categories:

- *Governmental activities* are functions that are principally supported by taxes and intergovernmental revenues. Most of Horry County's basic services are included here, such as police, fire, public works, parks and recreation, and general administration. Property taxes and state and federal grants finance most of these activities.
- *Business-type activities* are functions that are intended to recover all or a significant portion of the costs through user fees and charges. Horry County's Department of Airports is reported here.
- *Component units* are separate legal entities for which Horry County is financially accountable. Shoreline Behavioral Health Services and the Horry County Solid Waste Authority are component units of Horry County.

The government-wide financial statements can be found on pages 18 through 21 of this report.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about Horry County's most significant funds, not the County as a whole. 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. Some funds are required by State law and by bond covenants. The County uses other funds to control and manage money for particular purposes or to demonstrate compliance with the use restrictions associated with certain taxes and grants.

All of Horry County's funds are grouped in the following three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, which report total financial position, the governmental fund financial statements focus only on near-term inflows and outflows of spendable resources, as well as presenting spendable resources available at the end of the fiscal year. This information is useful in determining 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 reconciliations to facilitate this comparison between *governmental funds* and *governmental activities.*

The County maintains five major 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 balance for the General Fund, Hospitality 1½% Special Revenue Fund, General Improvement Capital Projects Fund, Capital Project Sales Tax Fund and RIDE Program Debt Service Fund, which are considered to be the major funds. Data for the other 28 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* in the supplementary information section of this report.

The County adopts an annual appropriated budget for its general fund, certain special revenue funds, debt service funds and the general improvement capital projects fund. Additionally, budgetary controls are maintained for certain proprietary fund types.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The County maintains two different types of proprietary funds.

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis will be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The Enterprise Fund reports the activities of the Department of Airports.

Internal Service Funds are used to account for operations that provide goods and services to other departments or agencies of the primary government, or to other governments on a cost-reimbursement basis. The County's Internal Service Fund reports the activities of Fleet Services, which accounts for the maintenance and service of all county vehicles including heavy equipment and light equipment. Because these services predominately benefit governmental rather than business-type functions, the activities of the Fleet Services Fund have been included within governmental activities in the government-wide financial statements.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. They are custodial in nature and therefore do not measure the results of operations, and consist primarily of property taxes and other revenues collected, temporarily retained and distributed by the County Treasurer to other governments.

NOTES TO THE FINANCIAL STATEMENTS

The notes to the financial statements 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 35 - 89 of this report.

OTHER INFORMATION

In addition to the basic financial statement notes, this report also contains certain required supplementary information. This information includes a budgetary comparison schedule for the General Fund and the Hospitality 1½% Special Revenue Fund, information relating to the condition rating and actual rating and actual maintenance/preservation of Horry County's road infrastructure and the Department of Airport's infrastructure as well as the funding status of the County's post employment benefit obligation.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial condition and position. In the case of the County, as reflected in the primary government funds, assets exceeded liabilities by $722,768 at the close of the fiscal year ended June 30, 2010.

At the end of fiscal year 2010, the County reports the following net assets:

Horry County's Net Assets

(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2010	2009 (restated)	2010	2009	2010	2009 (restated)
Current and Other Assets	$ 415,032	$ 386,666	$ 78,682	$ 77,403	$ 493,714	$ 464,069
Capital Assets, net	661,009	604,142	115,012	98,132	776,021	702,274
Total Assets	1,076,041	990,808	193,694	175,535	1,269,735	1,166,343
Current Liabilities	89,710	95,171	6,064	5,020	95,774	100,191
Long-term Liabilities Outstanding	440,473	456,293	10,720	11,231	451,193	467,524
Total Liabilities	530,183	551,464	16,784	16,251	546,967	567,715
Net Assets:						
Invested in Capital Assets, Net of Related Debt	532,927	488,550	104,452	87,137	637,379	575,687
Restricted	231,335	206,516	30,469	26,894	261,804	233,410
Unrestricted (deficit)	(218,404)	(255,722)	41,989	45,253	(176,415)	(210,469)
Total Net Assets	$ 545,858	$ 439,344	$ 176,910	$ 159,284	$ 722,768	$ 598,628

Net assets of the County's governmental activities increased 24.0 percent from *$439,344* to *$545,858*. However, all of those net assets are restricted as to the purpose for which they can be used or are invested in capital assets (buildings, roads, bridges, and so on). Unrestricted net assets showed a *$218,404* deficit at the end of this year. This deficit is primarily the result of the County's long term debt payable for new roads which are not recorded as County assets because they are State roads, not County roads. In 1996, the County partnered with the State of South Carolina in the RIDE (Road Improvement and Development Effort) program which pairs funding provided at the local level with funding provided by the State of South Carolina in order to facilitate transportation improvements within Horry County. The RIDE program debt is repaid from a 1½% county-wide hospitality fee enacted locally in 1997. The decrease in the deficit in governmental activities unrestricted net assets from June 30, 2009 to June 30, 2010 of $37,318 is primarily attributed to the reduction in the RIDE loans payable of $18,452 and earnings generated from governmental activities during the fiscal year. Although the decline in the real estate industry had an adverse impact on certain governmental revenue sources, the County implemented cost reductions measures so that these revenue shortfalls did not have an adverse impact on net assets. Net assets do not present the County's position regarding spending, which is presented in the governmental fund statements.

The net assets of our business-type activities increased 11.1 percent from $159,284 in 2009 to $176,910 in 2010. This increase resulted from higher non-operating revenues and increased federal and state restricted capital project grant revenues, coupled with reductions in operating and non-operating expenses.

The total fund balances for governmental funds was *$333,763* at the end of fiscal year 2010. Capital assets are not reported in these funds because they are not financial resources, and are not available to pay for current period expenditures. Capital assets as of June 30, 2010, which are not included in this fund balance totaled *$661,009*. Long-term liabilities of *$440,473* are not due and payable in the current period and therefore are also not reported in these funds. A majority of the long-term liabilities, *$276,765,* is the long-term portion due on the RIDE Intergovernmental Agreements. Under these agreements, the County partnered with the State in receiving *$550,000* in loans for road construction in order to meet the infrastructure needs of the County. The County agreed to deposit all receipts of the

1½% portion of its county-wide Hospitality Fee into a Loan Servicing Account at the State Transportation Infrastructure Bank. The State Transportation Infrastructure Bank has provided the funding for various road construction projects in Horry County through these loans, which the County is repaying with the 1½% Hospitality Fee. The constructed roads are State roads and are therefore not reflected in capital assets of Horry County. In accordance with the RIDE intergovernmental agreements, the State Treasurer can withhold funds allotted or appropriated by the State to the County and apply those funds to make or complete the required debt service payments should the 1½% portion of the Hospitality Fee not meet the debt service requirements. The citizens of Horry County have benefited from the construction of these roads that otherwise would not have been possible without the enactment of the Hospitality Fee in January 1997. As of June 30, 2010, the County has remitted to the State Transportation Infrastructure Bank approximately $36 million of 1½% Hospitality Fees collected in excess of the amount required to meet the scheduled debt service payments. This amount is held in an interest-bearing reserve account by the State Transportation Infrastructure Bank and equates to over one year's debt service requirement.

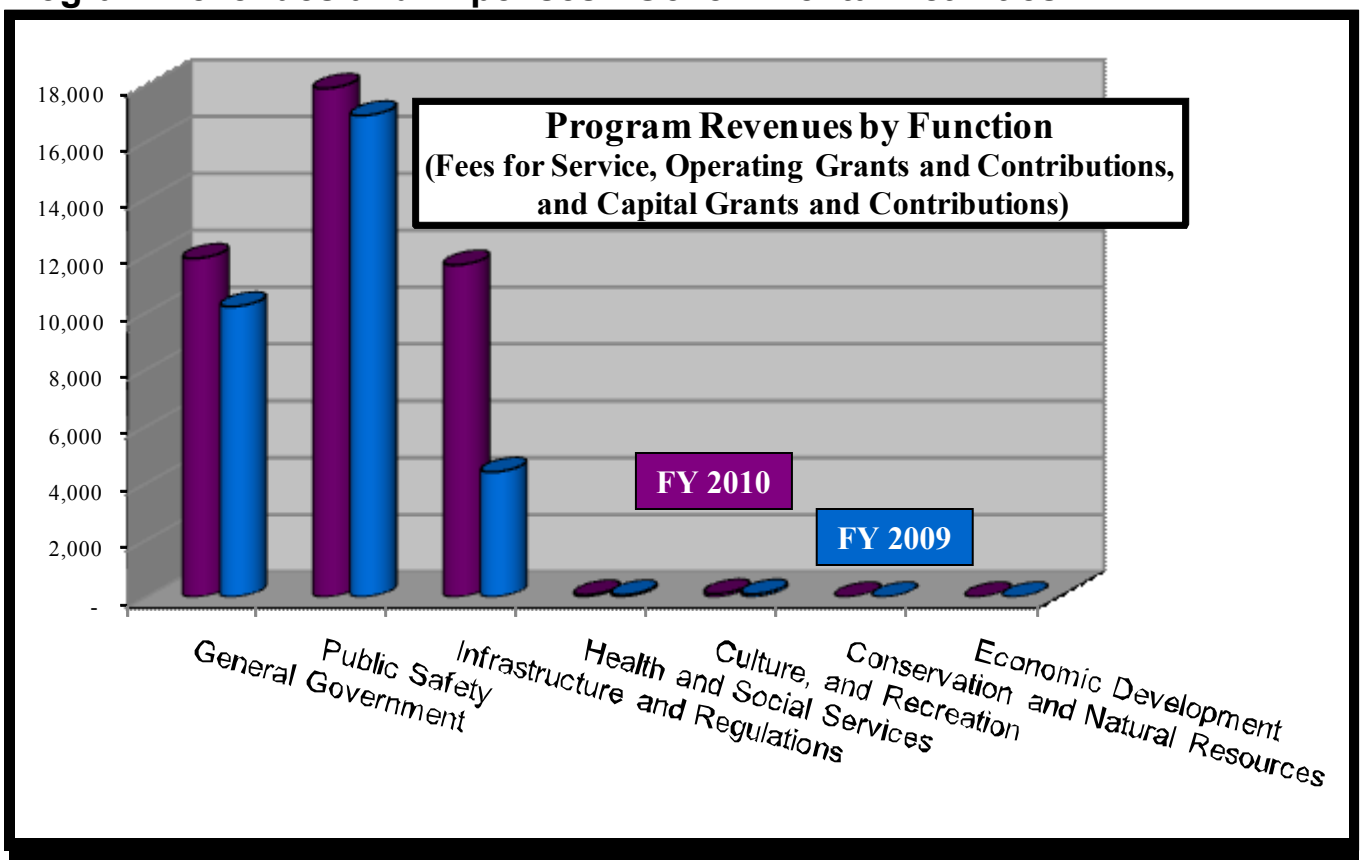
Governmental activities

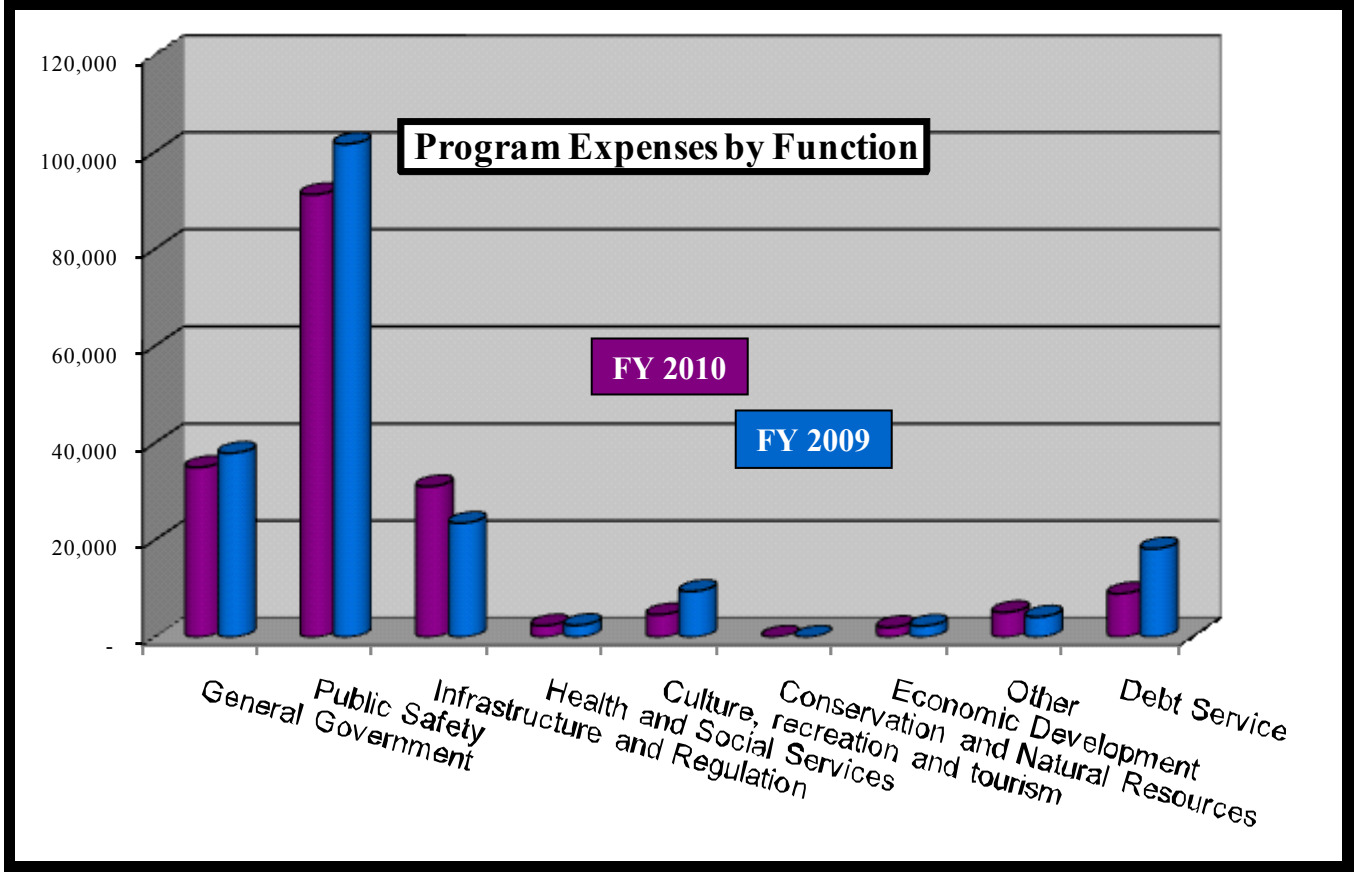
Governmental activities increased the County's net assets during the year by $106,514. This increase was attributable to revenues from property taxes and capital projects sales tax, but primarily as a result of reducing governmental expenditures. Key elements of this increase are as shown below.

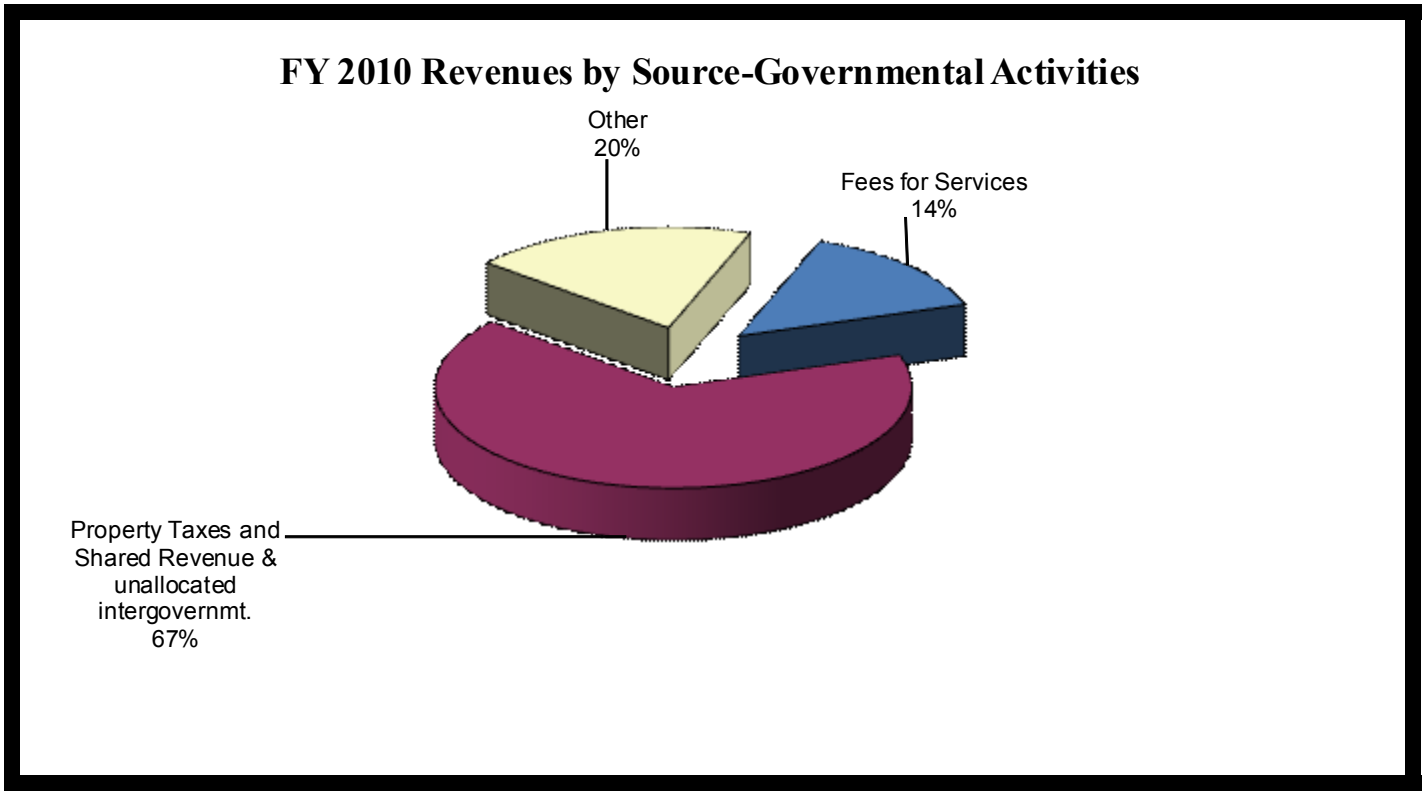
Horry County's Changes in Net Assets
(in thousands)

	Governmental Activities		Business-Type Activities		Total	
	2010	2009 (restated)	2010	2009	2010	2009 (restated)
Revenues:						
Program Revenues:						
Fees for services	$ 41,618	$ 31,678	$ 18,902	$ 19,726	$ 60,520	$ 51,404
Operating Grants and Contributions	4,800	1,115	3,217	2,992	8,017	4,107
Capital Grants and Contributions	1,908	317	12,486	4,081	14,394	317
General Revenues: Property Taxes,					-	
Shared Rev and Unallocated Intergovt	189,044	209,493	-	-	189,044	209,493
Other	49,445	64,711	285	1,617	49,730	70,409
Total Revenues	286,815	307,314	34,890	28,416	321,705	335,730
Expenses:						
General Government	34,971	37,914	-	-	34,971	37,914
Public Safety	91,214	101,642	-	-	91,214	101,642
Infrastructure and Regulation	31,037	23,492	-	-	31,037	23,492
Health and Social Services	2,354	2,432	-	-	2,354	2,432
Culture, recreation and tourism	4,629	9,426	-	-	4,629	9,426
Economic Development	2,019	2,292	-	-	2,019	2,292
TECH and Higher Education Com.	5,113	4,170	-	-	5,113	4,170
Debt Service	8,964	18,201	-	-	8,964	18,201
Airports	-	-	17,264	17,440	17,264	17,440
Total Expenses	180,301	199,569	17,264	17,440	197,565	217,009
Increase in Net Assets Before Extraordinary Item & Transfers	106,514	107,745	17,626	10,976	124,139	118,721
Extraordinary Item & Transfers	-	(500)	-	500	-	-
Increase (Decrease) in Net Assets	106,514	107,245	17,626	11,476	124,139	118,721
Net Assets – July 1 restated	439,344	332,099	159,284	147,808	598,628	479,907
Net Assets – June 30	$ 545,858	$ 439,344	$ 176,910	$ 159,284	$ 722,767	$ 598,628

Program Revenues and Expenses - Governmental Activities

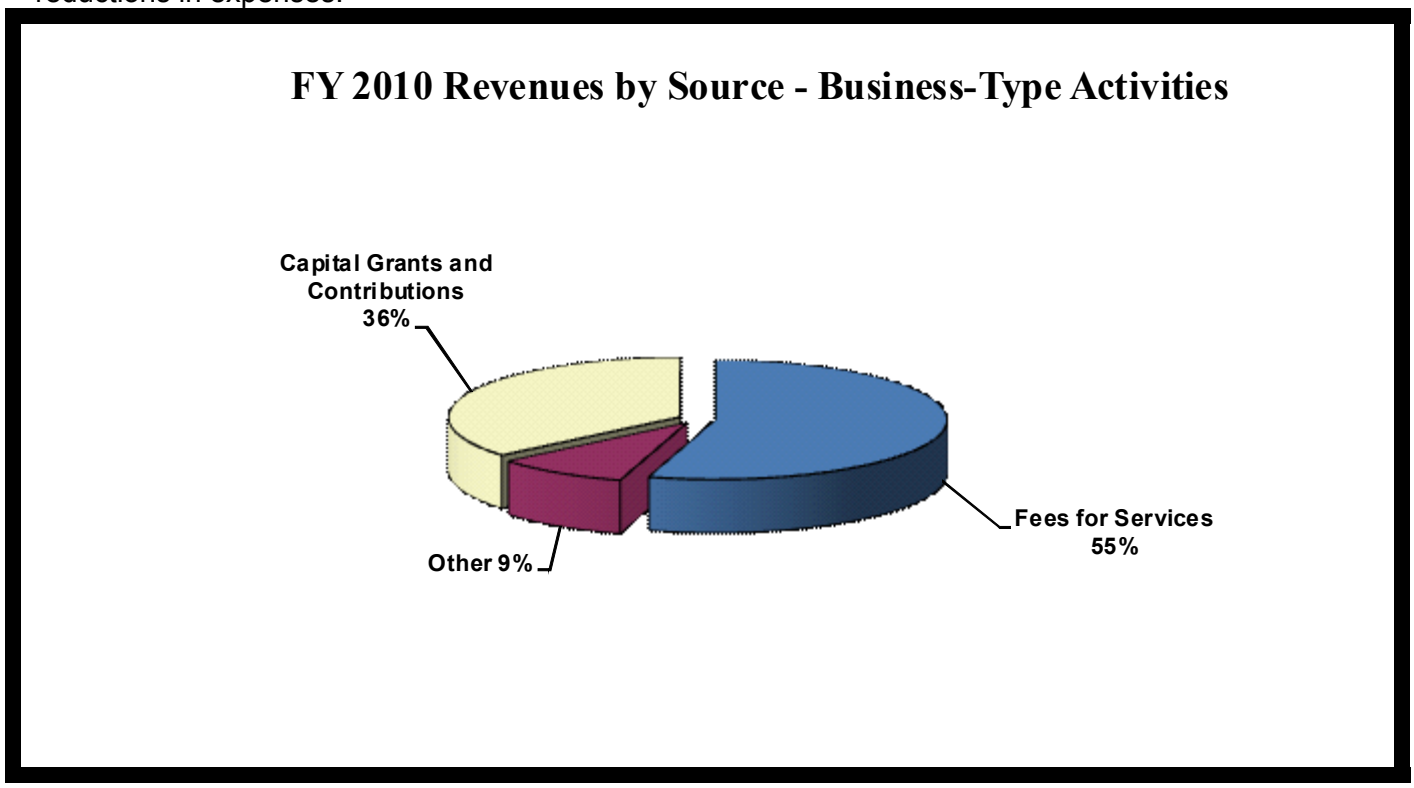


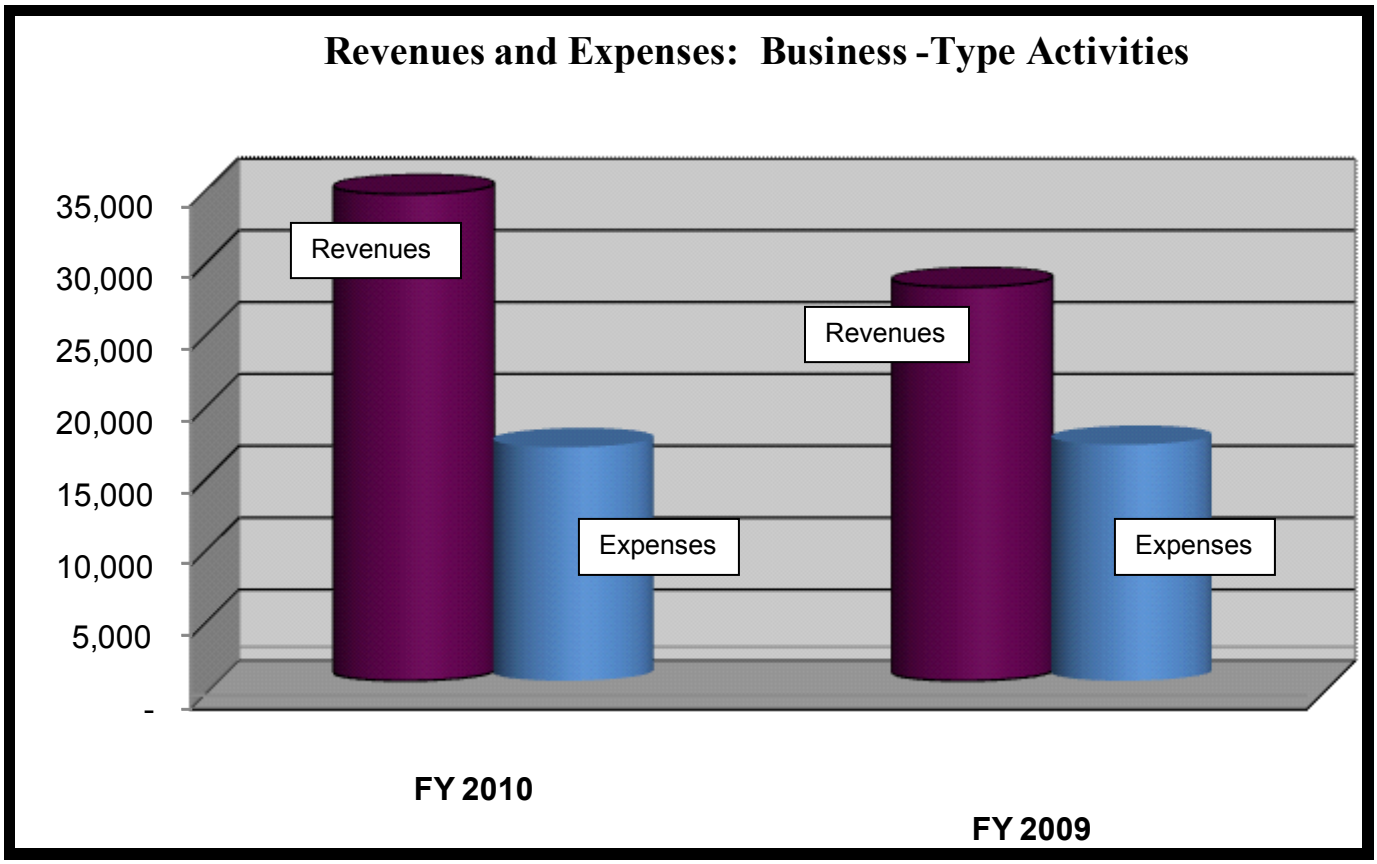




Business-type activities

Business-type activities increased the County's net assets by *$17,626,* primarily the result of higher operating grant revenues and other non-operating revenues, which were offset by reductions in fees for services due to an incentive program for airlines which significantly reduced landing fees, and reductions in expenses.





Financial Analysis of the County's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements, as well as the restrictions on the use of certain revenues.

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 fiscal year 2010, the County's Governmental Funds reported combined ending fund balances of $333,763, an increase of $33,866 in comparison with the prior year. Unreserved Fund Balance which is undesignated in the Governmental Funds of *$59,348* is available for spending at the County's discretion. The remainder of the fund balance is *reserved or unreserved and designated* 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 (*$23,901*), 2) for inventories (*$83*), 3) for freight claims *($51)* 4) for prepaid items (*$5,053*), 5) for debt service *($15,906)* 6) for underground storage tanks (*$50*), 7) to pay for Fire Special Revenue Fund bonded capital projects (*$632*), 8) to pay for projects in the Capital Projects Fund (*$25,418*), 9) for maintenance and construction of County roads (*$310*), 10) for future debt service payments on the Baseball Stadium (*$242*), 11) to pay for the RIDE Program Debt Service (*$42,441*), 12) for Cultural (*$78*), 13) for Infrastructure development *($145,653)*, 14) for funding the FY 2011 General Fund budget (*$8,375*), and 15) designated for other Governmental Funds (*$6,222*).

The General Fund, Hospitality 1½% Fund, General Improvements Capital Projects Fund, Capital Projects Sales Tax Fund, and the RIDE Program Debt Service Fund are reported as major funds.

General Fund

The General Fund is the chief operating fund of the County. At the end of fiscal year 2010, unreserved fund balance of the General Fund was *$33,114* while the total General Fund fund balance reached *$36,763.* 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 28.7 percent of the total general fund expenditures, while total fund balance represents 31.8 percent of that same amount.

The fund balance of the General Fund increased by *$5,939* during the current fiscal year. These results were attained in spite of revenues coming in at *$1,939* below budget. Hiring and spending restrictions imposed by management kept the expenditures under budget by *$12,779*. Due to these measures to restrict spending, the expected use of *$5,492* from fund balance, as anticipated in the budget, was not needed to fund FY 2010 operations.

Net change in fund balance

Revenues under budget	$ (1,939)
Expenditures under budget	$ 12,779
Other Financing Sources (Uses) under budget	$ 591
Net budget savings from the General Fund	$ 11,431
Planned use of fund balance	$ (5,492)
Net change in fund balance from FY 2010	**$ 5,939**

The following chart shows the increases and decreases in revenue, expenditures and other financing sources (uses) for FY 2010 when compared to the revenue, expenditure and other financing sources (uses) reported for FY 2009. The revenue, expenditure and other financing sources (uses) activity for FY 2010 generated an increase in fund balance of *$5,939* in the General Fund.

Comparison of FY 2010 General Fund Results to FY 2009

Increase in Property Taxes, primarily from an increase in real property taxes , which was offset by a slight decrease in vehicle taxes	$ 2,210
Decrease in Intergovernmental Revenue, primarily from a decrease in State-shared revenue	$ (772)
Increase in Fees and Fines, primarily from an increase in Master in Equity fees	$ 1,127
Increase in Register of Deeds Documentary Stamps	$ 63
Decrease in Licenses and Permits, primarily due to decreases in building inspection permits and business licenses	$ (979)
Decrease in Interest on Investments, due to lower interest rates	$ (524)
Increase in Cost Allocations from General Fund to other funds	$ 977
Decrease in Other Revenues, primarily from a reduction in the casino boat fee.	$ (568)
Increase in net Other Financing Sources (Uses), primarily due to a increase in Road Fund transfers in and a decrease in amounts transferred to the Capital Projects Fund	$ 2,084
Decrease in Expenditures, primarily due to reductions in personal services expense and operating expenditures	$ 580
Net increase in General Fund results compared to FY 2009 results	$ 4,198
Net increase in fund balance from FY 2009 General Fund results	$ 1,741
Net increase in the fund balance of the General Fund from FY 2010 results	**$ 5,939**

Hospitality 1½% Fund and the RIDE Program Debt Service Fund

The Hospitality 1½% Fund accounts for the collections that the County receives on a county-wide hospitality fee assessed on accommodations, prepared foods, beverages and admissions. The proceeds of this fee, after payment of an administrative fee to the General Fund, are pledged to repay the RIDE debt owed to the State Infrastructure Bank. These fees are recorded as revenue in this fund, and then transferred to the RIDE Program Debt Service Fund, in which the debt service payments are recorded. Due to the growth in tourism during the 2004-2007 time frames, the County has remitted approximately $36 million to the State Infrastructure bank above the amount required for the scheduled debt. That amount, plus the amount that will be transferred into the RIDE Program Debt Service Fund for hospitality fee collections on sales that occurred during the month of June 2010, make up the fund balance in this fund.

	Hospitality 1½% Fund	***RIDE Program Debt Service Fund***
Fund Balance, July 1, 2009	$ 33,586	$ 41,173,340
Revenues	28,038,400	1,486,218
Expenditures	0	(28,215,081)
Other Financing Sources (Uses)	(28,073,773)	27,996,685
Net change in Fund Balance FY 2010	(35,373)	1,267,822
Fund Balance (Deficit), June 30, 2010	$ (1,787)	$ 42,441,162

General Government Capital Projects Fund and the Capital Project Sales Tax Fund

The General Government Capital Projects Fund reflects the funding sources and the expenditures for the County's general government capital improvements, excluding those reported in the Capital Projects Sales Tax and the Grants Fund. Primary funding sources are debt proceeds, transfers in as pay-as-you go funding, and interest earnings. During FY 2010, $12 million in General Obligation Bonds were issued to fund recreation center and library projects, adding to the fund balance since these projects were not completed by June 30. The fund balance at June 30, 2010 reflects the resources available to complete the capital projects currently in process. The Capital Projects Sales Tax Fund reports the revenue from a one cent sales tax which County businesses began collecting in May 2007, as well as the related expenditures for the road projects that were approved by referendum in November 2007.

	General Government Capital Projects	***Capital Project Sales Tax***
Fund Balance, July 1, 2009	$ 60,521,496	$ 108,242,726
Revenues	3,071,134	59,068,321
Expenditures	(37,100,400)	(17,444,400)
Other Financing Sources (Uses)	17,323,948	-
Net change in Fund Balance FY 2010	(16,705,318)	41,623,921
Fund Balance, June 30, 2010	$ 43,816,178	$ 149,866,647

Proprietary funds

The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. All proprietary funds are reported as major funds. Unrestricted net assets of proprietary funds at the end of the year amounted to $45,343.

Fund	2010 Unrestricted Net Assets (Deficit)	2009 Unrestricted Net Assets (Deficit)
Department of Airports	$ 41,989	$ 45,253
Internal Service Fund	3,354	3,445
Totals	$ 45,343	$ 48,698

Other factors concerning the finances of these funds have been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights

The final budgeted revenues have been adjusted for budget amendments that netted to a decrease of $1,879 from the original budget. Declines in certain revenues that were directly impacted by current economic conditions resulted in a budget amendment approved by County Council in February 2010 to decrease the budget for Fees and fines, specifically EMS fees by $1,500, and to decrease the budget for Real Property Tax revenue by $500.These reductions in the revenue budget were offset by a reduction in an expenditure account for contingencies. Other budget amendments increased the revenue budget by $123 as a result of increased revenues from grants and donations that were not anticipated. The final budgeted expenditures were increased by a net of $332 over the original budget. The primary reason for these expenditure budget adjustments was the reduction of $2,000 in contingency expenditures, offset by the addition of budgeted expenditures for grants that were awarded during FY 2010 and donations of $123, and the roll-forward of certain prior year budgets of $2,209. Considering these budget amendments, General Fund revenues were less than the final budget by $1.9 million, and expenditures were less than the final budget by $12.8 million. The major differences between the final budget and the actual amounts are summarized as follows:

- Property taxes were less than budget by $1.8 million, primarily due to billings being less than what was anticipated in the budget, impacted by a record number of appeals by property owners.
- Intergovernmental revenues were less than budget by $.2 million, primarily due to a reduction during the year by the state of funding from the Local Government Fund.
- Fees and fines were over budget by $.7 million, primarily due to Master in Equity fees being $1,277 over budget from a high volume of foreclosures, offset by EMS Fees being under budget by $750.
- RMC Documentary Stamps were under budget by $.2 million, due to lower values of real estate transactions.
- Licenses and permits were under budget by $.4 million, due to a reduction in business license fees.
- Interest on investments was under budget by $.4 million, due to declining interest rates.
- Cost allocation was over budget by $.9 million resulting from more costs of the General Fund being recovered from other benefitting funds.
- Other revenue was under budget by $.5 million due to only one boat operating during a five month period.
- Various departmental spending was reduced below budgeted amounts as a result of management restrictions on hiring and spending. Significant savings did occur from the timing of the proposed full operation of the expanded Detention Center being delayed, as well as the delay of the purchase of

heavy equipment for Public Works. These two delays resulted in the largest departmental savings, as detailed below:

	Final Budget	Actual	Favorable Variance
County Council	$ 1,911	$ 1,363	$ (548)
Department Overhead	4,823	3,347	(1,476)
Library	3,719	3,292	(427)
Grants Administration	468	170	(298)
Maintenance	4,572	3,918	(654)
Legal	961	645	(316)
Police	19,247	18,263	(984)
Detention Center	18,608	16,961	(1,647)
Public Works	9,540	5,725	(3,815)
Total of above			$ (10,165)
Various other departments over (under) budget			$ (2,614)
Total expenditures under budget			$ (12,779)

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, 2010 amounts to *$776,021* (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, leasehold improvements, equipment, intangible assets, infrastructure, and construction in progress. The total increase in the County's investment in capital assets (net of accumulated depreciation) for the current fiscal year was 10.5 percent (a 9.4 percent increase for governmental activities and a 17.2 percent increase for business-type activities).

Most of this increase was in Construction in Progress relating to Infrastructure (road projects), Public Safety, Library, and Recreation. Some of the significant capital events that occurred during the current fiscal year which increased the current construction in progress costs were the expansion of the Detention Center resulting in additional construction in progress of $22.6 million, the progress on the road projects funded by the capital projects sales tax adding $17 million, as well as $4.9 million resulting from new library and recreation center projects.

Horry County's Capital Assets
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land, Easements, and Improvements	$ 22,927	$ 18,523	$ 26,963	$ 25,640	$ 49,890	$ 44,163
Intangible Assets	20	-	-	-	20	418,461
Infrastructure	419,807	409,279	9,182	9,182	428,989	418,461
Construction-in-Progress	90,815	51,040	21,644	9,959	112,459	60,999
Buildings and Improvements	98,063	92,995	29,082	25,417	127,145	118,412
Office Furniture	3,519	4,092	-	-	3,519	4,092
Vehicles	4,231	1,485	-	-	4,231	1,485
Machinery and Equipment	20,871	25,955	6,281	5,841	27,152	31,796
Runways and Taxiways	-	-	21,860	22,093	21,860	22,093
Other	756	773	-	-	756	773
Total	$ 661,009	$ 604,142	$ 115,012	$ 98,132	$ 776,021	$ 702,274

Additional information on the County's capital assets can be found in Note 7 of the Notes to the Basic Financial Statements.

Modified Approach for Infrastructure

Horry County has adopted the modified approach for reporting its road infrastructure. Using this approach, the County does not depreciate infrastructure assets but maintains an up-to-date inventory of road infrastructure assets, condition indexes ranging from one for failed pavement to five for a pavement in perfect condition. The County must also document that the road infrastructure assets are being preserved at or above the condition level established.

Horry County's road system consists of approximately 47.5% paved roads and 52.5% unpaved roads. The condition of the road pavement is measured using several distress factors found in pavement surfaces. The pavement management system uses a measurement scale that is based on a condition index ranging from 1 for failed pavement to 5 for a pavement in perfect condition. The condition index is used to classify roads in good or better condition (rating 4 or 5), fair condition (rating 3), and substandard condition (rating 1 or 2). It is the County's goal to maintain at least 60 percent of its street system at fair or better condition level. No more than 40 percent should be in a substandard condition. Condition assessments are determined every year. The following assessment for FY 2010 shows that the County is in compliance with the target condition levels that have been established.

	Percentage of Miles in Fair or Better Condition
	2010
Arterial	57.1%
Collector	61.1%
Access	61.7%
Overall system	60.0%

The County created a long-term road improvement program that had been paving at least 16 miles of dirt roads per year from FY04 through FY08. In FY09, as a result of an expected revenue shortfall, this was decreased to 14.5 miles and in FY10 it was further reduced to 9.7 miles per year. In FY11, due to continued revenue shortfalls, it has been further reduced to 8.9 miles per year. As these roads are paved, they become part of the County's pavement management system.

In November 2006, a one-cent capital projects sales tax was passed by voter referendum and is dedicated to specific road projects, including resurfacing 67 miles of County maintained roads over a 7 year period. During FY 2009, County Council increased the road maintenance fee by $10.00 and dedicated it to the resurfacing program.

Additional information on infrastructure assets can be found in Required Supplementary Information (RSI).

Debt Administration

At the end of fiscal year 2010, the County had total bonded debt outstanding of *$151,850* Of this amount, *$134,670* comprises debt backed by the full faith and credit of the government. The remainder of the County's debt represents bonds secured solely by specified revenue sources, such as the 1% Hospitality Fee pledged to repay the Special Obligation Bonds, and the Airport revenues pledged to repay the Revenue Bonds. Under agreements with the City of Myrtle Beach, the County has also pledged a portion of the 1% Hospitality Fee to repay 30% of the Certificates of Participation issued by the City of Myrtle Beach for a baseball stadium. The RIDE – Intergovernmental Loan Agreements with

the State of South Carolina Transportation Infrastructure Bank are being repaid by the county-wide 1½% Hospitality Fee.

Special obligation bonds and revenue bonds are limited obligations of the County and do not constitute general obligations, or pledge of the faith, credit or taxing power of the County or any other political subdivision.

The County's bonds with outstanding balances as of June 30, 2010 are presented in the following table.

Horry County's General Obligation and Revenue Bonds Outstanding
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
General Obligation Bonds	134,670	$ 129,840	$ -	$ -	$ 134,670	$ 129,840
Special Obligation Bonds	7,105	8,155	-	-	7,105	8,155
Revenue Bonds	-	-	10,075	10,620	10,075	10,620
Baseball Stadium COPS	1,570	1,880	-	-	1,570	1,880
RIDE IGA Loans	297,308	315,760	-	-	297,308	315,760
Total	$ 440,653	$ 455,635	$ 10,075	$ 10,620	$ 450,728	$ 466,255

The County's outstanding notes and bonded debt decreased by *$15,527* compared with fiscal year 2009. The above chart summarizes the outstanding principal balances on the debt issues, and does not include unamortized premium and issuance costs which are included in debt payable balances in the government-wide statement of net assets.

Additional information on the County's debt can be found in Note 8 of this report.

Economic Factors and Next Year's Budgets and Rates

The following summarizes some economic factors:

- As of June 2010, the unemployment rate for Horry County was 10.3%, down from 11.2% at June 30, 2009. This rate ranked Horry County as tied with two other counties for having the 10th lowest unemployment rate of the forty-six counties in the state. The range of unemployment rates for South Carolina counties in June 2010 was a low of 7.9% to a high of 19.3%.The unemployment rate for the state of South Carolina as of June 2010 was 10.7%.2008 median household income was $42,515 in Horry County, compared to the state of South Carolina's median household income of $44,695 according to the U.S. Census Bureau.

- The FY 2010 County base tax millage was 47.3 mills, equivalent to a tax rate of .0473% of assessed value. This was the lowest county base tax rate in South Carolina..

The fiscal year ended June 30, 2010 proved to be a significant management challenge due to revenues falling short of the budget, with still no clear indication that the decline had stabilized. Economic factors affecting the area's real estate market, as well as having an adverse effect in general on personal and business incomes, impacted the preparation of the FY 2011 budget as follows:

- reduction in property tax revenue as reassessment occurred during FY 2010, which will provide the basis for tax bills sent during FY 2011; (This will result in a decrease in tax revenues due to a provision in the State law that requires the millage to be "rolled-back" to the level that will generate the same amount of billings as the amount collected in the prior year. This methodology historically

has resulted in a reduction in revenue in the year of reassessment because there is no provision within this calculation to consider the fact that not every bill will be paid.)

- continued decline in State Shared revenue;
- anticipated fewer purchases of large dollar vehicles, resulting in a lower budget for Vehicle Property Tax revenues;
- a high volume of foreclosures resulted in a budget that anticipates an increase in revenues through the Master in Equity fees - foreclosure cases disbursed through the Horry County Master in Equity office totaled 2,225 during FY 2010, up from 1,475 during FY 2009;
- reduction in revenues from EMS fees due to higher uncollectible balances;
- decrease in RMC fees due to a reduction in the number of transactions being recorded;
- increase in CATV fees due to a scheduled rate increase, and anticipating that cable programs will still provide an affordable means of entertainment;
- anticipated reduction in business revenues, resulting in a lower budget for Business License revenue; and
- reduction in interest earnings due to reduced interest rates.

All of these factors were considered in preparing Horry County's budget for the 2011 fiscal year. The County applications in process for grant funding will result in budget amendments upon notification of grant award.

During FY 2010, unreserved/undesignated fund balance in the General Fund increased from *$24,341* to *$24,739.* Projections at this time indicate that at the end of fiscal year 2011, the unreserved fund balance for the general fund will remain above the 15% of total general fund expenditures requirement set by the Financial Policy Ordinance.

Requests for Information

This financial report is designed to present users with a general overview of Horry County's finances and to demonstrate the County's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, contact the Chief Financial Officer, 1301 Second Avenue, Conway, SC 29526.

AUDITED BASIC FINANCIAL STATEMENTS

HORRY COUNTY, SOUTH CAROLINA

STATEMENT OF NET ASSETS

JUNE 30, 2010

(amounts expressed in thousands)

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Shoreline Behavior Services	Horry County Solid Waste Authority
Assets					
Current assets:					
Cash and cash equivalents	$ 7,875	$ 22,723	$ 30,598	$ 214	$ 7,400
Pooled Cash and Investments	313,242	-	313,242	-	-
Investments	-	22,420	22,420	-	21,231
Funds held in trust	472	-	472	-	-
Receivables, net:					
Property taxes	7,929	-	7,929	-	-
Accounts and other	6,792	694	7,486	376	1,172
Fees	4,650	-	4,650	-	-
Interest receivable	584	253	837	-	-
Due from primary government	-	-	-	86	492
Due from component units	67	-	67	-	-
Due from other governments	31,491	1,395	32,886	30	-
Internal balances	342	(342)	-	-	-
Prepaid items	4,342	68	4,410	-	91
Inventories	418	400	818	-	28
Restricted - funds held in trust	36,001	-	36,001	-	-
Total current assets	414,205	47,611	461,816	706	30,414
Non-current assets:					
Restricted assets:					
Cash and cash equivalents	-	1,690	1,690	-	-
Investments	-	28,481	28,481	-	-
Accounts receivable	-	648	648	-	-
Total restricted assets	-	30,819	30,819	-	-
Capital assets:					
Land, easements, intangible assets and infrastructure	439,457	32,115	471,572	-	7,440
Depreciable capital assets, net	130,737	61,253	191,990	1,083	27,859
Construction-in-progress	90,815	21,644	112,459	-	944
Total capital assets, net	661,009	115,012	776,021	1,083	36,243
Deferred charges, net					
Bond issuance cost, net	827	252	1,079	10	-
Total non-current assets	661,836	146,083	807,919	1,093	36,243
Total assets	1,076,041	193,694	1,269,735	1,799	66,657

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

STATEMENT OF NET ASSETS

- CONTINUED -

(amounts expressed in thousands)

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Shoreline Behavior Services	Horry County Solid Waste Authority
Liabilities and Net Assets					
Current liabilities:					
Accounts payable - trade	9,081	204	9,285	8	1,260
Accounts payable - other	1,385	-	1,385	-	-
Accrued salaries, related taxes and compensated absences	2,898	427	3,325	90	-
Accrued expenses	-	826	826	-	-
Due to other governments	2,393	-	2,393	-	-
Due to component units	644	-	644	-	-
Construction and retainage payable	2,732	2,744	5,476	-	-
Other liabilities	29,539	-	29,539	226	-
Deferred revenue	3,846	204	4,050	-	-
Accrued interest payable	2,907	-	2,907	-	-
Bonds, notes and contracts payable - current portion	8,868	-	8,868	107	-
Special obligation bonds payable - current portion	1,695	-	1,695	-	-
IGA #1 payable - current portion	12,105	-	12,105	-	-
IGA #2 payable - current portion	8,438	-	8,438	-	-
Capital lease obligations - current portion	3,179	42	3,221	-	-
Amounts due to tenants	-	767	767	-	-
Total current liabilities	89,710	5,214	94,924	431	1,260
Current liabilities payable from restricted assets:					
Revenue bonds payable - current portion	-	575	575	-	-
Accrued interest payable	-	275	275	-	-
Total current liabilities payable from restricted assets	-	850	850	-	-
Non-current (long-term) liabilities:					
General and special obligation bonds payable	132,782	-	132,782	-	-
Revenue bonds payable	-	9,116	9,116	228	-
IGA loans payable	276,765	-	276,765	-	-
Land, easements, intangible assets and infrastructure	-	100	100	-	-
Capital lease obligations	3,548	223	3,771	-	-
Compensation for future absences	12,787	834	13,621	43	131
Net post employment benefit obligation	14,591	447	15,038	114	664
Landfill closures costs	-	-	-	-	10,231
Landfill post closure care costs	-	-	-	-	5,645
Total long-term liabilities	440,473	10,720	451,193	385	16,671
Total liabilities	530,183	16,784	546,967	816	17,931

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

STATEMENT OF NET ASSETS

- CONTINUED -

(amounts expressed in thousands)

	Primary Government			Component Units	
	Governmental Activities	**Business-type Activities**	**Total**	**Shoreline Behavior Services**	**Horry County Solid Waste Authority**
Net Assets:					
Invested in capital assets, net of related debt	532,927	104,452	637,379	759	36,243
Restricted For:					
Capital projects	25,418	25,960	51,378	-	-
Road maintenance	310	-	310	-	-
Register of Deeds	-	-	-	-	-
Fire special revenue	632	-	632	-	-
Infrastructure development	146,206	-	146,206	-	-
Debt service	15,906	4,509	20,415	-	-
RIDE program	42,441	-	42,441	-	-
Freight claims	52	-	52	-	-
Substance abuse prevention	-	-	-	377	-
Cultural	78	-	78	-	-
Baseball	242	-	242	-	-
Underground storage tanks	50	-	50	-	-
Unrestricted (deficit)	(218,404)	41,989	(176,415)	(153)	12,483
Total net assets	545,858	176,910	722,768	983	48,726
Total liabilities and net assets	$ 1,076,041	$ 193,694	$ 1,269,735	$ 1,799	$ 66,657

See accompanying notes to financial statements.

HORRY COUNTY, SOUTH CAROLINA

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2010

(amounts expressed in thousands)

		Program Revenue			Net (Expense) Revenue and Changes in Net Assets				
					Primary Governmental			Component Units	
Functions and Programs	**Expenses**	**Fees for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business -type Activities**	**Totals**	**Shoreline Behavior**	**Solid Waste Authority**
Primary government									
Governmental activities:									
General government	$ (34,971)	$ 11,899	$ 22	$ 377	$ (22,673)	$ -	$ (22,673)	$ -	$ -
Public safety	(91,214)	17,875	1,987	693	(70,659)	-	(70,659)	-	-
Health and social services	(2,354)	70	-	-	(2,284)	-	(2,284)	-	-
Infrastructure and regulation	(31,037)	11,666	-	-	(19,371)	-	(19,371)	-	-
Culture, recreation and tourism	(4,629)	108	264	833	(3,424)	-	(3,424)	-	-
Economic development	(2,019)	-	2,527	5	513	-	513	-	-
Debt service	(8,964)	-	-	-	(8,964)	-	(8,964)	-	-
TECH and Higher Education Commission	(5,113)	-	-	-	(5,113)	-	(5,113)	-	-
Total governmental activities	(180,301)	41,618	4,800	1,908	(131,975)	-	(131,975)	-	-
Business-type activities:									
Airports	(17,264)	18,902	3,217	12,486	-	17,341	17,341	-	-
Total business-type activities	(17,264)	18,902	3,217	12,486	-	17,341	17,341	-	-
Total primary government	$ (197,565)	$ 60,520	$ 8,017	$ 14,394	$ (131,975)	$ 17,341	$ (114,634)	$ -	$ -
Component units									
Health services	$ (3,181)	$ 2,949	$ -	$ -	$ -	$ -	$ -	$ (232)	$ -
Landfill	(13,608)	16,018	201	818	-	-	-	-	3,429
Total component units	$ (16,789)	$ 18,967	$ 201	$ 818	$ -	$ -	$ -	$ (232)	$ 3,429
General Revenue and Transfers									
General Revenue									
Property taxes					104,239	-	104,239	-	-
Capital Sales Tax					58,153	-	58,153		
Fees-in-lieu of taxes					11,307	-	11,307	-	-
Intergovernmental- unrestricted					15,345	-	15,345	-	-
Accommodations tax					2,818	-	2,818	-	-
Local accommodations tax					845	-	845	-	-
Admissions tax					226	-	226	-	-
Hospitality tax					33,869	-	33,869	-	-
Unrestricted investment earnings					4,656	731	5,387	-	308
Miscellaneous					6,937	(94)	6,843	(17)	35
Gain (loss) on disposal of asset					94	(352)	(258)	-	65
Total general revenue and transfers					238,489	285	238,774	(17)	408
Changes in net assets					106,514	17,626	124,140	(249)	3,837
Net assets - beginning of year as restated					439,344	159,284	598,628	1,232	44,889
Net assets - end of year					$ 545,858	$ 176,910	$ 722,768	$ 983	$ 48,726

See accompanying notes to financial statements.

HORRY COUNTY, SOUTH CAROLINA

BALANCE SHEETS

GOVERNMENTAL FUNDS

JUNE 30, 2010

	General Fund	Hospitality 1.5% Fee	General Improvement Capital Projects	Capital Project Sales Tax	RIDE Program Debt Service	Other Non-Major Governmental Funds	Total Governmental Funds
Assets							
Cash and cash equivalents	$ 3,232,771	$ 1,529,644	$ -	$ -	$ -	$ 3,112,331	$ 7,874,746
Pooled cash and investments	60,444,042	863,564	46,905,610	139,067,362	-	57,006,692	304,287,270
Funds held in trust	-	-	272,478	-	-	199,945	472,423
Receivables, net:							
Property taxes	5,317,421	-	-	-	-	2,611,206	7,928,627
Accounts and other	3,450,984	-	119,187	-	-	2,509,628	6,079,799
Fees	-	4,279,523	-	-	-	370,721	4,650,244
Interest receivable	198,909	2,921	67,750	212,791	-	88,386	570,757
Due from other funds	2,089,747	-	-	-	6,439,716	592,417	9,121,880
Due from other governments	2,638,007	-	363,032	12,949,889	-	3,854,734	19,805,662
Due from component units	-	-	66,795	-	-	-	66,795
Inventories	82,549	-	-	-	-	-	82,549
Prepaid items	2,756,273	-	1,561,182	-	-	24,848	4,342,303
Restricted assets	-	-	-	-	36,001,446	-	36,001,446
Total Assets	$ 80,210,703	$ 6,675,652	$ 49,356,034	$ 152,230,042	$ 42,441,162	$ 70,370,908	$ 401,284,501
Liabilities and Fund Balances							
Liabilities:							
Accounts payable - trade	$ 2,187,949	$ -	$ 2,868,205	$ 2,295,026	$ -	$ 1,681,738	$ 9,032,918
Accounts payable - other	1,284,613	-	-	-	-	100,073	1,384,686
Construction and retainage payable	-	-	2,642,569	68,369	-	21,082	2,732,020
Accrued salaries and wages	2,406,844	-	-	-	-	453,460	2,860,304
Accrued compensated absences	16,681	-	-	-	-	-	16,681
Due to other funds	52,966	6,461,400	-	-	-	2,265,406	8,779,772
Due to component units	86,102	-	-	-	-	558,363	644,465

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

BALANCE SHEETS

GOVERNMENTAL FUNDS

- CONTINUED -

	General Fund	Hospitality 1.5% Fee	General Improvement Capital Projects	Capital Project Sales Tax	RIDE Program Debt Service	Other Non-Major Governmental Funds	Total Governmental Funds
Liabilities and Fund Balances (cont.)							
Liabilities:							
Due to other governments	2,338,177	-	-	-	-	54,680	2,392,857
Proceeds from sales held by Master in Equity	5,693,325	-	-	-	-	-	5,693,325
Due to taxpayers for overpayment	6,204,702	-	-	-	-	-	6,204,702
Funds held in trust- delinquent taxes	186,225	-	-	-	-	-	186,225
Funds held in trust- Clerk of Court	2,261,536	-	-	-	-	-	2,261,536
Other liabilities	14,684,150	-	29,082	-	-	480,000	15,193,232
Deferred revenue	6,044,568	216,039	-	-	-	3,878,517	10,139,124
Total liabilities	43,447,838	6,677,439	5,539,856	2,363,395	-	9,493,319	67,521,847
Fund Balances:							
Reserved for:							
Encumbrances	708,425	-	14,389,597	5,578,452	-	3,224,598	23,901,072
Inventories	82,549	-	-	-	-	-	82,549
Debt service	-	-	-	-	-	15,905,568	15,905,568
Underground storage tanks	50,000	-	-	-	-	-	50,000
Fire Special Revenue Fund	-	-	631,472	-	-	-	631,472
Prepaid items	2,756,273	-	1,561,182	-	-	24,848	4,342,303
Road maintenance	-	-	-	-	-	310,264	310,264
Cultural	-	-	-	-	-	78,228	78,228
Baseball Stadium Park	-	-	-	-	-	242,413	242,413
RIDE Program	-	-	-	-	42,441,162	-	42,441,162
Reserved for capital projects	-	-	25,417,954	-	-	-	25,417,954
Freight claims	51,471	-	-	-	-	-	51,471
Infrastructure Development	-	-	-	144,288,195	-	1,918,097	146,206,292
Unreserved/designated							
General fund	8,375,028	-	-	-	-	-	8,375,028
Special revenue fund	-	-	-	-	-	4,435,761	4,435,761
Capital projects fund	-	-	-	-	-	200,062	200,062
Unreserved/undesignated, reported in:							
General fund	24,739,119	-	-	-	-	-	24,739,119
Capital projects fund	-	-	1,815,973		-	-	1,815,973
Special revenue fund (deficit)	-	(1,787)	-	-	-	34,537,750	34,535,963
Total fund balances	36,762,865	(1,787)	43,816,178	149,866,647	42,441,162	60,877,589	333,762,654
Total liabilities and fund balances	$ 80,210,703	$ 6,675,652	$ 49,356,034	$ 152,230,042	$ 42,441,162	$ 70,370,908	$ 401,284,501

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

BALANCE SHEETS

GOVERNMENTAL FUNDS

- CONTINUED -

Reconciliation to amounts reported for Governmental Activities in the Statement of Net Assets:	***(amounts expressed in thousands)***
Total fund balances - governmental funds	$ 333,763
Capital assets (exclusive of Internal Service Fund Capital Assets) used in governmental activities are not financial resources and therefore are not reported in these funds.	655,871
Some of the County's taxes will be collected after year end, but not available soon enough to pay for current period's	18,690
Other long-term assets that are not available to pay for current period expenditures and, therefore, are deferred in these	827
Internal service funds are used by management to charge the costs of fleet services to individual funds. The assets and liabilities of the Internal Service Fund are included in governmental activities.	14,372
Long-term liabilities, including bonds payable that are not due and payable in the current period and, therefore, are not reported in these funds.	(477,664)
Net Assets, end of year - governmental activities	$ 545,858

See accompanying notes to financial statements.

HORRY COUNTY, SOUTH CAROLINA

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

Revenues	General Fund	Hospitality 1.5 % Fee	General Improvement Capital Projects	Capital Project Sales Tax	RIDE Program Debt Service	Other Non-Major Governmental Funds	Total Governmental Funds
Real property taxes	$ 64,945,936	$ -	$ -	$ -	$ -	$ 37,035,768	$ 101,981,704
Personal property taxes	5,373,195	-	-	-	-	3,579,636	8,952,831
Vehicle taxes	4,242,580	-	-	-	-	3,071,432	7,314,012
Intergovernmental	12,458,256	-	888,807	-	-	10,677,689	24,024,752
Sales tax	-	-	-	58,069,572	-	-	58,069,572
Accommodation tax	-	-	-	-	-	845,104	845,104
Fees and fines	18,860,707	28,021,492	692,856	-	-	18,871,108	66,446,163
Documentary stamps	2,469,372		-	-	-	-	2,469,372
License and permits	6,571,842	-	-	-	-	-	6,571,842
Interest on investments	424,249	16,908	1,259,471	998,749	1,486,218	471,931	4,657,526
Cost allocation	3,077,421	-	-	-	-	-	3,077,421
Other	3,136,385	-	230,000	-	-	652,000	4,018,385
Total revenues	121,559,943	28,038,400	3,071,134	59,068,321	1,486,218	75,204,668	288,428,684
Expenditures							
Current:							
General government	28,048,209	-	-		-	21,905	28,070,114
Public safety	69,766,458	-	-		-	17,695,035	87,461,493
Health and social services	1,456,787	-	-		-	774,899	2,231,686
Infrastructure and regulation	11,561,136	-	-	-	-	20,049,423	31,610,559
Culture, recreation and tourism	3,596,892	-	-		-	6,209,989	9,806,881
Economic development	-	-	-	-	-	2,018,727	2,018,727
TECH & Higher Education Commission	-	-	-		-	5,113,442	5,113,442
Other	44,308	-	980,493	-	-	-	1,024,801
Debt service	-	-	-	-	28,215,081	16,818,588	45,033,669
Capital outlay	997,991	-	36,119,907	17,444,400	-	2,234,194	56,796,492
Total expenditures	115,471,781	-	37,100,400	17,444,400	28,215,081	70,936,202	269,167,864

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

STATEMENTS OF REVENUES , EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

- CONTINUED -

	General Fund	Hospitality 1.5% Fee	General Improvement Capital Projects	Capital Project Sales Tax	RIDE Program Debt Service	Other Non-Major Governmental	Total Governmental Funds
Excess (deficiency) of revenues over (under) expenditures	6,088,162	28,038,400	(34,029,266)	41,623,921	(26,728,863)	4,268,466	19,260,820
Other Financing Sources (Uses)							
Issuance of debt	-	-	12,350,000	-	-	13,690,000	26,040,000
Bond Premium	-	-	-	-	-	1,150,655	1,150,655
Sales of assets	76,862	-	-	-	-	17,114	93,976
Lease Financing	580,378	-	-		-	-	580,378
Transfers in	3,790,266	-	5,359,977	-	27,996,685	7,956,411	45,103,339
Payment to refunded bond escrow agent	-	-	-	-	-	(13,260,000)	(13,260,000)
Transfers out	(4,596,501)	(28,073,773)	(386,029)	-	-	(12,047,036)	(45,103,339)
Total other financing sources (uses)	(148,995)	(28,073,773)	17,323,948	-	27,996,685	(2,492,856)	14,605,009
Net change in fund balance	5,939,167	(35,373)	(16,705,318)	41,623,921	1,267,822	1,775,610	33,865,829
Fund balances at beginning of year, as restated	30,823,698	33,586	60,521,496	108,242,726	41,173,340	59,101,979	299,896,825
Fund balances at end of year (deficit)	$ 36,762,865	$ (1,787)	$ 43,816,178	$ 149,866,647	$ 42,441,162	$ 60,877,589	$ 333,762,654

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

- CONTINUED -

Reconciliation to amounts reported for Governmental Activities in the Statement of Activities:

	(amounts expressed in thousands)
Net change in fund balances - total governmental funds	$ 33,866
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay expenditures exceeded depreciation expense in the current period.	56,904
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in these funds.	(1,707)
Some expenses reported in Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in these funds.	73
The issuance of long-term debt provides current financial resources to governmental funds, while repayment of the principal and interest consumes current financial resources of governmental funds. This amount is the net effect of these differences in the treatment of long-term debt and related items.	16,451
The net revenue (expense) of certain activities of internal service funds reported with governmental activities.	927
Change in Net Assets - Governmental Activities	$ 106,514

See accompanying notes to financial statements.

HORRY COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
BALANCE SHEETS

JUNE 30, 2010

	Business-type Activities Enterprise Fund Department of Airports	Governmental Activities- Internal Service Fund
Assets		
Current assets:		
Cash and cash equivalents	$ 22,723,316	$ 100
Pooled cash and investments	-	8,954,245
Investments	22,420,456	-
Accounts receivable, net	693,478	-
Interest receivable	253,278	12,752
Due from other governments	1,394,624	-
Inventories	399,883	335,358
Prepaid items	67,961	-
Total unrestricted current assets	47,952,996	9,302,455
Restricted current assets:		
Cash and cash equivalents	1,690,251	-
Investments	28,480,680	-
Due from Industrial Park	500,000	-
Accounts receivable	647,782	-
Total restricted current assets	31,318,713	-
Total current assets	79,271,709	9,302,455
Non-current assets:		
Capital assets, net:		
Land, easements and infrastructure	32,114,890	-
Depreciable capital assets, net	61,252,660	5,138,777
Construction-in-progress	21,644,370	-
Total capital assets, net	115,011,920	5,138,777
Deferred charges		
Bond issuance costs, net	251,916	-
Total non-current assets	115,263,836	5,138,777
Total assets	$ 194,535,545	$ 14,441,232

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
BALANCE SHEETS

- CONTINUED -

	Business-type Activities Enterprise Fund Department of Airports	Governmental Activities- Internal Service Fund
Liabilities and Net Assets		
Current liabilities:		
Accounts payable-trade	$ 203,614	$ 48,237
Construction accounts and retainage payable	2,743,619	-
Accrued salaries, wages and compensated absences	427,193	20,929
Due to other funds	842,108	-
Other accrued expenses	826,067	-
Unearned revenue	203,946	-
Capital leases payable - current portion	41,809	-
Amounts due to tenants, airlines, car rentals	766,833	-
	6,055,189	69,166
Current liabilities payable from restricted assets:		
Revenue bonds payable - current portion	575,000	-
Accrued interest payable	275,335	-
Total current liabilities payable from restricted assets	850,335	-
Total current liabilities	6,905,524	69,166
Non-current liabilities:		
Compensated absences - long term	833,997	-
Revenue bonds payable	9,115,741	-
Net other post-employment benefits obligation	446,786	-
Due to tenants for capital improvments	100,000	-
Capital leases	223,692	-
Total non-current liabilities	10,720,216	-
Total liabilities	17,625,740	69,166
Net assets:		
Invested in capital assets, net of related debt	104,452,424	5,138,777
Restricted for:		
Debt service	4,508,799	-
Capital projects	25,959,582	-
Fleet replacement	-	5,879,617
Unrestricted	41,989,000	3,353,672
Total net assets	176,909,805	14,372,066
Total liabilities and net assets	$ 194,535,545	$ 14,441,232

See accompanying notes to financial statements.

HORRY COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2010

	Business-type Activities Enterprise Fund Department of Airports	Governmental Activities - Internal Service Fund
Operating Revenues		
Landing fees	$ 551,637	$ -
Rents	4,087,447	-
Concessions and rentals	5,950,119	-
Security fees	209,056	-
Leases	1,102,719	-
Fuel sales - FBO	3,487,256	-
Other airline services	591,997	-
Federal revenues	114,756	-
Charges for service	-	4,706,962
Other	574,408	17,665
Total operating revenues	16,669,395	4,724,627
Less, signatory airline contract operating rebate	(432,574)	-
Net operating revenues	16,236,821	4,724,627
Operating Expenses		
Salaries and benefits	5,858,592	828,403
Utilities	924,736	-
Outside and professional services	767,866	-
Maintenance and supplies	598,364	-
Fuel cost of sales	2,410,014	-
Vehicle and equipment expense	366,681	-
Insurance	249,162	-
Business and travel related	148,545	1,281,448
Office supplies	26,455	-
Supplies and materials	-	31,853
Horry County administrative costs	355,418	-
Depreciation and amortization	4,966,380	1,786,341
Indirect cost allocation	-	11,636
Contractual services	-	33,071
Total operating expenses	16,672,213	3,972,752
Operating income (loss)	(435,392)	751,875

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

- CONTINUED -

	Business-type Activities Enterprise Fund Department of Airports	Governmental Activities - Internal Service Fund
Non-operating Revenues (Expenses)		
Passenger facility charges	287,472	-
Contract facility charges	2,378,146	-
Intergovernmental revenues	2,028,157	-
Redevelopment Authority grant revenue	563,821	-
Revenue - Utility Companies for ITAP	625,000	-
Interest income	731,142	40,537
Interest expense	(592,283)	-
Building demolition expense	(94,138)	-
Gain (loss) on disposal/sale of assets	(352,180)	135,290
Total non-operating revenues (expenses)	5,575,137	175,827
Net income before capital contributions	5,139,745	927,702
Capital Contributions	12,485,589	-
Change in net assets	17,625,334	927,702
Net Assets		
Beginning of year	159,284,471	13,444,364
End of year	$ 176,909,805	$ 14,372,066

See accompanying notes to financial statements.

HORRY COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2010

	Business Type Activities - Enterprise Fund- Department of Airports	Governmental Activities - Internal Service Fund
Cash Flows From Operating Activities		
Cash received from:		
Landing fees, terminal rents, concessions leases and other fees	$ 11,426,609	$ -
FBO sales and services	4,440,838	-
Service and miscellaneous charges	-	4,724,627
Other	537,096	-
Cash paid to (for):		
Salaries and benefits	(5,849,301)	-
Maintenance, supplies, fuel, utilities and equipment	(5,553,790)	(2,153,326)
Other supplies and miscellaneous costs	-	(31,853)
Net cash provided by operating activities	5,001,452	2,539,448
Cash Flows From Non-Capital Financing Activities		
Building demolition	(94,138)	-
Net cash flows used for non-capital financing activities	(94,138)	-
Cash Flows From Capital and Related Financing Activities		
Receipt of passenger and contract facility charges	2,273,045	-
Acquisition and construction of capital assets	(21,508,694)	(1,829,109)
Principal payments on bonds and notes	(545,000)	-
Interest paid on bonds and notes	(573,392)	-
Principal payments on capital lease obligation	(40,394)	-
Receipt of intergovernmental and private grants	3,476,219	-
Proceeds from AIP and TSA grants	11,954,560	-
Proceeds from disposition of capital assets	-	218,241
Net cash (used in) capital and related financing activities	(4,963,656)	(1,610,868)

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

PROPRIETARY FUNDS
STATEMENTS OF CASH FLOWS

- CONTINUED -

	Business-Type Activities - Enterprise Fund- Department of Airports	Governmental Activities - Internal Service Fund
Cash Flow From Investing Activities		
Investment purchases	(50,901,136)	-
Investment sales	63,972,114	-
Interest on investments	782,935	69,312
Net cash provided by investing activities	13,853,913	69,312
Net increase in cash and cash equivalents	13,797,571	997,892
Cash and cash equivalents at beginning of year (of which $1,677,713 is restricted)	10,615,996	7,956,453
Cash and cash equivalents at end of year (of which $1,690,251 is restricted)	$ 24,413,567	$ 8,954,345
Reconciliation of operating income to net cash provided by operating activities		
Operating (loss) income	$ (435,392)	$ 751,875
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	4,966,380	1,786,341
Change in certain assets and liabilities:		
(Increase) in accounts receivable, net	(38,307)	-
(Increase) in inventories	(66,934)	(6,071)
Decrease in prepaid items	13,286	-
(Decrease) in accounts payable	(38,115)	5,245
Increase in accrued salaries, wages and compensated absences	9,290	2,058
Increase in net other post-employment benefit obligation	130,885	-
Increase in other accrued expenses	196,549	-
Increase in due to other funds	57,782	-
(Decrease) in unearned revenue	(28,073)	-
Increase in amounts due to tenants	234,101	-
Net cash provided by operating activities	$ 5,001,452	$ 2,539,448

See accompanying notes to financial statements.

HORRY COUNTY, SOUTH CAROLINA

STATEMENT OF FIDUCIARY NET ASSETS

JUNE 30, 2010

	Agency Funds
Assets	
Cash and cash equivalents	$ 8,656,151
Pooled cash and investments	177,660,212
Interest Receivable	6,974
Taxes receivable	98,692,182
Total assets	$ 285,015,519
Liabilities	
Due to others	$ 285,015,519
Total liabilities	$ 285,015,519

See accompanying notes to financial statements.

Note 1. Summary of Significant Accounting Policies

Horry County, (the "County") a political subdivision of the State of South Carolina, was incorporated in the year 1801. Horry County is located in the northeastern coastal area of South Carolina. It is bounded on the north by the North Carolina state line, east by the Atlantic Ocean, west by Dillon and Marion Counties of South Carolina, and south by Georgetown County, South Carolina. The County seat and administrative offices are located in the city of Conway, South Carolina.

The County operates under a Council-Administrator form of government and is governed by a chairman and eleven council members.

The financial statements of the County have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Government Accounting Standards Board (GASB) is the primary standard-setting body for governmental accounting and financial reporting principles.

These financial statements include the implementation GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, as of July 1, 2001. GASB Statement No. 34 established new financial reporting requirements for governments and caused the County to restructure much of the information that it presented in the past. Specifically, the Statement established specific standards for the basic financial statements, management's discussion and analysis (MD&A), and certain required supplementary information (RSI) other than the MD&A. In addition, the Statement requires the County to retroactively report its general capital assets, including infrastructure capital assets, in its government-wide statement of net assets, and report depreciation expense on all depreciable capital assets in the statement of activities. The Statement also required the County's general long-term indebtedness to be reported in its government-wide statement of net assets.

The County's more significant accounting policies are described below:

A. Reporting Entity

Using the criteria of GASB Statement No. 14, *The Financial Reporting Entity*, and GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units,* the basic financial statements of the County present the reporting entity of the County that consists of the primary government and those organizations for which the primary government is financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion could cause the County's financial statements to be misleading or incomplete.

Financial accountability involves either appointments of a voting majority of the separate organization's board and either a) the ability to impose will by the primary government, or b) the possibility that the separate organization will provide a financial benefit to or impose a financial burden on the primary government. "Blended" component units are separate entities that are, substantially, part of the primary government's operations and are combined with financial data of the primary government. "Discretely presented" component units, on the other hand, are reported in separate columns in the government-wide financial statements to indicate that they are not as closely related to the operations of the primary government. A summary of the County's blended and discretely presented component units follows:

Note 1. Summary of Significant Accounting Policies (continued)

A. Reporting Entity (continued)

Blended Component Units

For the year ended June 30, 2010, the County had a blended component unit, Horry County Public Facilities Corporation (the "Corporation"). The Corporation is governed by a board comprised of the County Council. The Corporation entered into a $1.3 million capital lease agreement for the construction and lease of building cooling equipment to the County. Proceeds of the capital lease were recorded by the County as other financing sources in the Capital Projects Fund with debt service requirements reflected in the County's General Debt Service Fund. The corporation does not issue separate financial statements.

Discretely Presented Component Units

The County has two discretely presented component units and both have a June 30 fiscal year end.

The Shoreline Behavioral Health Services (formerly known as Horry County Commission on Alcohol and Drug Abuse) (SBHS) is responsible for the coordination of all substance abuse prevention, intervention, treatment, and educational programs within Horry County Council's jurisdiction. County Council is responsible for the appointment of all members of SBHS's governing board and fiscal control.

The Horry County Solid Waste Authority (HCSWA) was created by Horry County Council to develop and implement a solid waste disposal and resource recovery/recycling system for the County. The HCSWA is governed by a board appointed by the County Council. The County Administrator serves as an ex-officio member of that board. Approval of all debt issuances and the legal liability for HCSWA operations remains with the County.

Complete financial statements for SBHS and HCSWA may be obtained at their respective administrative offices:

Shoreline Behavioral Health Services
2404 Wise Road
Conway, South Carolina 29526

Horry County Solid Waste Authority
1886 Highway 90
Conway, South Carolina 29526

Note 1. Summary of Significant Accounting Policies (continued)

B. Basis of Presentation

Government-Wide and Fund Financial Statements

Government-Wide Financial Statements - The Government-Wide financial statements consist of a statement of net assets and a statement of activities and reports information on all of the non-fiduciary activities of the government as a whole. Separate columns are used to distinguish between the County's governmental and business-type activities and discretely presented component units. Governmental activities are generally those activities financed by taxes, intergovernmental revenues, and other non-exchange revenues. These activities are usually reported in governmental funds and internal service funds. Business-type activities are those activities which are financed in whole or in part by user fees charged to external parties for goods and services. These activities are usually reported in enterprise funds. The primary government is reported separately from certain legally separate component units. At June 30, 2010, the County's component units were Shoreline Behavioral Health Services and the Horry County Solid Waste Authority.

The statement of net assets reports all financial and capital resources of the County and reports the difference between assets and liabilities as "net assets", not fund balance or equity. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues and reflects the "net (expenses) revenue" of the County's individual functions before applying "general" revenues. Eliminations have been made to minimize the double-counting of internal activities.

Direct expenses are those that are clearly identifiable with a specific function or segment. Certain indirect costs are included in the program expense reported for individual functions and activities. Program revenues are derived directly from the program itself or from parties outside the reporting government's taxpayers or citizenry, and thus reducing the net cost of the function to be financed from the government's general revenues. Such revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments that are restricted to meeting the operational or capital requirements of a particular function or segment. Internally dedicated resources are reported as general revenues rather than as program revenues. All revenues are general revenues unless they are required to be reported as program revenues.

Fund Financial Statements - Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of governmental and enterprise fund financial statements is on major funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements, with non-major funds being aggregated and displayed in a single column displayed as "other".

The County reports the following major governmental funds: General Fund, Hospitality 1.5% Fund, General Improvement Capital Projects, Capital Projects Sales Tax, and RIDE Program Debt Service Fund. The County reports the following 'major' proprietary fund: Department of Airports.

A schedule of "other" non-major funds is presented separately as part of Other Financial Information. Because of the basis of accounting and reporting differences, summary reconciliations to the government-wide financial statements are presented at the end of each applicable fund financial statement.

Note 1. Summary of Significant Accounting Policies (continued)

B. Basis of Presentation (continued)

A summary of fund financial statement types follows:

Governmental Fund Types

General Fund - The General Fund is the main operating fund of the County and is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally or donor restricted to expenditures for specified purposes. Special revenue funds consists of the following: Fire, Accommodations Tax, Waste Management Recycling, Watersheds, Mt. Gilead, Socastee Recreation, Road Maintenance & CTC, Beach Nourishment, Grants, Admissions Tax, Hospitality Fee 1.0%, Victim Witness Assistance, Senior Citizen, Baseball Stadium, Arcadian Shores, CDBG Grant Program, Stormwater Management, GIS/IT, B&C Multi-County Business Park, E-911, Local Atax, Recreation, and Industrial Parks. Hospitality 1.5% Fee Fund, a major special revenue fund, accounts for revenue derived from countywide fees on sale of prepared food, car rentals, admissions and accommodations. These funds are earmarked for road construction-RIDE Projects.

Capital Projects Funds - Capital projects funds are used to account for financial resources used for the acquisition or construction of major capital facilities and equipment (other than those financed by the proprietary funds). Capital projects funds consist of the General Improvement and the Capital Projects Sales Tax Fund, which are major funds and the Capital Projects Developer Contributions Fund. The Capital Projects Sales Tax fund accounts for the one cent increase in sales tax legally restricted for infrastructure improvements and the Capital Projects Developer Contributions accounts for the donations made by developers for specific land improvements or other designated capital uses.

Debt Service Funds - Debt service funds account for the accumulation of financial resources for the payment of interest and principal on certain general long-term debt of the County, other than debt service payments financed by proprietary fund types. Debt service funds consist of the following: General Debt, Higher Education, Horry-Georgetown TECH (TECH), and Special Obligation Debt. The RIDE Program Fund, a major debt service fund, 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.

Proprietary Fund Types

Enterprise Funds - Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises--where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The Department of Airports Fund, a major Enterprise Fund, accounts for revenue and expenses for the operations of the Conway, Loris and Grand Strand general aviation airports, and the Myrtle Beach International Airport.

Note 1. Summary of Significant Accounting Policies (continued)

B. Basis of Presentation (continued)

Internal Service Fund - Internal Service Funds are used to account for operations that provide goods and services to other departments or agencies of the primary government, or to other governments, on a cost-reimbursement basis. The only internal service fund is Fleet Services**.** The Fleet Service Fund accounts for the maintenance and service of all County vehicles including heavy and light equipment.

Fiduciary Fund Type

Agency Funds - Agency funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and for other funds. Agency Funds are custodial in nature (assets equal liabilities), do not involve measurement of results of operations, and consist primarily of property taxes and other revenues collected, temporarily retained and distributed by the County Treasurer to other governments in accordance with state of South Carolina Statutes.

Discretely Presented Component Units - For the government-wide financial statements, the accounts of the discretely presented component units SBHS and HCSWA are presented under the basis of accounting as an enterprise fund, as described above.

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements.

Under GASB Statement No. 34, the government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Agency funds, which are the only fiduciary funds of the County, do not have a measurement focus. As a general rule, revenues and expenses are recorded when transactions occur, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor have been met. Additionally, the effects of interfund activities are eliminated from the government-wide financial statements, except for amounts due between the County's governmental activities and business-type activities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be identified and "available" means collectible within the current period or soon enough thereafter (generally not to exceed 60 days) to be used to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Note 1. Summary of Significant Accounting Policies (continued)

C. Measurement Focus and Basis of Accounting (continued)

Those revenues susceptible to accrual are property taxes, charges for services, and hospitality fees. Revenues from state and federal grants are recorded when expenditures are incurred. Entitlements and shared revenues are recognized at the time of receipt or earlier if the susceptible to accrual criteria is met. Interest revenue is considered available when earned. Major revenues that are determined not to be susceptible to accrual because they are either not available soon enough to pay liabilities of the current period or are not objectively measurable include fees and fines (except hospitality fees), licenses and permits.

Deferred revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenue also arises when resources are received by the County before it has a legal claim to them, as when grant money is received prior to the occurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

All proprietary funds and the discretely presented component units are accounted for on a flow of economic resources measurement focus. Under this method, the accrual basis of accounting is utilized, revenues are recognized when earned and expenses are recorded at the time liabilities are incurred. All assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenue) and decreases (i.e., expenses) in net assets by distinguishing operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds and internal services funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

As permitted under GAAP, the County has elected not to apply Financial Accounting Standards Board (FASB) Statements and Interpretations issued after November 30, 1989 for its enterprise funds and discretely presented component units.

The County's fiduciary fund type consists of only agency funds, which are custodial in nature and do not involve measurement of results of operations. Agency funds use the same basis of accounting as proprietary fund types, accrual basis of accounting.

Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the balance sheet date, and reported amounts of revenues and expenses during the reporting period. Estimates are used to determine depreciation and amortization expense, the allowance for doubtful accounts, signatory airline rebates, and certain claims and judgment liabilities (e.g., rebatable arbitrage), among other accounts. Actual results could differ from those estimates.

Note 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses

Cash Equivalents and Pooled Cash and Investments

In March 2003, the GASB issued its Statement No. 40, *Deposit and Investment Risk Disclosures, an amendment of GASB Statement No. 3*. The Statement requires specific disclosures for credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. It also modifies GASB Statement No. 3 by limiting the required disclosure of custodial credit risk to “category 3” deposits and investments. This Statement was implemented by Horry County for the year ended June 30, 2005.

Cash includes currency on hand, demand deposits with financial institutions and other accounts that have the general characteristics of demand deposits, in that, additional funds may be deposited any time and withdrawn without prior notice or penalty.

The County pools the cash of substantially all funds into an internal cash and investment pool that is available for use by all funds with the exception of the school district portion of the agency fund which has its own cash and investment pool, and where legal restrictions prohibit the commingling of funds. Allocation of interest earned is made to each fund based on pro rata equity. Each individual fund's portion of the pool is displayed on the combined balance sheet as "pooled cash and investments".

The County's Department of Airports Enterprise Fund and the discretely presented component units, SBHS and HCSWA, maintain separate cash and investment accounts, generally in the form of cash in-the bank, certificates of deposit, and repurchase agreements.

For purposes of the statement of cash flows for the proprietary fund, cash equivalents are deposit accounts (including restricted assets other than deposits with other agencies) with an original maturity of three months or less from date of purchase, and other short-term highly liquid investments that are readily convertible to known amounts of cash.

Investments
Investments are stated at fair value, with accrued interest shown under a separate caption on the financial statements. Reinvested interest on certain debt service and capital projects investments is included in the investment accounts. At June 30, 2010, the fair value of the County's investments approximated cost.

Receivables and Allowance for Doubtful Accounts
Accounts receivable are stated net of their allowance for uncollectible amounts. Receivables in governmental funds include revenue accruals that are recognized when they become measurable and available as previously defined.

Property taxes receivable represents delinquent and unpaid real and personal property taxes billings (five years for vehicle personal property taxes and ten years for all other property taxes), less an allowance for amounts estimated to be uncollectible.

Note. 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses (continued)

Due from Other Governments
Receivables from State, Federal, or other local governmental agencies are recorded as revenue for the period of the allocation or as earned based on expenditures made for which reimbursement is due.

Inventories and Prepaid Items
Inventories are valued at cost using the first-in, first-out method for the primary government and the discretely presented component unit, SBHS, and the average cost method for the discretely presented component unit, HCSWA.

Inventories in the general fund consist of tile used for subsurface drains and gift shop items at the Horry County Museum and at the L. W. Paul Living History Farm. The cost of the inventory item is recorded as an expenditure at the time the items are consumed. Inventories in the Road Maintenance/CTC Special Revenue fund are construction materials held for construction. Inventories in the Department of Airports Enterprise Fund consist of supplies, parts and aviation fuel held for resale. Inventories in the Internal Service fund consist of parts for servicing vehicles and equipment.

Inventories of the discretely presented component unit, SBHS, consist of expendable supplies held for consumption. Inventories of the discretely presented component unit, HCSWA, consist of expendable office supplies held for consumption and bags provided to the public for use and separation of recyclable materials.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Reported inventories and prepaid items in the governmental fund types are equally offset by a fund balance reserve, which indicates that they do not constitute "available expendable resources" even though they are a component of net current assets.

Interfund Receivables and Payables
Short-term advances between funds are accounted for in the appropriate interfund receivable and payable accounts. Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditure or expense (transfers out) in the reimbursing fund and as reductions of the expenditure or expense (transfers in) in the fund that is reimbursed.

Restricted Assets
Restricted assets include monies or other resources, the use of which is restricted by legal or contractual requirements. In the enterprise fund, restricted assets arise from certain bond, contract ordinances, or grant agreements and consist of certain bond debt service and reserve accounts, and receivables associated with Passenger Facility Charges (PFC's) and Contract Facility Charges (CFC's). Restricted assets of the discretely presented component unit, HCSWA, represent funding for the implementation of a waste tire management program.

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

Note 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses (continued)

Capital Assets and Depreciation

Capital assets, which include land, buildings, improvements, machinery and equipment, construction in progress and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets used in the operations of governmental funds and are not specifically related to activities reported in proprietary or fiduciary funds, have been reported as assets in the governmental activities column of the government-wide financial statements. Capital assets are defined by the County as those assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of two years. The County has chosen the modified approach of accounting for infrastructure under GASB Statement No. 34. Under the modified approach, infrastructure is treated as an inexhaustible capital asset, thereby eliminating the need for depreciation accounting. The County must demonstrate that they are maintaining networks or subsystems of infrastructure assets at a selected condition level to qualify to use the modified approach.

All capital assets are valued at historical cost if purchased or constructed, or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair value on the date donated. The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend asset lives are not capitalized. Public domain (infrastructure) capital assets (e.g., roads, bridges, sidewalks and other assets that are immovable and of value only to the government) have been capitalized using actual and estimated historical costs of major general infrastructure assets that were acquired or significantly reconstructed, or that received significant improvements in fiscal years ending after June 30, 1980.

Depreciation of all exhaustible capital assets has been provided using the straight-line method over the estimated useful lives of the respective assets ranging as follows: land improvements and easements, 20-40 years; buildings, 10-40 years; runways and taxiways, 40 years; and equipment, 3-15 years.

The County's discretely presented component units' capital assets are stated at cost less accumulated depreciation. Depreciation of HCSWA's Subtitle D landfill is calculated based on the percent of the landfill's capacity used times the cost basis.

Intangible Assets & Amortization

Intangible assets lack physical substance, are nonfinancial in nature, and have an initial useful life extending beyond a single reporting period. Intangible assets may include easements, internally generated computer software, water rights, timber rights, patents, copyrights and trademarks and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. External and internal expenditures such as development, implementation and testing is included as part of the asset.

Under GASB Statement No. 51, intangible assets not yet placed in service are reported as construction in progress. Expenditures associated with an intangible asset are capitalized when placed into operation and the existing guidance for depreciating capital assets applies to amortizing intangible assets with finite lives. The amortization period and method is reviewed at least annually. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset is accounted for by changing the amortization period or method, as appropriate, and are treated as changes in accounting estimates. As of June 30, 2010, the County's value of copyrights was $20,000.

Note 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses (continued)

Capitalization of Interest
Interest incurred during the construction phase of proprietary fund capital assets is reflected in the capitalized value of the asset being constructed, net of interest earned on the invested proceeds over the same period. With regard to assets acquired with tax-exempt debt, the amount of interest to be capitalized is calculated by offsetting interest expense on the tax-exempt debt with interest earned on invested proceeds from the date of the borrowing until completion of the project. With regard to assets not acquired with tax-exempt debt, the amount of interest to be capitalized is the product of the average accumulated expenditures during the year for such assets and the weighted average interest rate on borrowings and is limited to the sum of interest expense on the tax-exempt debt not previously capitalized and all other interest expense. Interest is not capitalized on assets acquired or constructed with gifts and grants (contributed capital) that are restricted by the donor or grantor to acquisition of those assets to the extent that funds are available from such grants and gifts. During the year ended June 30, 2010, there were no material capitalized interest costs incurred.

Deferred Charges (Bond Issuance Costs)
Bond issuance costs including bond premiums and discounts are deferred and amortized over the life of the related bond issue using the straight-line method. In the fund financial statements, governmental fund types recognize bond premium and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources.

Compensated Absences
The government-wide and proprietary fund financial statements record an expense and a liability when employees earn compensated absence credits. Governmental fund financial statements record a liability for compensated absences payable at June 30 only if the liability has matured but has not yet been paid at that date (for example, as a result of employee resignations and retirements).

Long-term Obligations
In the government-wide financial statements and the 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. Long-term debt represents unmatured principal of general and special obligation and revenue bond indebtedness. Other long-term obligations represent outstanding net present value portions due on capital lease obligations, long-term contracts using actual or imputed interest rates and long-term portions of claims or judgments including rebatable arbitrage. Liabilities arising from interfund activities do not constitute general long-term liabilities.

Part of the County's long-term obligations is its Road Improvement and Development Effort (RIDE) program. This obligation represents borrowings by the County from the State of South Carolina for the purpose of constructing and improving state roads. Since these roads are property of the State and are capitalized in the State's basic financial statements, these RIDE obligations are recorded as public works expenses as incurred. The County has determined that these roads are not assets of the County. These obligations are funded by a special 1.5% hospitality fee passed into law by the County to fund these improvements. See Notes 8 and 17 for further discussion.

Note 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses (continued)

Net Assets and Fund Balances
In the government-wide financial statements, the difference between the County's total assets and total liabilities represents net assets. Net assets for both the governmental and business-type activities displays three components - invested in capital assets, net of related debt; restricted (distinguished between major categories of restrictions); and unrestricted. Unrestricted net assets represent the net assets available for future operations.

In the fund financial statements, governmental funds report reservations or designations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose or have already been committed.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Designated fund balances represent tentative plans by management for future use of available financial resources.

Non-exchange Transactions, Contributed Capital and Transfers
Pursuant to GASB Statement No. 33 *Accounting and Financial Reporting for Non-Exchange Transactions,* deeded properties and Federal, state and local government assistance in the form of non-operating grants that are permanent in nature and restricted for the construction or acquisition of specific property and equipment have been recorded after non-operating revenue as required by GASB Statement No. 34.

Grants and fees that are considered program-related are recognized as operating revenue. The Department of Airports Enterprise Fund is a recipient of certain Federal Aviation Administration (FAA) Airport Improvement Program (AIP) grants. These capital cost-reimbursed grants have been recognized as non-operating capital contributions.

Passenger Facility Charges
Passenger Facility Charges ("PFC'S") collected pursuant to Federal Aviation Administration (FAA) regulations from enplaned passengers via airlines' remittances are restricted for future construction, capitalization, and related debt services of the Airport as approved by the FAA.

Contract Facility Charges
Contract Facility Charges ("CFC'S") collected pursuant to certain agreements on automobile rentals, are restricted for debt service and future construction projects related to automobile rental tenants.

Lease Accounting
The revenue from terminal building space rentals and other leased sites is accounted for under the operating lease method. Base monthly rentals are computed on the square footage occupied by the tenant times the rent per square foot, which varies with each tenant. Tenant leases are normally for periods of three to five years with options to renew; however, lease terms provide for early termination by either party with a 30-day notification. Annual rent increases are primarily based on annual increases in the Consumer Price Index, where applicable.

Note 1. Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses (continued)

In addition, lease revenues from airlines are based on certain compensatory "signatory" and "non-signatory" airline lease and use agreements which are subject to annual rate negotiations. Lease costs, if material, are deferred and amortized over the life of the lease. There were no material lease costs for the year ended June 30, 2010.

Property Taxes
The County assesses and levies property taxes in accordance with applicable laws of the State of South Carolina. Real property and personal property owned and used in the County, except that which is exempt from taxation under the Constitution and Laws of the State, is subject to taxation. An annual ordinance establishing the millage rate associated with the levy is adopted each year as a part of the budget process.

Real property and all personal property other than vehicles are assessed for property tax purposes as of December 31 of each year. The basis for value of taxable real property within the County is taken from the records of the County Assessor. Taxes are levied by the County Auditor as of January 1, billed in October, and are due by January 15 in the year following their levy. Tax billings are considered delinquent 166 days after the first billing date, at which time the applicable property is subject to lien, and interest and penalties are assessed.

New vehicle property taxes are assessed and levied by the County Auditor within 120 days of the registration date of the vehicle and payment is due upon receipt of the property tax notice. Other vehicle property taxes are assessed and levied in the month the vehicle is scheduled for license renewal with the South Carolina Department of Transportation and payment is due before the end of the month of the scheduled renewal.

County property tax revenues are recognized at the time of levy for the budget period to which they apply. Delinquent and unpaid property taxes are reported as receivables, less amounts estimated to be uncollectible.

Cost Allocation - Indirect
The County records interdepartmental cost allocations designed to redistribute general fund operating expenditures to other governmental and proprietary funds. These allocations are based upon cost allocation plans prepared in accordance with United States Office of Management and Budget requirements and include an estimate of allocable costs based upon the cost allocation plan.

Future Landfill Closure and Postclosure Care Costs
In accordance with GASB Statement No. 18, *Accounting For Municipal Solid Waste Landfill Closure and Postclosure Care Costs*, the discretely presented component unit, HCSWA, recognizes expenses for landfill closure and postclosure care costs over the life of the landfill's operation in proportion to the usage of the landfill's total capacity. Federal and state regulations related to landfill closure procedures are comprehensive and require postclosure care and monitoring for a period extending thirty (30) years after closure.

Note 1. Summary of Significant Accounting Policies (continued)

E. Reclassification

Certain items in the prior year have been reclassified to conform with the current year presentation.

F. Subsequent events

In preparing these financial statements, the County has evaluated events and transactions for potential recognition or disclosure through November 24, 2010, the date the financial statements were available to be issued.

Note 2. Stewardship, Compliance and Accountability

A. Budgets and Budgetary Accounting

Annual appropriated legal-based budgets are adopted by County Council for governmental fund types including the general, and certain special revenue, debt service, and capital projects funds. Budgetary comparisons to actual of the general fund and the one major special revenue fund are presented as Required Supplementary Information. Additionally, budgetary controls are maintained for certain proprietary fund types. For example, annual operating and capital budgets are prepared for the Department of Airports and Fleet Services for fiscal year ended June 30, 2010, which were approved and adopted by County Council. However, budgetary comparisons to actual for proprietary fund types are not required to be presented in the accompanying basic financial statements.

Prior to July 1 of each year, the budget is legally enacted by the passage of an ordinance. The ordained budget includes proposed expenditures and the means of financing them. The County's budget serves as an approved plan to facilitate financial control and operational evaluation. Additional budget appropriations must be approved by County Council at the fund level of expenditures.

The County Administrator is authorized to transfer budgeted amounts between departments when deemed necessary and upon request from the department head. Total expenditures in any one of the governmental fund types may exceed the original ordained budgeted amount for that fund without prior amendment by County Council. Accordingly, formal budgetary integration is employed at the fund-level as a management control device during the year.

At fiscal year end, June 30, 2010, any funds budgeted for capital projects which have not been completed and said funds have not been budgeted to other capital projects, road maintenance fees and funds budgeted for the local road improvement accounts, which have not been expended, funds budgeted for the one penny sales tax capital road plan that have not been expended, other County Council road improvement, parks maintenance and recreation funds which have not been expended, grant funds or donations which have not been expended, stormwater management funds budgeted for capital projects, funds budgeted for site improvements at the recycle centers which have not been expended, chemicals and contract spraying which have not been expended, funds for Maintenance capital equipment and Life Cycle Program which have not been expended, funds for County Council expense accounts which have not been expended, funds for Recreation capital improvements and programs which have not been expended, funds for capital items authorized by purchase order but not received, accommodations tax funds approved by the

Note 2. Stewardship, Compliance and Accountability (continued)

A. Budgets and Budgetary Accounting (continued)

Accommodations Tax Committee and County Council which have not been expended, shall reflect as a designation of fund balance in the Comprehensive Annual Financial Report and shall be brought forward in the fiscal year 2011 as budgeted fund balance and not represented in the approved revenue and expenditure budget amounts. This automatic re-budgeting shall not require a supplemental budget ordinance and shall be limited to the amount available above the required fund balance for the previous fiscal year.

B. Encumbrances

Under encumbrance accounting, outstanding purchase orders, contracts, and other commitments for unperformed contracts and goods and services are recorded in order to reserve that portion of the applicable appropriation in the governmental fund types. At year-end, encumbrances are carried forward and are reported as reservations of fund balances. Certain of the encumbrances will be satisfied by the subsequent receipt of grants or entitlements.

Note 3. Deposits and Investments

State Statute authorizes the County to invest in (1) obligations of the United States and agencies thereof; (2) general obligations of the State of South Carolina or any of its political units provided such obligations are rated as an "A" or better by Moody's Investors Service, Inc. and Standard and Poor's Corporation or their respective successors; (3) interest bearing accounts in financial institutions to the extent that the same are insured by an agency of the Federal government; (4) certificates of deposit where the certificates are collaterally secured by securities of the type described above, held by a third party as escrow agent or custodian, of a market value not less than the amount of the certificates of deposit so secured, including interest, provided, however, such collateral shall not be required to the extent the same are insured by an agency of the Federal Government; (5) or deposit accounts with banking institutions insured and secured in the same manner. The Statutes provide that all authorized investments shall have maturities consistent with the time or times when the invested monies will be needed in cash.

a. Deposits

Custodial Credit Risk

Custodial credit risk for deposits is risk that in the event of a depository financial institution's failure, the County will not be able to recover insurance or collateral securities that are in the possession of an outside party. Deposits include cash and cash equivalents on deposit in banks and non-negotiable certificates of deposit. All deposits under the control of the County Treasurer are fully insured or collateralized. As of June 30, 2010, reported amount of the primary government's deposits was $559 million and the bank balance was $564 million. Of the $564 million bank balance exposed to custodial credit risk, $53.1 million was covered by federal depository insurance, and $510.9 million was collateralized with securities held by the counterparty's trust department, line of credit, or agent in the County's name.

Note 3. Deposits and Investments (continued)

b. Investments

Investment Policy

All of the County's investments are presented at fair value, which approximates cost. Securities are valued at the last reported sales price as provided by an independent pricing service. Investment income consists of realized and unrealized appreciation (depreciation) in the fair value of investments and interest income earned.

Investments consisted of the following at June 30, 2010:

	Maturities	Credit Rating	Fair Value	% of Total Investments
Government Backed Securities	<1 year	Not Rated	$ 52,214,710	87.66%
Repurchase Agreements	<1 year	AAAm	$ 116	.01%
Repurchase Agreements	<1 year	Not Rated	$ 1,565,553	2.63%
Repurchase Agreements	<1 year	AAA	$ 5,776,908	9.70%
			$ 59,557,287	

Custodial Credit Risk

Custodial credit risk for investments is the risk that in the event of a failure of the counterparty to a transaction, the County will not be able to recover the value of investments or collateral securities that are in possession of an outside party. The primary government's repurchase agreements are fully collateralized with U.S. Government Securities. The County's policy with respect to custodial credit risk is that all of the County's investments must be insured or collateralized.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations to the County. The County's credit risk policy to mitigate the potential for loss of principal is to purchase only high investment grade fixed-income securities. The County's repurchase agreements are fully collateralized by U.S. Government Securities and are not subject to credit risk. The County's respective investment credit quality ratings are as noted above.

Interest Rate Risk

Interest rate risk is the risk that changes in the interest rates will adversely affect the fair value of an investment. All of the County's investments have maturity terms less than 1 year which mitigates interest rate fluctuations. The County's respective maturity dates are as noted above. The County does not have a policy with respect to interest rate risk.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investments in a single issuer. The County does not have a policy for reducing this risk to any single issuer. As of June 30, 2010, the County had 21.32% of its investments invested with The Bank of New York and 78.68% of its investments invested with U.S. Bank.

Note 3. Deposits and Investments (continued)

The County does not invest in foreign securities or have transactions with foreign currency, and as a result does not have a policy for foreign currency risk.

Component Units

HCSWA:

A. Deposits

At June 30, 2010, the carrying amount of the HCSWA's total cash deposits, including certificates of deposit, was $28,628,980 with corresponding bank balances of $28,676,839. Of that balance, $1,250,000 was covered by federal depository insurance and $27,426,839 was collateralized with securities held by the pledging financial institutions' trust department in the HCSWA's name. At year end, petty cash on hand totaled $1,500.

Custodial credit risk is the risk that in the event of a bank failure, the HCSWA's deposits may not be returned to it. The HCSWA's deposit policy for custodial credit risk requires all deposits in excess of federal depository insurance to be collateralized with securities held by the pledging financial institution's trust department in the HCSWA's name.

B. Investments

Investments are stated at fair value. Changes in the fair value of investments are included as a component of investment income. The HCSWA uses quoted market prices to determine the fair value of investments.

In accordance with formal resolutions of the HCSWA's Board of Directors, cash, cash equivalents and investments have been designated for the following purposes at June 30, 2010 and are not considered to be available to pay for operating expenses:

Landfill Closure Costs	$ 7,915,951
Landfill Postclosure Care Costs	9,174,656
Equipment Replacement	4,535,355
Construction	1,893,386
	$ 23,519,348

SBHS:

A. Deposits

It is the Commission's policy for deposits to be fully secured by collateral valued at market or par, whichever is lower, less the amount of Federal Deposit Insurance Corporation Insurance.

At June 30, 2010, the carrying amount of SBHS's deposits was $214,199, with corresponding bank balances of $236,957. The entire amount is insured or collateralized with securities held by SBHS or by its agent in SBHS's name.

Note 3. Deposits and Investments (continued)

B. Investments

SBHS does not have policies with respect to credit rate risk, interest rate risk, concentration of credit risk or foreign currency risk. At June 30, 2010, SBHS's investments, with a carrying and fair value of $4, were in repurchase agreements and were collateralized with securities held by the counterparty, or its trust department or agent but not in the SBHS's name.

A reconciliation of deposits and investments to cash and cash equivalents shown on the government-wide, fiduciary financial statements and discretely presented component units (SBHS and HCSWA) is as follows:

	(amounts shown in thousands)				
	Primary Government	**Fiduciary Fund Agency**	**Total**	**Discretely Presented Component Units**	
				SBHS	**HCSWA**
Cash on hand	$ 21	$ -	$ 21	$ -	$ 1
Carrying amount of deposits	381,983	177,660	559,643	214	28,629
Carrying amount of investments	50,901	8,656	59,557	-	1
Totals	$ 432,905	$ 186,316	$ 619,221	$ 214	$ 28,631
Cash and cash equivalents	$ 30,598	$ 8,656	$ 39,254	$ 214	$ 7,400
Pooled cash and investments	313,242	177,660	490,902	-	-
Investments	22,420	-	22,420	-	21,231
Funds held in trust - restricted	472	-	472	-	-
Cash and cash equivalents -restricted	1,690	-	1,690	-	-
Investments-restricted	28,481	-	28,481	-	-
Funds held in trust - restricted	36,002	-	36,002	-	-
Totals	$ 432,905	$ 186,316	$ 619,221	$ 214	$ 28,631

Note 4. Receivables

Receivables for the primary government, including applicable allowances for uncollectible accounts, at June 30, 2010, are as follows:

	(amounts shown in thousands)		
		Business-type Activity	
	Government Activities	**Department of Airports**	**Totals**
Property taxes	$ 17,760	$ -	$ 17,760
Less, allowance for uncollectibles and amounts not available for current period	(9,831)	-	(9,831)
Net property taxes	7,929	-	7,929
Accounts and other	17,726	988	18,714
E911 fees	67	-	67
Hospitality 1.5% fees	4,280	-	4,280
Stormwater fees	303	-	303
Less, allowance for uncollectibles	(10,934)	(294)	(11,228)
	11,442	694	12,136
Net receivables	$ 19,371	$ 694	$ 20,065

Property taxes receivable include delinquent and unpaid taxes, penalties and interest, if applicable, and is reported in the accompanying financial statements of the primary government net of that portion not available for current year budget appropriations as levied.

Accounts receivable include amounts owed to the County as a result of magistrates court, clerk of court fines and assessments, and billings relating to emergency medical transportation.

Receivables at June 30, 2010 for the discretely presented component unit HCSWA totaled $1,171,537 and included amounts from trade accounts receivable, amounts due from other governments, interest and allowance for doubtful accounts.

Receivables at June 30, 2010 for the discretely presented component unit SBHS totaled $375,941 and included amounts from client accounts receivable, returned checks, employee receivables, and allowance for doubtful accounts.

Note 5. Interfund Receivables and Payables

In the government-wide statement of net assets, interfund receivables and payables (internal balances) between governmental activities and Business-type activities have been eliminated. In the governmental and proprietary funds financial statements, short-term interfund receivables and payables at June 30, 2010 were as follows:

	(amounts shown in thousands)	
	Interfund Receivable	**Interfund Payable**
General Fund	$ 2,090	$ 53
Major Special Revenue Fund- 1.5% Hospitality Fees	-	6,461
Major Debt Service Fund- Ride	6,440	-
Nonmajor Funds:		
Accommodations Tax	10	70
Socastee Recreation	-	26
Road Maintenance	539	-
Beach Renourishment	42	483
Hospitality 1%	-	593
Victim Witness	-	105
Arcadian Shores	-	290
CDBG Grant Program	-	87
Industrial Parks	-	500
Special Revenue Debt	-	2
Local Atax	-	109
Total Nonmajor Funds	591	2,265
Enterprise Funds:		
Department of Airports	500	842
Total Enterprise Funds:	500	842
	$ 9,621	$ 9,621

Amounts due between primary governments and component units were as follows:

	Interfund Receivable	**Interfund Payable**
Primary government:		
General Fund	$ -	$ 86
Waste Management Recycling Fund	-	491
Stormwater		1
Component units:		
SHBS	86	-
HCSWA	492	-
	$ 578	$ 578

The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods or services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

Note 5. Interfund Receivables and Payables (continued)

The following table summarizes interfund transfers during the year ended June 30, 2010:

(amounts shown in thousands)

Transfers to	Transfers from: General Fund	Hospitality 1.5% Fund	Capital Projects Fund	Non-major Governmental Funds	Total
General Fund	$ -	$ 276	$ 281	$ 3,233	$ 3,790
Fire	-	-	-	82	82
Capital Projects	3,817	-	-	1,542	5,359
Beach Renourishment	144	-	-	167	311
Victim Witness	135	-	-	-	135
Recreation	7	-	-	111	118
Road Maintenance	-	-	-	2,793	2,793
Grants	13	-	105	254	372
Ride Program	-	27,798	-	199	27,997
Debt Service	-	-	-	2,235	2,235
Baseball Stadium	-	-	-	93	93
Stormwater	480	-	-	-	480
Special Revenue Debt	-	-	-	1,338	1,338
Total	$ 4,596	$ 28,074	$ 386	$ 12,047	$ 45,103

Transfers are used to 1) move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, 2) move restricted amounts from the fund with the collection authorization to the appropriate fund recording the expenditures as they become due, 3) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations.

Note 6. Due From Other Governments

Amounts due from other governments for the primary governments at June 30, 2010 are as follows:

(amounts shown in thousands)

	Governmental Activities: General	Special Revenue	Capital Projects	Total	Business-type Activities: Department of Airports
State	$ 2,412	$ 2,539	$ 13,313	$ 18,264	$ -
City	-	-	-	-	23
Federal	226	1,316	-	1,542	1,372
Total	$ 2,638	$ 3,855	$ 13,313	$ 19,806	$ 1,395

Note 7. Capital Assets

A summary of the changes in capital assets during the year ended June 30, 2010 are as follows:

	(amounts shown in thousands)				
Governmental Activities	**Balance June 30, 2009**	**Additions**	**Deletions**	**Transfers**	**Balance June 30, 2010**
General Capital Assets					
Not subject to depreciation:					
Land and easements	$ 16,272	$ 3,358	$ -	$ -	$ 19,630
Intangible Assets	-	20	-	-	20
Infrastructure	409,279	12,158	(1,631)	-	419,807
	425,551	15,537	(1,631)	-	439,457
Construction-in-progress	51,040	49,261	(9,486)	-	90,815
Total capital assets not depreciated	476,591	64,798	(11,117)	-	530,272
Subject to depreciation:					
Land improvements	3,347	1,275	-	-	4,622
Buildings	117,532	7,873	-	(3)	125,405
Building improvements	14,094	1,676	-	-	15,770
Office furniture	9,524	1,119	(131)	12	10,512
Vehicles	4,509	1,020	(1,145)	18,601	4,384
Heavy equipment	30,070	929	(94)	(18,596)	30,905
Computer equipment	33,633	3,658	(386)	1	36,905
Other	2,997	278	(46)	(15)	3,229
Totals	215,706	17,828	(1,802)	-	231,732
Less, accumulated depreciation:					
Land improvements	(1,096)	(229)	-	-	(1,325)
Buildings	(36,059)	(3,954)	-	-	(40,013)
Building improvements	(2,572)	(524)	-	-	(3,096)
Office furniture	(5,432)	(1,704)	131	-	(7,005)
Vehicles	(3,024)	(1,681)	1,127	15,176	(3,578)
Heavy equipment	(21,360)	(886)	92	(15,176)	(22,154)
Computer equipment	(21,566)	(5,298)	359	-	(26,505)
Other	(2,224)	(280)	46	-	(2,458)
Totals	(93,333)	(14,556)	1,755	-	(106,134)
Net general capital assets	598,964	68,070	(11,164)	-	655,870
Internal Service Fund Capital Assets					
Machinery and equipment	12,908	1,829	(1,242)	-	13,495
Less, accumulated depreciation	(7,730)	(1,786)	1,160	-	(8,356)
Net internal service fund capital assets	5,178	43	(82)	-	5,139
Activities	$ 604,142	$ 68,113	$ (11,246)	$ -	$ 661,009

Note 7. Capital Assets (continued)

	(amounts shown in thousands)			
Business-type Activities	**Balance June 30, 2009**	**Additions**	**Retirements**	**Balance June 30, 2010**
Not subject to depreciation:				
Land and easements	$ 22,859	$ 74	$ -	$ 22,933
Infrastructure	9,182	-	-	9,182
	32,041	74	-	32,115
Construction in progress	9,958	22,032	(10,346)	21,644
Total capital assets not depreciated	41,999	22,106	(10,346)	53,759
Subject to depreciation:				
Buildings and improvements	50,257	5,575	(241)	55,591
Runways and taxiways	44,439	1,535	(273)	45,701
Machinery and equipment	12,747	1,652	(1,321)	13,078
Land improvements	6,668	1,657	(11)	8,314
Totals	114,111	10,419	(1,846)	122,684
Less accumulated depreciation:				
Buildings and improvements	(24,840)	(1,841)	172	(26,509)
Runways and taxiways	(22,346)	(1,768)	273	(23,841)
Machinery and equipment	(6,906)	(927)	1,036	(6,797)
Land improvements	(3,886)	(409)	11	(4,284)
Totals	(57,978)	(4,945)	1,492	(61,431)
Net capital assets - Business-type Activities	$ 98,132	$ 27,580	$ (10,700)	$ 115,012

Capital assets of the discretely presented component units, HCSWA and SBHS at June 30, 2010, are as follows:

	(amounts shown in thousands)	
Component Units	**SBHS**	**HCSWA**
Land	$ 138	$ 7,440
Subtitle D (Class 3) landfill	-	26,462
Buildings	1,455	11,105
Vehicles, machinery and equipment	139	14,357
Other improvements	-	4,859
Construction-in-progress	-	944
Totals	1,732	65,167
Less, accumulated depreciation:		
Subtitled D (Class 3) landfill	-	(18,708)
Buildings	(520)	(1,788)
Vehicles, machinery and equipment	(129)	(7,565)
Other improvements	-	(863)
Totals	(649)	(28,924)
Net capital assets - Component Units	$ 1,083	$ 36,243

Note 7. Capital Assets (continued)

Construction-in-progress amounts included above are as follows:

Governmental Activities	***(amounts shown in thousands)***
Jail Renovation	$ 48,585
CAMA Software	108
Animal Shelter Quarantine	27
Bucksport EMS Addition	9
Loris EMS Addition	5
Voter Registration & Election Complex	543
Road Improvements	38,378
Recreation	642
Horry County Museum	1,135
Fire Stations	67
Libraries	1,316
Total	$ 90,815

Estimated total costs to complete these projects approximates $46 million.

Business-type Activities: (Department of Airports)	***(amounts shown in thousands)***
TCEP	$ 9,642
Myrtle Beach ITAP	19
HWY-Land Purchase	15
ARFF Access/Service Road	2,336
MYR Wildlife Study	59
SPCC Spill Prevention	11
MYR General Aviation	1,012
ARFF Building Construction	479
MYR South Ramp Expansion	3,500
Airfield Guidance Signs/Redesignation	629
Construction Taxiway B-2	2,287
MYR-Ramp Rehab	185
Harrelson Blvd.	1,155
Loris Land Purchase	304
Other Capital Improvements	11
Total	$ 21,644

Estimated additional costs to complete these projects are estimated at $145.4 million.

Note 7. Capital Assets (continued)

Department of Airport Facilities

Prior to March 1993, the Airport used certain airfield facilities of the Myrtle Beach Air Force Base through a joint-use agreement, orginally executed in the mid 1970's, with the United States Air Force (USAF). Coincident with the excecution of the joint-use agreement, the Air Force and Horry County executed the Base Lease agreement which leased to the County the acreage on the air force base on which to operate the airport terminal. In March 1993, the base was officially closed and the joint-use agreement was terminated. At the time of closure, the Air Force extended the Base Lease agreement with the County to include the airfield facilities previously used by the airport in accordance with the joint use agreement.

The term of the Base Lease agreement was extended to December 31, 2028. The agreement called for the transfer of ownership of the property in fee simple to the County from USAF for the land and facilities at the end of the lease, but contemplated an earlier transfer based upon the USAF meeting certain criteria set forth in the agreement. The transfer of ownership was completed on June 17, 2003, and a fee simple deed to the property was recorded in the County's name in the Register of Deeds office of Horry County on that date. The property transferred excluded portions of Myrtle Beach International Airport (MBIA) property which are still undergoing environmental remediation and cleanup efforts by the United States Government.

With respect to the airfield, aprons, taxiways, drainage system, etc., associated with the USAF property conveyance, no historical or estimated values are available. Until such time that a fair market value can be established, a value of $1.00 has been recorded representing "Land" and "Navigation Easements". Buildings and structures are being specifically identified and recorded at fair value at the date of the gift.

Horry County Department of Airports is obligated by the Federal Aviation Administration to maintain a current Airport Layout Plan (ALP). In order to maintain a current ALP, the Department reviews and updates its Master Plan every five years. The Airport completed the updated ALP in fiscal year 2010.

Depreciation allocation

The amount of depreciation charged to each governmental function for the year ended June 30, 2010 is as follows: general government ($4,539,661); public safety ($7,812,414); Infrastructure and regulation ($1,312,890); culture and recreation ($813,287) and health and social services ($77,578). Capital assets held by the Internal Service Fund ($1,786,341).

Note 8. Long-Term Debt

Long-term debt at June 30, 2010, is comprised of general and special obligation bonds, revenue bonds, RIDE - Intergovernmental Loan Agreements (IGA), accumulated compensated absences liability, and long-term capital leases.

General Obligation (G.O.) bonds are issued to provide funds for the acquisition and construction of major capital facilities and equipment. G.O. bonds are direct obligations that pledge the full faith, credit and taxing power of the County. The South Carolina Constitution limits local government units borrowing power to eight percent of its assessed property values. The limitation excludes bonded indebtedness existing prior to December 1, 1997, (date of the Constitutional Amendment), certain special levies assessed on properties located in specific areas receiving special benefits, and other prescribed indebtedness approved by the voters.

Special Obligation bonds are issued to provide funds for the acquisition and construction of major capital facilities and equipment and are secured by the pledge of the 1.5% Hospitality Fees Special Revenue Fund revenues (Special Fund portion) of the County.

Revenue bonds are issued to provide funds for the acquisition and construction of major capital facilities and are secured by the pledge of specific net revenues of the County. Such revenue bonds are recorded in the Enterprise Funds.

The County has also entered into certain RIDE-IGA with the State of South Carolina Transportation Infrastructure Bank.

Special obligation bonds, revenue bonds, and RIDE-IGA Loans are limited obligations of the County and do not constitute the general obligations, or pledge of the faith, credit or taxing power of the County or any other political subdivision.

On September 1, 2005, the County issued $5,010,000 of General Obligation Refunding Bonds, Series 2005A (the “2005A Bonds”) with interest rates ranging from 3.000% to 3.580%. The net proceeds of the 2005A Bonds were placed in an irrevocable trust account and were issued to partially defease the 2000 General Obligation Bonds- Fire Protection, including payment of the prepayment penalty on the Bonds. The 2005A Bonds are payable through March 2015, and the full faith, credit and taxing power of the County are irrevocably pledged for the payment thereof. As a result of the transaction, the County reduced total debt service payments by $3,128,855 and realized an economic gain (difference between the present values of the old and new debt service payments) of $224,618. The outstanding principal balance of the 2005A Bonds at June 30, 2010 was $4.070 million.

The 2005A Bonds are not subject to redemption on or prior to March 1, 2016. The 2005A Bonds maturing on or after March 1, 2017, are subject to redemption at the option of the County on or after March 1, 2016, at any time as a whole or in part in such order of maturities as the County may determine, at par, together with the interest accrued thereon to the date fixed for redemption.

On September 1, 2005, the County issued $30,000,000 of General Obligation Refunding Bonds, Series 2005B (the “2005B Bonds”) with interest rates ranging from 3.500% to 4.125%. The net proceeds of the 2005B Bonds were placed in an irrevocable trust account and were issued to partially defease the 2000 General Obligation Bonds- Judicial Center, including payment of the prepayment penalty on the Bonds. The 2005B Bonds are payable through March 2022, and the full faith, credit and taxing power of the County are irrevocably pledged for the payment thereof. As a result of the transaction, the County reduced total debt service payments by $6,878,384 and realized an economic gain (difference between the present values of the old and new debt service payments) of $1,379,795.

Note 8. Long-Term Debt (continued)

On December 30, 2009, the County issued $5,040,000 of General Obligation Bonds, Series 2009A and $6,960,000 of General Obligation Bonds, Series 2009B (Federally Taxable – Build America Bonds – Direct Payment Bonds). The proceeds of the Series 2009A & Series 2009B Bonds will be used to provide funds for constructing and equipping library and various recreation facilities and the full faith, credit and taxing power of the County are irrevocably pledged for the payment thereof.

Beginning with March 1, 2010, the Series 2009A bonds requires semi-annual interest-only payments until March 1, 2011, when the Series 2009A bonds are payable semiannually in principal installments of $455,000 to $570,000 plus interest at 2.0% to 4.0% over ten years. The Series 2009B bonds provide for interest installments only for the first ten years of the life of the bonds. Beginning in fiscal year 2021, the Series 2009B bonds will be payable in principal installments of $595,000 to $815,000 plus interest at 4.75% to 5.75% over ten years. The Series 2009B bonds were issued under the guidelines provided in the American Recovery and Reinvestment Act ("ARRA") as Build American Bonds. The County, under the guidelines set forth in the ARRA, is eligible to apply for an interest subsidy payment from the United States Treasury for Build America Bonds of 35% of the interest payable on the bond. The subsidy payments have not been pledged to the payment of any Bonds and would be part of the County's general revenues.

The 2009A Bonds are not subject to redemption on or prior to March 1, 2020. The 2009B Bonds maturing on or after March 1, 2021, are subject to redemption at the option of the County on or after March 1, 2020, at any time as a whole or in part in such order of maturities as the County may determine, at par, together with the interest accrued thereon to the date fixed for redemption.

On June 15, 2010 the County issued $350,000 of General Obligation Bonds, Series 2010A with interest at 2.79%. The proceeds of the Series 2010A Bonds were used to acquire property and to construct a boat landing. The bond is payable in annual installments of principal and interest on March 1, 2011, to and including March 1, 2015 in the amount of $75,388.

Advance Refundings.

On May 7, 2009 the County issued $8,155,000 of General Obligation Bonds with an average interest rate of 3.14% were issued to advance refund $10,015,000 of outstanding 2000 Special Hospitality Fee Bonds with a coupon rate ranging from 4% to 5%. The net proceeds of $10,632,295 (after payment of $75,000 in issuance costs) plus an additional $369 in additional funds were used to purchase US Government securities. Those securities were deposited in an irrevocable trust with Bank of New York- Mellon to provide for all future debt service payment on the 2000 Special Hospitality Fee Bonds. As a result the 2000 Special Hospitality Fee bonds are considered to be defeased and a liability for these bonds has been removed from the governmental activities column of the statement of net assets.

The reacquisition price exceeded the net carrying amount of the old debt by $617,665. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is shorter than the life of the refunded debt. This advance refunding was undertaken to reduce total debt service payments over the next three years by $3,217,834 and resulted in an economic gain (difference between the present values of the debt service payment of the old and new debt) of $2,822,070.

Note 8. Long-Term Debt (continued)

Advance Refundings. (continued)

On June 3, 2010, $13,690,000 of General Obligation Bonds with an average interest rate of 3.621% were issued to advance refund $11,645,000 of outstanding 2001A GO Bonds with a coupon rate ranging from 4.75% to 5% and $1,615,000 of outstanding 2001 B GO Bonds (Higher Education Commission) with a coupon rate ranging from 4.5% to 5.0%. The net proceeds of $14,412,330 (after payment of $181,710 in underwriting discount and issuance costs) plus an additional $3,848 in additional funds were used to purchase US Government securities. Those securities were deposited in an irrevocable trust with Bank of New York Mellon to provide for future debt service payment on the 2001A and 2001B GO Bonds. As a result, the 2001A and 2001B GO Bonds are considered to be defeased for payments due after March 2012 and the liability for these bonds has been removed from the governmental activities column of the statement of net assets.

The reacquisition price exceeded the net carrying amount of the old debt by $1,156,179. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is equal to the life of the refunded debt. This advance refunding was undertaken to reduce total debt service payments over the next seven years by $778,080 and resulted in an economic gain (difference between the present values of the debt service payment of the old and new debt) of $748,099.

Conduit Debt. Occasionally, the County is requested to act as an "Issuer" of conduit financing for any college, university, or hospital that is located in Horry County and deemed to be in the public interest. On March 1, 1998, the County issued $31,275,000 of limited obligation Hospital Revenue Bonds. The Series 1998 Bonds are payable by the County solely from the loan repayments to be made by Conway Hospital, Inc. and Kingston Nursing Center (the Obligated Group). The bonds are collateralized by a pledge of the Obligated Group's revenue and the funds and accounts established under the Bond Indenture. The purpose of the bonds were (1) to refund the outstanding County Hospital Facilities Revenue Bonds, Conway Hospital Project Series A, (2) refund a portion of the County Hospital Revenue refunding Bonds, Series 1992, and (3) to finance the cost of the construction of certain additional facilities, renovations and acquisitions of new equipment. The County, the State, or any political subdivision thereof is not obligated in any manner for repayment of these bonds. In accordance with governmental accounting standards the bonds are not reported as liabilities in the accompanying financial statements. The 30-year bonds mature on July 1, 2028 and the remaining principal amount payable at June 30, 2010 is $23,775,000.

8. Long-Term Debt (continued)

A. Governmental Activities Debt

Change in the county's long-term debt for its Governmental Activities as follows:

	(amounts shown in thousands)			
	Balance June 30, 2009	**Additions**	**Deletions**	**Balance June 30, 2010**
General and Special Obligation Bonds:				
G.O. Bonds of 2001 (Series A) dated September 15 for $20.2 million with interest at 3.5% to 4.75% - Strand/Library/Equipment	$ 14,575	$ -	$ (12,580)	$ 1,995
G.O. Bonds of 2001 (Series B) dated September 15 for $2.875 million with interest at 4.25% to 4.5% - Higher Education	2,020	-	(1,745)	275
G.O. Bonds of 2004 (Series A) dated June 1 for $11 million with interest at 3.0% to 5.0% - Fire Protection District	8,975	-	(550)	8,425
G.O. Bonds of 2004 (Series B) dated June 1 for $3 million with interest at 3.25% to 5.50% - TECH Bond	2,550	-	(120)	2,430
G.O. Bonds of 2005 (Series A) dated September 1 for $5.01 million with interest at 3% to 3.8% - Fire Protection Refunding	4,815	-	(745)	4,070
G.O Bonds of 2005 (Series B) dated September 1 for $30 million with interest at 3.5% to 4.125% - Judicial Center Refunding	28,500	-	(1,715)	26,785
G.O. Bonds of 2007 dated April 11 for $11 million with interest at 4% to 4.5% -Health Department/Museum	9,880	-	(590)	9,290
G.O. Bonds of 2008 dated May 20 for $12 million with interest at 4% to 5% -Libraries	11,490	-	(440)	11,050
G.O. Bonds of 2008 dated May 20 for $50 million with interest at 4% to 5% -Detention Center	47,035	-	(2,725)	44,310
Special Hospitality Fee Bonds of 2009 dated May 7 for $8.155M with interest at 3% to 4%- Hospitality Fee Refunding	8,155	-	(1,050)	7,105
G.O. Bonds of 2009 (Series A) dated December 30 for $5.04 million with interest at 2% to 3% - Recreation and Library	-	5,040	-	5,040
G.O. Bonds of 2009 (Series B) dated December 30 for $6.96 million with interest at 2% to 3% - Recreation and Library		6,960		6,960
G.O. Bonds of 2010 (Series B) dated June 3 for $13.69 million with interest at 2.5% to 4.0% - Series 2001 A&B Refunding	-	13,690	-	13,690
G.O. Bonds of 2010 (Series A) dated June 15 for $350,000 with interest at 2.79% - Boat Landing	-	350	-	350
Certificates of Participation dated September 1, 1998 for $3.088M with interest at 3% to 5%- Baseball Stadium	$ 1,880	$ -	$ (310)	$ 1,570
Total general and special obligation bonds	139,875	26,040	(22,570)	143,345
Unamortized premiums	1,421	1,151	(95)	2,477
Deferred amount on refunding	(617)	(1,156)	124	(1,649)
Less, current portion	(9,152)	(10,563)	9,152	(10,563)
Net general and special obligation bond debt	$ 131,527	$ 15,472	$ (13,389)	$ 133,610

8. Long-Term Debt (continued)

A. Governmental Activities Debt (continued)

Other general long-term obligations of the County's governmental activities at June 30, 2010 are as follows:

	(amounts shown in thousands)			
	Balance June 30, 2009	**Additions**	**Deletions**	**Balance June 30, 2010**
Other general long-term obligations:				
RIDE - IGA Loan #1	$ 120,000	$ -	$ (15,000)	$ 105,000
Less, amounts imputed for interest	(14,706)	-	3,280	(11,426)
Less, current portion	(11,720)	(12,105)	11,720	(12,105)
Net RIDE - IGA Loan #1	93,574	(12,105)	-	81,469
RIDE - IGA Loan #2	210,466	-	(6,732)	203,734
Less, current portion	(7,175)	(8,438)	7,175	(8,438)
Net RIDE - IGA Loan #2	203,291	(8,438)	443	195,296
Net RIDE - IGA Loans payable	296,865	(20,543)	443	276,765
Capital lease obligation - central energy	266	-	(175)	91
Capital lease obligation - phone systems	108	-	(39)	69
Capital lease obligation - IBM AS400 system	106	-	(106)	-
Capital lease obligation - fiber optic network	2,058	-	(705)	1,353
Capital lease obligation - core network	22	-	(22)	-
Capital lease obligation - 911 equipment	1,544	-	(841)	703
Capital lease obligation - Motorola CAD	2,337	-	(753)	1,584
Capital lease obligation - Dell	565	580	(576)	569
Capital lease obligation - fiber ring	2,822	-	(465)	2,357
Less, current portion	(3,467)	(3,178)	3,467	(3,178)
Net capital leases	6,361	(2,598)	(215)	3,548
Post employment benefit obligation, net	10,090	4,501	-	14,591
Accumulated compensation absences, net	12,254	9,010	(8,477)	12,787
Total other general long-term obligations	325,570	(9,630)	(8,249)	307,691
Total Net Governmental Activities Debt	$ 457,097	$ 5,842	$ (21,638)	$ 441,301

The current portion (amount due within one year) of accrual compensated absences at June 30, 2010 is $19,973 (not expressed in thousands). This liability has typically been liquidated from the general fund, other governmental funds and the Internal Service fund.

RIDE Intergovernmental Agreements

As described in Note 17, the RIDE Intergovernmental Agreement (IGA) Loan #1 provides for debt service payments to be made without interest over twenty (20) years. Accordingly, an estimated amount of interest has been imputed based on calculated rate of 3.25% which is a rate representative of the IGA Loan #2 Amended Agreement.

B. Business-type Activities (Enterprise Funds) Debt

Revenue Bonds - Department of Airports

In October 2000, the County issued $9,745,000 in Airport Revenue Refunding Bonds with original issue discount of $25,784 and bond issuance costs of $321,892. These bonds were issued to refund the $10,320,000 outstanding principal amount of the $11,660,000 original principal amount of the Airport Revenue Bonds, Series 1990.

In May 1997, the County issued $26,255,000 (Series 1997A, B, C, and D) in Airport Revenue Bonds with original issue discounts of $169,000 and bond issuance costs of $867,000. These bonds were issued as an amendment to the Horry County Series 1990 Revenue Bond ordinance and are being used to pay the costs of certain interests in land and the construction of terminal building improvements, rental car facilities and curbside improvements at the Myrtle Beach International Airport.

The revenue bonds are secured by the pledge of net revenues derived by the Myrtle Beach International Airport ("MYR"). Net revenues are defined as revenues less maintenance and operations expenses of MYR. The Bonds are limited obligations of the County and do not constitute the general obligation or a pledge of the faith, credit or taxing power of the County or any other political subdivision. The County has agreed to establish rates and charges for use of MYR services and facilities that are reasonably expected to yield net revenues equal to at least 1.25 times the aggregate debt service to become due on the revenue bonds in the forthcoming fiscal year. The revenue bond resolutions also require that certain funds be established and certain financial conditions be maintained.

Refunded Debt - Department of Airports

In October 2000, Series 2000 Airport Revenue Refunding Bonds were issued to advance redeem all of the Series 1990 Bonds. The redemption price for these bonds is equal to the principal amount plus a premium ranging up to 2% of the principal amount.

Net proceeds from the Series 2000 Bonds were placed in an irrevocable trust account and accordingly, resulted in a defeasance of the Series 1990 debt.

Although the advance refunding resulted in the recognition of an accounting loss of ($582,191) for the year ended June 30, 2001, the Airport in effect realized an economic gain (difference between the present values of the old and new debt service payments) of approximately $1,166,502.

In accordance with GASB Statement 23, *Accounting and Financial Reporting for Refundings of Debt Reported by Proprietary Activities*, the above referenced accounting loss of ($582,191), has been deferred and netted against the carrying amount of the Series 2000 liability and is being amortized to interest expense over the shorter life of the two issuances. Accordingly, for the year ended June 30, 2010, amortization expense was $29,603.

Cash Redemption - Department of Airports

On January 9, 2008, the County redeemed $3,785,000 of Series 1997A bonds, $6,935,000 of Series 1997B bonds and $550,000 of Series 1997C for a total redemption of $11,270,000 in principle amount of bonds. The redemption price for these bonds was equal to the principle amount plus a call premium of 2%. The sources of funds for the redemption were $587,698 of airport cash, $5,302,647 of PFC's, and $3,348,440 of CFC's and $2,273,263 of the reserve accounts held by the bond trustee, Bank of New York, for the redeemed bonds. The County has taken $569,948 to interest expense for the bond issuance costs and the net original issue discount associated with the redeemed bonds and the call premium.

Note 8. Long-Term Debt (continued)

B. Business-type Activities (Enterprise Funds) Debt (continued)

Long-term 'revenue bonded' debt of the Department of Airports Enterprise Fund at June 30, 2010, is as follows:

	(amounts shown in thousands)			
Revenue Bonds:	**Balance 6/30/09**	**Additions**	**Deletions**	**Balance 6/30/10**
Revenue bond, Series A, of 1997 dated May 15, for $6.3 million with interest at 4.45% to 5.7% - Airport improvements, due 1998-2027	$ 1,440	$ -	$ (45)	$ 1,395
Revenue bond, Series C, of 1997 dated May 15, for $3.4 million with interest at 4.3% to 5.5% - Airport improvements, due 1998-2027	2,260	-	(70)	2,190
Revenue bond, Refunding Series 2000 dated October 15, 2000, for $9.745 million with interest at 4.4% to 5.62%, due 2002-2020	6,920	-	(430)	6,490
Total revenue bonded debt	10,620	-	(545)	10,075
Less, original issue discount	(90)	-	2	(88)
Less, current portion	(545)	(575)	545	(575)
Less, deferred charges (Series 1990 refunding loss of $582 less amortization of $227 and $197)	(326)	-	30	(296)
Net Revenue Bonds	$ 9,659	$ (575)	$ 32	$ 9,116

Note 8. Long-Term Debt (continued)

C. Annual Requirements for Long-Term (Bonds and Loans) Debt

Annual principal requirements to amortize general and special obligation bonds, revenue bonds, certificates of participation (COPS), and RIDE Intergovernmental Agreements (IGA) loans #1 and #2 at their respective present values at June 30, 2010, are summarized as follows:

(amounts shown in thousands)

Years Ending June 30,	G.O. Bonds		Special Obligation Bonds		Baseball Stadium COPS		Airport Revenue Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	8,703	5,497	1,695	223	165	85	$ 575	$ 537
2012	9,003	5,260	1,745	170	173	77	605	507
2013	9,194	4,883	1,805	115	182	69	635	474
2014	9,786	4,514	1,860	58	190	61	665	439
2015	10,104	4,121	-	-	860	53	700	402
2016-2020	50,985	14,551	-	-	-	110	4,115	1,375
2021-2025	30,675	4,430	-	-	-	-	1,915	430
2026-2030	6,220	874			-		865	74
Total	$ 134,670	$ 44,130	$ 7,105	$ 566	$ 1,570	$ 455	$ 10,075	$ 4,238

Years Ending June 30,	RIDE IGA Loan #1		RIDE IGA Loan #2		Total Debt Service Requirements	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	12,105	2,895	8,438	5,906	31,681	15,143
2012	12,504	2,496	9,875	5,642	33,905	14,152
2013	12,915	2,085	11,404	5,334	36,135	12,960
2014	13,340	1,660	13,027	4,981	38,868	11,713
2015	13,778	1,221	14,750	4,578	40,192	10,375
2016-2020	28,932	1,068	100,041	14,932	184,073	32,036
2021-2025	-	-	46,199	1,544	78,789	6,404
2026-2030	-	-	-	-	7,085	948
Total	$ 93,574	$ 11,425	$ 203,734	$ 42,917	$ 450,728	$ 103,731

D. SBHBS

On June 18, 2003, the Commission issued $960,000 in Hospital Revenue Bonds, Series 2003 with an interest rate of 4.46%.

	Interest Rate	Maturity Date	Balance 6/30/10
Hospital Revenue Bond	4.46%	6/18/2013	$ 334,043

Scheduled maturities are as follows:

	Principal	Interest	Payment
Year Ending June 30, 2011	106,429	12,740	119,169
Year Ending June 30, 2012	111,274	7,895	119,169
Year Ending June 30, 2013	116,340	2,830	119,170
	$ 334,043	$ 23,465	$ 357,508

The bond is secured by all revenue and receipts derived by the SBHBS.

Note 9. Capital and Operating Leases and Other Long-Term Liabilities

A. Capital Lease Obligations

A capital lease is an agreement which specifies a transfer of benefits and risk of ownership to the lessee.

Governmental Activities:

The County's capital leases have been recorded at the present value of the future minimum lease payments as follows:

Year Ended June 30,	*(amounts shown in thousands)*			
	Central Energy	Phone System	Fiber Ring	Fiber Optic Network
2011	$ 94	$ 37	$ 594	$ 789
2012	-	37	594	661
2013	-	-	594	-
2014	-	-	464	-
2015	-	-	464	-
Total lease payments	94	74	2,710	1,450
Less, interest	(3)	(5)	(353)	(97)
Present value of future minimum lease payments	91	69	2,357	1,353
Less, current portion	(91)	(34)	(473)	(723)
Total non-current portion	$ -	$ 35	$ 1,884	$ 630

Year Ended June 30,	911 Equipment	Motorola CAD	Dell	Total
2011	$ 728	$ 832	$ 415	$ 3,489
2012	-	833	207	2,332
2013	-	-	-	594
2014	-	-	-	464
2015		-		464
Total lease payments	728	1,665	622	7,343
Less, interest	(25)	(81)	(53)	(617)
Present value of future minimum lease payments	703	1,584	569	6,726
Less, current portion	(703)	(779)	(375)	(3,178)
Total non-current portion	$ -	$ 805	$ 194	$ 3,548

Business-type Activities (Enterprise Funds):

During the year ended June 30, 2006, the Airport entered into a ten year non-cancelable lease for a generator for the Airport. The annual interest rate on the lease is 2.87% per annum. The cost and net book value on the generator as of June 30, 2010 is $425,000 and $244,375, respectively.

The present value of the minimum lease payments follows:

Year Ended June 30,	Total
2011	50,314
2012	50,314
2013	50,314
2014	50,314
2015	50,314
2016	41,928
Total payments	293,498
Less, interest	(27,996)
Present value of future minimum lease payments	265,502
Less, current portion	(41,810)
Total non-current portion	$ 223,692

Note 9. Capital and Operating Leases and Other Long-Term Liabilities (continued)

The changes in the County's capital leases and compensated absences for its business-type activities for the year ended June 30, 2010 are as follows:

	Balance June 30, 2009	Additions	Deletions	Balance June 30, 2010
Capital Leases	$ 305,895	$ -	$ (40,393)	$ 265,502
Compensated absences	$ 1,119,892	$ 1,111,996	$ (1,119,892)	$ 1,111,996
Net OPEB Obligation	$ 315,901	$ 130,885	$ -	$ 446,786

Long-term liabilities - HCSWA at June 30, 2010

Long-term liabilities of HCSWA are as follows:

	Beginning Balance	Additions	Deductions	Ending Balance	Amounts due within one year
Compensated Absences	$ 307,615	$ 233,126	$ 199,886	$ 340,855	$ 210,000
Net OPEB Obligation	432,479	242,906	11,787	663,598	-
Landfill Closure Costs	10,487,233	(255,993)	-	10,231,240	-
Landfill Postclosure Care Costs	7,380,843	(1,736,411)	-	5,644,432	-
	$18,608,170	$ (1,516,372)	$ 211,673	$16,880,125	$ 210,000

B. Operating Lease Agreements - Lessor (Department of Airports)

The Department of Airports Enterprise Fund derives a substantial portion of its revenue from charges to air carriers, aeronautical schools, concessionaires, and real estate leases. Substantially all of the assets classified as capital assets in the balance sheet are held by the Airport for the purpose of rental or related use. The Airport, as lessor, leases land, buildings, and terminal space to air carriers, aeronautical schools, concessionaires, and third-parties on a fixed fee as well as a contingent fee basis. Most of the leases provide for an annual review and redetermination of the rental amounts. Accordingly, lease revenues are recognized when earned. Different amounts resulting from stated period contract rates and from a straight-line amortization of total rents over the contract period is deemed not to be material. NAIA filed bankruptcy on February 16, 2010 and ceased operations at the Conway-Horry Airport. The HCDA is operating the FBO at the airport until a new operator can be located. The following is a schedule of future minimum rentals receivable on non-cancelable rental revenue leases at June 30, 2010:

Year Ended June 30,	***(amounts shown in thousands)***
2011	6,826
2012	4,866
2013	1,597
2014	612
2015	130
2016 to 2020	652
2021	130
Total	$ 14,813

The total historical cost and net book value of certain property leased to parties external to Horry County, South Carolina reporting entity is $42,339,914 and $20,143,677, respectively at June 30 , 2010.

Note 10. Amounts Due to Airlines (Signatory Airlines Agreements)

The Department of Airports, primarily the Myrtle Beach International Airport (the "MBIA"), maintain lease and operating agreements with certain airlines ("Signatory Airlines") which provide for annual terminal lease, landing fees, and other amounts to be remitted by the Signatory Airlines at interim rates subject to retroactive adjustment on a defined cost reimbursement basis ("Settlement"). Terms of the agreements call for amounts owed to the Signatory Airlines be applied to any balances owed by the airlines for current year rates and charges. For the fiscal year ended June 30, 2010, the county estimates the Settlement due to the Signatory Airlines is $260,000. This is included in amounts due to tenants on the accompanying Statement of Net Assets. US Airways, Spirit Airlines, United Airlines, and Delta Airlines were signatory airlines as of June 30, 2010. DirectAir was a signatory indirect air carrier as of June 30, 2010.

Note 11. Landfill Closure and Postclosure Care Costs

Federal and state laws and regulations require the HCSWA to place a final cover on its permitted landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, the HCSWA reports a portion of these costs as operating expenses in each period based on landfill capacity used during each fiscal year. The amounts reported as a liability at June 30, 2010 for landfill closure and postclosure care represents the cumulative expense reported to date based on 100%, 53.0%, and 40.0% utilization of the estimated total capacity of the unlined, and Subtitle D (Class 3) landfill sites and construction and demolition respectively.

	(amounts shown in thousands)			
	Unlined	**Subtitle D (Class 3)**	**Construction & Demolition**	**Total**
Closure Costs	$ 1,305	$ 4,537	$ 4,389	$ 10,231
Postclosure Care Costs	N/A	3,377	2,267	5,644
Total	$ 1,305	$ 7,914	$ 6,656	$ 15,875

The HCSWA will recognize the remaining estimated closure and postclosure care costs, as shown below, as the remaining estimated capacity of the permitted landfills are filled.

	Closure Costs	Postclosure Care Costs
Construction and Demolition - East Hill	$ 7,041	$ N/A
Unlined / Construction and Demolition	N/A	1,331
Subtitle D (Class 3)	7,889	2,995
	$ 14,930	$ 4,326

The HCSWA has closed out the east and west hills of the unlined landfill, with the saddle area to be closed out during the year ending June 30, 2011. The Subtitle D landfill is expected to be closed during the year ending June 30, 2019. The construction and demolition landfill is anticipated to be closed during the year end June 30, 2025. The estimated closure and postclosure care costs are based on what it would cost today to perform all required closure and postclosure care. Actual costs ultimately incurred for closure and postclosure care may be higher due to inflation, changes in technology, or changes in regulations.

The HCSWA is required by federal and state laws to provide financial assurance that funds will be available when needed for closure and postclosure care costs through compliance with one of several approved alternative methods. The method utilized by the SWA is the local government financial test. At June 30, 2010, the HCSWA is in compliance with federal and state financial assurance requirements.

In accordance with formal resolutions of the HCSWA's Board of Directors, $7,915,951and $9,174,656 of cash, cash equivalents and investments at June 30, 2010 are designated for landfill closure and postclosure care costs, respectively. These amounts are included in unrestricted net assets on the balance sheet. If the designated funds are inadequate or additional closure and postclosure care requirements are mandated or otherwise found to be necessary (due to changes in technology or applicable laws or regulations, for example) these costs need to covered through additional charges to future landfill users.

Note 12. Net Assets and Fund Balances

Net assets:

Net assets of the government-wide and proprietary fund financial statements represent the difference between assets and liabilities. Reported amounts for invested in capital assets and restricted net assets are as follows at June 30, 2010:

	(amount shown in thousands)			
	Governmental Activities	**Business-type Activities**	**Component Units**	
			SHBS	**HCSWA**
Invested in Capital Assets, Net of Related Debt:				
Net capital assets:				
Primary Government	$ 661,009	$ 115,012	$ -	$ -
Internal Service Fund	-	-	-	-
Component units	-	-	1,083	36,243
Less, G.O., special revenue bonds payable and capital leases, net of unspent proceeds	(125,350)	(7,816)	(324)	-
Less, construction and retainage payable for capital items	(2,732)	(2,744)	-	-
Total invested in capital assets, net of related debt	$ 532,927	$ 104,452	$ 759	$ 36,243
Restricted:				
Restricted cash and cash equivalents plus restricted funds held in trust, less, liabilities payable from restricted assets:				
Capital projects	$ 25,418	$ 25,960	$ -	$ -
Road maintenance	310	-	-	-
Fire special revenue	632	-	-	-
Infrastructure development	146,206	-	-	-
Debt service	42,441	4,509	-	-
RIDE program	15,906	-	-	-
Freight claims	52	-	-	-
Substance abuse prevention	-	-	377	-
Cultural	78	-	-	-
Baseball	242	-	-	-
Underground storage tanks	50	-	-	-
Total restricted net assets	$ 231,335	$ 30,469	$ 377	$ -

Note 12. Net Assets and Fund Balances (continued)

Fund Balance:

Fund balance in the General Fund as of June 30, 2010 consists of the following:

Reserved	$ 3,648,718
Unreserved:	
Designated for subsequent years' expenditures	8,375,028
Undesignated	24,739,119
Total fund balance	$ 36,762,865

As required by the County's Financial Policies Ordinance, the undesignated fund balance of the General Fund should be maintained at a level of at least 15% of the General Fund operating budget. The adopted General Fund operating budget for fiscal year 2011 includes total expenditures and other uses of $129,407,973. Reducing this total for the amount being funded by the designated fund balance of $4,952,517, the currently required undesignated fund balance level is $18,668,318. The undesignated fund balance as of June 30, 2010 is $6,070,801 above this required level.

Designated fund balance in non-major capital projects fund represents amounts intended to be used for cultural and recreational development as well as road infrastructure improvements. Designated fund balance in non-major special revenue funds: Stormwater Management and Waste Management Recycling represents amounts intended to be used for future capital items and in the Fire, Hospitality 1% and Recreation Funds designated fund balance is for debt service.

At June 30, 2010 the following funds had deficit fund balances: Hospitality 1.5% ($1,787), Socastee Recreation ($23,199), Victim Witness Assistance ($89,187), and Arcadian Shores ($239,369). These deficit fund balances will be repaid from future tax revenues and fee increases.

Note 13. Capital Contributions

For the governmental activities, capital contributions during the fiscal year ended June 30, 2010, is as follows:

	(amount shown in thousands)
	Governmental Activities
Donated capital assets	$ 833
Total	$ 833

For the proprietary (enterprise) funds, capital contributions during the fiscal year ended June 30, 2010, are as follo

	(amount shown in thousands)
	Business -Type Activities
Grants and other cash contributions	$ 12,486
Total	$ 12,486

Capital contributions in the discretely presented component unit HCSWA for the fiscal year ended June 30, 2010, are as follows:

	(amounts shown in thousands)
	HCSWA
Grants and other cash contributions	$ 818
Totals	$ 818

Note 14. Employee Benefit Plans

A. South Carolina Retirement and Police Officers' Retirement Systems *(with amounts expressed thousands)*

All County employees, except for police department personnel, participate in the South Carolina Retirement System (SCRS), a cost-sharing, multiple-employer, public employee retirement system. County police officers participate in the South Carolina Police Officers' Retirement System (SCPORS), a cost-sharing, multiple-employer, public employee retirement system. The County's total payroll for the year ended June 30, 2010 was approximately $79,379 of which $40,736 and $35,337 were for employees covered by the SCRS and SCPORS, respectively. The total payroll for the year ended June 30, 2009 was approximately $78,501 of which $39,932 and $34,078 were for employees covered by the SCRS and SCPORS, respectively. The total payroll for the year ended June 30, 2008 was approximately $72,997 of which $38,990 and $30,484 were for employees covered the SCRS and SCPORS, respectively.

Both employees and the County are required to contribute to the Plans at rates established under authority of Title 9 of the South Carolina Code of Laws. The County's contributions are actuarially determined, but are communicated to and paid by the County as a percentage of the employees' annual earnings.

The County's required contributions to the SCRS for employer and employee portions for the year ended June 30, 2010 expressed as a dollar amount and as a percentage of covered payroll in 2010 were $3,948 and 9.24% and $2,766 and 6.5%, respectively, and the contributions to the SCPORS for the employer and employee portions were $3,867 and 10.65% and $2,360 and 6.5%, respectively. The County's required contributions to the SCRS for employer and employee portions for the years ended June 30, 2009 expressed as a dollar amount and as a percentage of covered payroll in 2009 were $3,891 and 9.24% and $2,699 and 6.5%, respectively, and the contributions to the SCPORS for the employer and employee portions were $3,735 and 10.65% and $2,280 and 6.5%, respectively. The County's required contributions to the SCRS for employee portions for the years ended June 30, 2008 were $3,693 and 9.06% and $2,592 and 6.5% respectively, and the contributions to the SCPORS for the employer and employee portions were $3,226 and 10.3% and $2,036 and 6.5%, respectively.

In addition to the above rates, the County's required contributions to the SCRS to provide a group life insurance benefit for their participants for the year ended June 30, 2010 expressed as a dollar amount and as a percentage of covered payroll were approximately $64 and 0.15% of annual earnings, and the contributions to the SCPORS to provide a group life insurance benefit and an accidental death benefit for their participants expressed as a dollar amount and as a percentage of covered payroll were approximately $73 and 0.2%.

Note 14. Employee Benefit Plans (continued)

A. South Carolina Retirement and Police Officers' Retirement (continued)

Employees of SBHS are also members of SCRS. Employer and employee contributions expressed as a percentage of covered payrolls are 9.24% and 6.50%, respectively. Total payroll for the year ended June 30, 2010 was $1,333 of which $1,221 was for employees covered by SCRS. SBHC's contributions for the three most recent fiscal years ended June 30, 2010, 2009 and 2008 were $106, $104 and $103, respectively. The contribution requirements of plan members and the HCSWA are established and may be amended by the SCRS and are currently 6.50% and 9.39%. The HCSWA's contributions for the fiscal year ended June 30, 2010, 2009 and 2008 were $365, $365, and $330, respectively.

A comprehensive annual financial report containing financial statements, required supplementary information and actuarial information for the SCRS and SCPORS is issued and publicly available by writing the South Carolina Retirement System, P. O. Box 11960, Columbia, South Carolina 29211-1960.

B. Post-Employment Benefits *(with amounts expressed in thousands)*

In addition to providing pension benefits, the County provides certain post-employment health care benefits for retired employees as per the requirements of a local ordinance. All of the County's employees may become eligible for those benefits if they attain age forty-six (46) while working for the County, retire and draw benefits from SCRS or SCPORS system, and have a minimum of fifteen (15) years service. The County will contribute to SCRS (regular retirees): 50% of single coverage for employees with 15-22 years of service, 75% of single coverage for employees with 23-27 year of service, and 100% for employees with 28 or more years of service; for SCPORS (police retirees): 50% of single coverage for employees with 15-21 years, 75% for 22-24 years and 100% for employees with 25 years or more of service. The cost of these benefits is recognized as an expenditure of the general fund on a pay-as-you-go basis as provided for in the annual budget ordinance. These benefits will cease if funds are not available for appropriation. For fiscal year 2010, these costs totaled $973 net of $514 of retiree contributions. As of year-end, there were 193 employees that were receiving benefits.

Other post employment healthcare benefits –

Plan Description

The County's retiree health care plan is a single-employer defined benefit health care plan administered by the County. Employees of Horry County Government are eligible to receive full retiree health care benefits. Members are eligible at the age of 60 or with 28 years of service for SCRS retirement and age 55 or with 25 years of service for PORS retirement. The vesting schedule for retirees is as follows:

Percentage of Insurance premiums Paid by Employer for Regular Retirees (SCRS)

Years of Service	Age of Retirement							
	55	56	57	58	59	60	61	62
15	50%	50%	50%	50%	50%	50%	50%	50%
23	75%	75%	75%	75%	75%	75%	75%	75%
28+	100%	100%	100%	100%	100%	100%	100%	100%

Note 14. Employee Benefit Plans (continued)

Percentage of Insurance premiums Paid by Employer for Police Retirees (PORS)

Years of Service	Age of Retirement							
	55	56	57	58	59	60	61	62
15	50%	50%	50%	50%	50%	50%	50%	50%
22	75%	75%	75%	75%	75%	75%	75%	75%
25+	100%	100%	100%	100%	100%	100%	100%	100%

Employees who terminate employment are not eligible for retiree health care benefits. Survivors of employees who die while actively employed are not eligible for retiree health benefits. However, they are eligible for survivors insurance for one year at no cost to the surviving spouse, after that, the member has the option of selecting other insurance or continuing coverage at surviving spouse's expense. Employees who retire under disability retirement are eligible for retiree health care benefits based on the years of service provide in the chart above, or at the member's expense depending on years of service. Spouses of retired employees are eligible to receive retiree health care benefits at member's cost. Retirees are required to enroll in Medicare once eligible. Retiree pays full Medicare premiums. Horry County Government coverage continues when retiree becomes eligible for Medicare. Once, actively retired county insurance becomes secondary. Employees and spouses retiring with retiree health care benefits are eligible for Horry County Government paid dental benefits. Retirees who decide to opt-out of health care plan will be eligible to opt back in when coverage from another entity ceases. There is no additional stipend provided for those who opt-out. The Airport currently has 109 active employees and no retired members.

HCSWA:

The HCSWA retiree health care plan is a single-employer defined benefit health care plan administered by the HCSWA. The plan provides medical and dental insurance benefits to eligible retirees. Benefit provisions are established and may be amended by the HCSWA's Board of Directors. Employees retiring with at least twenty years of service as an employee of the HCSWA and receiving benefits from the South Carolina Retirement System may elect to continue single coverage at a cost established by the State Budget and Control Board. Employees retiring with at least ten years of service as an employee of the HCSWA and receiving benefits from the South Carolina Retirement System may elect to continue single coverage with fifty percent of the cost of coverage provided by the HCSWA and the remaining fifty percent provided by the retiree. Employees retiring at age sixty five or older with at least five years of service as an employee of the HCSWA and receiving benefits from the South Carolina Retirement System may elect to continue single coverage with one hundred percent of the cost of coverage provided by the retiree. If an eligible retiree accepts employment with another organization that provides health care benefits, the HCSWA coverage will no longer be provided.

Funding Policy

Horry County currently pays for post-employment benefits on a pay-as-you-go basis. For fiscal year 2010, the County contributed $792,947 for existing retirees. Horry County is currently studying various funding alternatives and/or modifications to the existing plan. These financial statements assume that a pay-as-you-go funding policy will continue.

Note 14. Employee Benefit Plans (continued)

Funding Policy

HCSWA:

HCSWA currently pays for post-employment benefits on a pay-as-you-go basis. For fiscal year 2010, the County contributed $11,787 for current premiums of existing retirees.

Annual OPEB costs and Net OPEB Obligation

The County's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and mortise any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the county's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the county's net OPEB obligation:

	Governmental		**Business-type**		**Component Units**
	General	**Police**	**Airport**	**Total**	**HCSWA & SBHS**
Employer Normal Costs	$1,513,056	$1,654,187	$91,164	$3,258,407	$331,684
Amortization of UAL*	1,240,686	842,957	48,771	2,132,414	N/A
Annual Required Contribution (ARC)	$2,753,742	$2,497,144	$139,935	$5,390,821	$331,384
Interest on Net OPEB Obligation	$247,214	$206,820	$14,216	$468,250	$19,462
Adjustment to ARC	$(229,041)	$(191,617)	$(13,171)	$(433,829)	$6,508
Annual OPEB Costs	$2,771,915	$2,512,347	$140,980	$5,425,242	$357,354
Contributions made	$555,709	$227,143	$10,095	$792,947	$11,787
Increase in net OPEB obligation	$2,216,206	$2,285,204	$130,885	$4,632,295	$345,567
Net OPEB Obligation-beginning of year	$5,493,662	$4,596,001	$315,901	$10,405,564	$432,479
Net OPEB Obligation – end of year	$7,709,868	$6,881,205	$446,786	$15,037,859	$778,046

* Unfunded Actuarial Accrued Liabilities (UAL) were amortized over 30 years; amortizations periods are closed.

Note 14. Employee Benefit Plans (continued)

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010 and the preceding year are as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2008	$5,510,608	6.71%	$5,140,807
2009	$5,692,932	7.52%	$10,405,564
2010	$5,425,242	14.62%	$15,037,859

HCSWA and SBSH's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2008	$216,936	2.40%	$211,724
2009	$226,464	2.50%	$432,479
2010	$357,354	3.30%	$778,046

Annual OPEB cost for most employers will be based on actuarially determined amounts that, if paid on an ongoing basis, generally would provide sufficient resources to pay benefits as they come due. The provisions of Statement 45 may be applied prospectively and do not require governments to fund their OPEB plans. For fiscal year, 2009, SBHS's auditor reported a significant deficiency and material weakness, finding 2009-1 - Failure to implement GASB 45 – Accounting for Other Post Employment Benefits. As a component unit, SBHS must implement the requirements of GASB 45 no later than the same year as their primary government. As of fiscal year end June 30, 2010, SBHS had an actuarial analysis performed and recorded the OBEB obligation based on the amounts determined by the study.

Note 14. Employee Benefit Plans (continued)

Funded Status and Funding Progress

The funded status of the plans as of June 30, 2010, was as follows:

	Governmental		Business-type	Component Units
	General	**Police**	**Airport**	**HCSWA & SBHS**
Actuarial accrued liability	$28,891,592	$19,629,760	$1,135,710	$1,766,290
Actuarial value of plan assets	-	-	-	-
Unfunded actuarial accrued liability	$28,891,592	$19,629,760	$1,135,710	$1,766,290
Funded Ratio	0.00%	0.00%	0.00%	0.00%
Covered payroll	$39,413,411	$35,285,743	$4,202,436	$4,491,182
Unfunded actuarial accrued liability as a percentage of covered payroll	73.30%	55.63%	27.03%	39.33%

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events well into the future. Examples would include assumptions about future employment, rates of retirement, mortality, and health care cost trends. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point.

In the June 30, 2009, actuarial valuation, the projected unit credit cost method was used. The UAAL amortization payment is the level percent of payroll (assumed to increase 3%) required to fully amortize the UAAL over a 30 year period or closed basis. The actuarial assumptions included 4.5% rate of investment return. The valuation assumes a 7.5% health care trend inflation rate for 2009 - 2011 and decreases 0.5% each year until 2016, for 2017 and thereafter 5.0% was assumed. General inflation is assumed to be 3.0% per year.

Horry County has not established a trust fund for GASB 45 funding therefore, there is no separate audit report available.

<u>HCSWA:</u>

In the June 30, 2007, actuarial valuation, the projected unit credit cost method was used. The UAAL amortization payment is the level percent of payroll (assumed to increase 3%) required to fully amortize the UAAL over a 30 year period. The actuarial assumptions included 4.5% rate of investment return. The valuation assumes a 10.0% health care trend inflation rate for 2008 and decreases to an ultimate rate of 4.5% after eleven years. General inflation is assumed to be 3.0% per year.

Note 15. Segment Information

The County has elected to present disaggregated information regarding all enterprise funds in the proprietary fund, statement of net assets, statement of revenue, expenses and changes in net assets, and statement of cash flows.

The Department of Airports Enterprise Fund is responsible for operation, maintenance and development of the County's Airport System - including Conway, Grand Strand, and Loris general aviation airports and the Myrtle Beach International Airport (MBIA). The County's discretely presented component units HCSWA and SBHS were created by the County to develop and implement a solid waste disposal and resource recovery/recycling system and to provide services to reduce the negative health, social and economic consequences resulting from the use of alcohol and other drugs, for the County, respectively. Disaggregated information of the component units is presented in the basic financial statements.

Major Customers and Economic Condition - Department of Airports

Significant airline revenues, leases concessions and rental car activities generate approximately 76% of the Airport's revenues or just over $12.4 million of $16.2 million net operating revenue. Signatory Airlines generate $3.7 million in revenue after surcharges.

Rates and charges of Signatory Airlines, which serve MYR, represented 22% in fiscal year 2010 and 24% in fiscal year 2009, of the total operating revenues reported for MYR. Of the leading Signatory Airline carriers, Spirit Airlines represents 38% of the airline traffic, U.S. Airways represents 26%, Delta Airlines 14%, United Airlines 3%, and Direct Air 8%.

US Airways, Spirit Airlines, United Airlines, and Delta Airlines are currently Signatory airlines. Direct Air is a signatory indirect air carrier.

For the year ended June 30, 2010, three customers make up approximately 69% of the accounts receivable balance. For year ended June 30, 2009, three customers made up approximately 44% of the accounts receivable balance.

Aviation Trust Funds - Due From Other Governments

Pursuant to certain agreements with the Federal Aviation Administration (FAA), the City of Myrtle Beach, South Carolina maintains an Airport Trust Fund which holds resources received from leases of certain parcels of property near the Myrtle Beach International Airport. Funds are to be made available for Airport purposes through agreement with the FAA. In April 2004, the parties reached a new agreement through which the Airport received $2,000,000 from the fund January 1, 2005. Beginning in 2005, and continuing each and every year thereafter, all lease proceeds received by the City shall be promptly, automatically and unconditionally divided between the bodies whereby Horry County shall receive 75% of the proceeds and the City of Myrtle Beach shall receive 25%. As part of the agreement, the Airport is required to spend $6 million on Harrelson Blvd (a road that runs near the Airport). The Airport recognized $2,028,157 and $1,725,761, in non-operating revenues for funds received from this trust fund during the years ended June 30, 2010 and 2009, respectively.

Note 16. Joint Enterprise - Baseball Stadium

The County entered into various agreements with the City of Myrtle Beach and proportionately shares in the ongoing financial interest and responsibility for a professional minor-league baseball stadium. A summary of those agreements are as follows:

Pursuant to a Ballpark Management Agreement dated September 1, 1998 (the "Management Agreement"), the City of Myrtle Beach, South Carolina and the County collectively agreed to develop, own and operate a baseball stadium facility in Myrtle Beach, South Carolina (the "Project"). The Management Agreement provides that the Project shall be jointly owned with the City having an undivided 70% ownership interest in the Project and the County having a 30% undivided ownership interest, and further provides that the net profits and losses of the joint enterprise shall be divided in proportionate shares to the City's and County's respective ownership interests.

Pursuant to an Installment Purchase Agreement, dated September 1, 1998, between the City of Myrtle Beach, South Carolina and Myrtle Beach Public Facilities Corporation, a South Carolina nonprofit corporation, $10,295,000 in Certificates of Participation, Series 1998, were issued to defray the cost of construction of the baseball stadium.

Pursuant to a Hospitality Fee Agreement, dated September 1, 1998, between the County and the City of Myrtle Beach, South Carolina, the County agreed to make payments of an amount equal to 30% of the required debt service requirements of the Certificates. The County's proportionate debt service payments shall be made solely from amounts derived by the County's special revenue fund portion of the County 1% Hospitality Fee and shall not be deemed to be general obligations of the County or payable from the road fund portion of the County's 1.5% Hospitality Fee, or from any other source of revenues, fees, or taxes.

As security for its obligation to make payments under the Hospitality Fee Agreement, the County has pledged and granted a security interest in the special revenue fund portion of the County Hospitality Fee to the extent of the lesser of $300,000 or the amount due in any bond year pursuant to the Hospitality Fee Agreement. This amount has been recorded as a reservation of fund balance of the Hospitality 1.0% Fees Special Revenue Fund.

While the stadium is under joint control by the City and County, no separate entity or organization of the baseball stadium exists as of June 30, 2010. Accordingly, the County has reported activities in the baseball stadium as a special revenue fund. Separate financial statements of the baseball stadium are presently not available.

Note 17. Intergovernmental Agreements - RIDE Projects

During fiscal years 1998 and 2000, and pursuant to the Horry County Road Improvement and Development Effort program (the "RIDE Program"), the County adopted and enacted its Ordinances #105-96 and #7-97 and entered into various long-term loan agreements with the South Carolina Transportation Infrastructure Bank (the "SIB") to provide funding for various road construction projects in Horry County. Pursuant to a certain Master Loan Agreement (as amended), SIB agreed to make available financial assistance to Horry County in the amounts totaling up to $744,415,526 for the RIDE Tables 1 and 3 projects specified in Intergovernmental Agreements (IGA) #1 and #2.

During fiscal year 2002, the County adopted and enacted Ordinance #45-02 to approve Intergovernmental Loan Agreement #3, which calls for Horry County to make certain contributions towards the projects from an existing special revenue fund admissions tax and to amend prior RIDE loan agreements.

Note 17. Intergovernmental Agreements - RIDE Projects (continued)

These agreements are summarized as follows:

Intergovernmental Agreement #1- dated March 10, 1998 (as amended)
As amended, SIB agreed to make one or more loans available to Horry County totaling up to $545 million for Table 1 projects of the RIDE application.

Table 1 Projects and Assignment - The allocation and use of the $545 million in SIB funding between the RIDE Projects is set forth in Table 1 of the RIDE application, namely $291.3 million for the Conway Bypass, $209.5 million for the Carolina Bays parkway, and $44.2 million for Highway 544 widening.

Horry County assigned South Carolina Department of Transportation (SCDOT) to be its sole and exclusive agent for the RIDE Program. In connection with the construction of the Conway Bypass, SCDOT shall be paid a management fee of $3.0 million, in 36 monthly installments with the first payment due upon execution of the agreement. SCDOT agreed to provide the County and the SIB $114 million toward the construction of Table 1 projects.

Horry County further agreed to be responsible for up to $291.3 million under the Assigned Contract with SCDOT, plus $2.5 million in respect of right-of-way acquisition and utility relocation costs in excess of $15 million.

Term of the Agreement and Repayment By Horry - Horry County shall make payments over 20 years on IGA Loan #1 as set-forth in amended agreements by paying $15 million per year, for 20 years, ($300 million total) beginning with the first payment due July 1, 1998, at zero (0%) percent interest. All subsequent payments shall be made in quarterly installments of $3.75 million each, with the first such quarterly payment due October 1, 1998. Horry County covenants to pay when due all sums owing to the SIB under the terms of this agreement.

Source of Funds for Repayment - Horry County shall make payments from its Hospitality 1.5% Special Revenue Fund created by Ordinances #105-96 and #7-97. Horry County shall not be obliged to make payments from any other source of funds available to Horry County, provided that these Ordinances are not repealed or amended in any way that would reduce or halt the deposit of hospitality fees into the Hospitality 1.5% Special Revenue Fund or abolish that Fund.

Maintenance Contribution - Horry County shall pay SCDOT $100,000 per year for 20 years (a total of $2.0 million) over and above the construction costs amounts of Table 1 projects above, for the purpose of defraying the costs of maintenance on the RIDE Projects. The first such payment shall be made one year after the Conway Bypass is opened to traffic (in year 2002), with succeeding payments to be made on the anniversary dates thereafter.

Pursuant to IGA #3, Exhibit B (dated May 21, 2002) the maintenance contribution liability of $2.0 million was deleted in its entirety.

Intergovernmental Agreement #2 - dated April 21, 1998 (as amended)
As amended, SIB agreed to fund Table 3 projects of the RIDE application by way of loans of up to $199.4 million to Horry County for Table 3 projects, and an additional $48.2 million loan for Table 1 projects in the RIDE plan, all secured by payments from Horry County.

Note 17. Intergovernmental Agreements - RIDE Projects (continued)

Term of the Agreement and Repayment by Horry - Horry County shall make payments over 20 years as set-forth in an attachment to the agreement. The annual loan repayments, as shown on an attachment to the agreement, are due and payable in equal quarterly installments on March 31, June 30, September 30, and December 31 of each calendar year, beginning March 31, 2000, and ending December 31, 2016, or date final repayments on all loans hereunder have been made. From revenues deposited into the Loan Servicing Account, SIB shall cause the state treasurer to make payments required under IGA Loans # 1 and #2.

Establishment of Loan Servicing Account - The SIB established with the state treasurer a separate account known as the "Loan Servicing Account". Horry County will thereafter deposit all future receipts of the 1.5% portion of its Hospitality Fee (net of administrative takedown as described in ordinances #105-96 and #9-97) into this account (subject to the establishment of the Loan Reserve Account). SIB will make transfers from this account to make loan payments under this Agreement and payments under IGA #1 and #2.

Establishment of Loan Reserve Account - The SIB established a special interest bearing account with the state treasurer known as the "Loan Reserve Account". For repayment of IGA #1 and #2, Horry County agreed to transfer the entire current cash balance and all future hospitality fee collections in its special revenue fund to this account. The state treasurer may invest the funds in its "Local Government Investment Pool" or such other funds or instruments as state treasurer deems appropriate. All interest earned on such funds will accrue to the Loan Reserve Account. The balance will remain with the SIB throughout the term of the IGA Loans and will be used as a reserve and to make up possible shortfalls in revenues available to make annual loan repayments and to provide credit enhancements. The SIB, at its sole discretion, may use such funds for the

purchase of insurance or other third-party guaranties to enhance the projected revenues to be received from Horry County.

Hospitality Fees collected by Horry County are forwarded to the SIB monthly. Any annual revenues over and above the amount necessary to make loan repayments from the Loan Servicing Account are deposited to the "Loan Reserve Account". At the end of the term of IGA Loan #1 and #2, any balance held in the Loan Reserve Account will be returned to Horry County.

Amendment to Master Loan Agreement

Pursuant to an amendment to the Master Loan Agreement (dated April 27, 1999), SIB agreed to provide for $95 million additional loans to Horry County for Phase II of the Conway Bypass Project in Table 1. SIB's agreement to loan Horry County the additional $95 million under IGA #1 for the Conway Bypass Project increase requires SCDOT to repay the $95 million loan for Horry County in its entirety.

Intergovernmental Agreement #3 - dated May 21, 2002

Horry County and the SIB agreed to additional funding and construction of an additional phase of the RIDE Program in Horry County not to exceed $198 million. Accordingly, Horry County pledged revenues derived from a certain admissions tax totaling $2,279,950, and the funding of other related highway projects identified in the application in the approximate amount of $20,550,000. SIB agreed to fund the balance of the construction costs through grants.

Note 17. Intergovernmental Agreements – RIDE Projects (continued)

Term of Agreement and Contribution by Horry
Beginning May 31, 2002, Horry County promises to pay, from any legally available sources or revenues of Horry County, the sum of $2,279,950 in amounts equal to the collection of revenues derived from a certain special revenue admissions tax, including all interest or other earnings thereon. Horry County shall make consecutive quarterly payments until such balance is paid in full.

The agreement further requires Horry County, from its own sources of funds, to fund and complete the component projects identified in the application totaling $20,550,000. The schedule for completion of these projects shall be left to the discretion of Horry County in accordance with Ordinance #174-99 (Multi-County Business Park) and any related ordinances or agreements.

Amendments to Previous Agreements
Exhibit B of IGA #3, amended IGA #1 and #2 (and their amendments) to (1) clarify and conform certain provisions in those agreements with each other and to the requirements of lenders, credit rating agencies, or bond insurers involved with the SIB, and (2) to confirm quarterly debt repayment requirements pursuant to a prioritization schedule - which includes IGA Loan #1 totaling $300 million as first priority due in quarterly installments of $3.75 million (with zero percent interest) through June 2017, amending IGA Loan #2 repayment amounts (originally totaling $247,577,644 in loan amounts) to a total repayment amount of $352,440,172 with $162,100,000 (known as the "insured portion") to be paid in quarterly installments through the year ended June 30, 2022 and $190,340,172 (known as the "uninsured portion") to be paid in quarterly installments through the year ended June 30, 2022.

Additionally, Exhibit B calls for the state treasurer to withhold funds allotted or appropriated by the State to Horry County and apply those funds to make or complete required debt service payments should Horry County fail to make any payment as required under the RIDE agreements.

On December 18, 2003, the Commission of the South Carolina Department of Transportation (SCDOT), agreed to replace the County's $10 million reserve requirement with an SCDOT guarantee of an equal amount upon the following changes to the loan agreement: Horry County extends its Hospitality Fee Ordinance for a period not to exceed five (5) years; and the County agrees to restructure its annual loan payments based upon new financial projections. If Horry County utilizes the $10 million reserve; it will be repaid to SCDOT at some future time when the County's funds are sufficient to make the necessary repayments.

This agreement was paid in full on May 29, 2009.

In June of 2007, the County entered into an intergovernmental agreement with the State Infrastructure Bank in which the County received a funding commitment for the Widening of 707 of $150 million from the State Infrastructure Bank. In November of 2007, the entered into an additional intergovernmental agreement with the State Infrastructure Bank in which the County received additional funding in the amount of $85 million for the Widening of 707. $235 million was made available for immediate distribution by the State Infrastructure Bank. A portion of the local sales tax ($93.6 million) serves as the local match for the funds contributed by the County for the Widening of 707.

Note 18. Commitments and Contingencies

Litigation - The County is party to various legal proceedings that normally occur in governmental operations. County officials believe the legal proceedings are not likely to have a material adverse effect on the County's financial position.

The discretely presented component unit HCSWA is also a defendant in various lawsuits. The outcome of the lawsuits is not presently determinable; however HCSWA's management believes that any liability related to the lawsuits would not be material to its financial statements.

Federal and State Assisted Programs

In the normal course of operations, the County participates and receives grant funds from various federal and state agencies. The grant programs are subject to audit by agents of the granting authority to insure compliance with conditions precedent to the granting of funds. Such audits could result in the possible liability for reimbursement or refund of grant monies to the grantor agencies. However, the County's management believes that any liability for reimbursement which may arise as the result of such audits would not be material to the financial position of the County.

Commitments

The County has undertaken significant road construction projects to address transportation needs within the County. The construction program known as Road Improvement and Development Effort (RIDE) is being implemented in phases and includes a series of interconnected highway construction and road enhancements that will improve the transportation network in the County.

The participating parties for the RIDE project are the County, the South Carolina Transportation Infrastructure Bank and the South Carolina Department of Transportation. The role of the South Carolina Transportation Infrastructure Bank is to provide the necessary financing and funding for the RIDE project.

Major projects in RIDE are the Conway Bypass (Highway 22), a six-lane controlled access highway between Aynor and Conway at Highway 501 to U.S. 17 near the Myrtle Beach Mall (formerly known as the Colonial Mall); and Carolina Bays Parkway (Highway 31); a six-lane limited access highway between S.C. Highway 9 in the North and S.C. Highway 544 in the South; a four-lane bridge spanning the Intercoastal Waterway at Fantasy Harbour; and the North Myrtle Beach Connector , a four-lane road connecting S.C. Highway 90 and U.S. 17 to the Carolina Bays Parkway. Other projects resulted in improvements to S.C. Highway 544, S.C. Highway 501 and U.S. 17. In fiscal year 2007, the County received approval of a $40,000,000 grant from the South Carolina Transportation Infrastructure Bank Board for engineering and environmental work and right of way acquisitions for extension of the Carolina Bays Parkway and the widening of S.C. 707. During fiscal year 2008, the County received notification that the State Infrastructure Bank approved a commitment to provide funding of $85 million for the continued extension of Carolina Bays Parkway (Highway 31) to the southern portion of Horry County ending at S.C. Highway 707; there is no matching requirement on these funds.

In April of 2009, the County had a significant wildfire that destroyed over 19,600 acres of land and 76 homes. Horry County received a Presidential Declaration for this devastating event. The county applied for and was provided a grant award under the Fire Management Assistance Grant, the total documented costs under this grant award was $854,018 and a receivable has been recorded at June 30, 2009 for $286,446.

Note 18. Commitments and Contingencies (continued)

During the year ended June 30, 2010, the Airport received grants from the FAA to fund certain improvements and expansions. In connection with these grants, the Airport is obligated to administer the program and spend the grant monies in accordance with regulatory restrictions and is subject to audit by the grantor agency. In the event of noncompliance, the agency may require the Airport to refund program awards. The Airport's management does not believe funds, if any, would have a material adverse effect on the Airport's financial position or results of operations

Note 19. Risk Management

The County and its component units are exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; workers compensation; and natural disasters for which commercial insurance is carried. The County and its component units carry commercial insurance to cover all losses, excluding vehicle comprehensive and collision coverage and including workers' compensation. During the year ended June 30, 2010, there were no significant reductions in insurance coverage from the prior year. Settled claims have not exceeded the County's coverage in any of the past three (3) years.

Note 20. Reconciliation of Government-Wide and Fund Financial Statements

A. Explanation of differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes a reconciliation between fund balance amounts and net asset-governmental activities. The details of the reconciled amount are as follows:

Capital assets (exclusive of Internal Service Fund Capital Assets) in governmental activities are not financial resources and therefore are not reported in the fund financial statements.	
Capital assets	762,004,528
Less, accumulated depreciation	(106,133,865)
Net amount reported	655,870,663
Some of the County's taxes will be collected after year end, but are not available soon enough to pay for current period expenditures.	
Property taxes, net of allowance for collectible	6,293,307
Accomodations Tax	711,542
Capital Project Sales Tax	11,685,126
Net amount reported	18,689,975
Other long term assets are not available to pay for current period expenditures and, therefore, are deferred in the fund.	
Deferred charges, net	(1,650,311)
Unamortized bond premium	2,477,528
Net amount reported	827,217
Internal service funds are used by management to charge the costs of fleet services to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	14,372,067
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the fund financial statements.	
Accrued interest payable	(2,906,503)
Long-term bond and other obligations	(486,183,309)
Less: Net present value adjustment of RIDE loans	11,425,364
Net amount reported	(477,664,448)

Note 20. Reconciliation of Government-Wide and Fund Financial Statements (continued

B. Explanation of differences between the governmental statement of revenues, expenses and balances and the government-wide statement of activities

The governmental fund statement of revenue, expenses and changes in fund balances includes a reconciliation between net changes in fund balance and changes in net assets-governmental activities. The details of the reconciled amounts are as follows:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation in the current period.

Capital outlay expenditures	$ 71,459,758
Depreciation expense	(14,555,830)
Net amount reported	$ 56,903,928

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in these funds.

Property taxes, capital project sales tax & Accommodations tax	$ (2,539,763)
Donation of capital assets	832,582
Net amount reported	$ (1,707,181)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Net post employment benefit obligation	$ (4,501,410)
Change in accrued interest expense	5,106,917
Accrued compensated absences	(532,487)
Net amount reported	$ 73,020

The issuance of long-term debt provides current financial resources to governmental funds, while repayment of principal and interest consumes current financial resources of governmental funds. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Proceeds from bonds	$ (26,040,000)
Principal repayments of long-term debt and other related costs	42,491,370
Net amount reported	$ 16,451,370

The net revenue of certain activities of internal service funds reported with governmental activities.	$ 927,702

Note 21. New Accounting Pronouncements

In August of 2004, the GASB issued Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions,* which addresses how state and local governments should account for and report their costs and obligations related to postemployment healthcare and other non-pension benefits. The Statement generally requires that state and local governmental employers account for and report the annual cost of OPEB and the outstanding obligations and commitments related to OPEB in essentially the same manner as they currently do for pensions. Annual OPEB cost for most employers will be based on actuarially determined amounts that, if paid on an ongoing basis, generally would provide sufficient resources to pay benefits as they come due. The provisions of Statement 45 may be applied prospectively and do not require governments to fund their OPEB plans. An employer may establish its OPEB liability at zero as of the beginning of the initial year of implementation; however, the unfunded actuarial liability is required to be amortized over future periods. This Statement, which was effective for the County for the year ended June 30, 2008, has a resulting government-wide liability stated of $15,037,853 as of June 30, 2010.

In July of 2007, the GASB issued Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*. This statement characterizes an intangible asset as an asset that lacks physical substance, is nonfinancial in nature, and has an initial useful life extending beyond a single reporting period. Examples of intangible assets include easements, computer software, water rights, timber rights, patents, and trademarks. This statement is effective for periods after June 15, 2009. This Statement had a $20,000 impact on the County's financial statements for copyrights. The County did not report retrospectively on internally generated software. Procedures have been established to begin tracking this cost data from July 1, 2010 forward for fiscal year 2011 reporting.

In June of 2008, the GASB issued Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*. This statement is intended to improve how state and local governments report information about derivative instruments—financial arrangements used by governments to manage specific risks or make investments—in their financial statements. The Statement specifically requires governments to measure most derivative instruments at fair value in their financial statements that are prepared using the economic resources measurement focus and the accrual basis of accounting. The guidance in this Statement also addresses hedge accounting requirements and is effective for financial statements for reporting periods beginning after June 15, 2009, with earlier application encouraged. This Statement did not have an impact on the County's financial statements.

In February of 2009, the GASB issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. This Statement establishes new categories for reporting fund balance and revises the definitions for governmental fund types. The requirements of this Statement are effective for financial statements for reporting periods beginning after June 15, 2010.

In December of 2009, the GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans,* which amends Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, to enable certain agent employers to use an alternative measurement method to produce actuarially based information for purposes of financial reporting. This alternative measurement method is described as a complex and potentially less expensive alternative to a full actuarial valuation. Statement No. 57 also amends Statement No. 43, *Financial Reporting for Postemployment Benefit Plans*

Note 21. New Accounting Pronouncements (continued)

Other Than Pensions Plans, to be consistent with the change to the employer-reporting requirements. The provisions of Statement No. 57 related to the use and reporting of the alternative measurement method are effective immediately. Other provisions related to the frequency and timing of measurements are effective for actuarial valuations first used to report funded status information in OPEB plan financial statements periods beginning after June 15, 2011.

In December of 2009, the GASB issued Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies.* This Statement establishes accounting and financial reporting guidance for governments that have petitioned for protections from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The requirements of this Statement are effective for financial statements for reporting periods beginning after June 15, 2009. This Statement did not have an impact on the County's financial statements.

In June of 2010, the GASB issued Statement No. 59, *Financial Instruments Omnibus*. The Statement updates and improves existing standards regarding financial reporting of certain financial instruments and external investment pools. The Statement is effective for financial statements prepared by state and local governments for periods beginning after June 15, 2010, with earlier application encouraged.

Note 22. Prior Period Adjustment

Special Obligation Debt Service Fund – Advance Refundings

At June 30, 2009, the County used a refunding transaction to defease debt, but did not report the application of the proceeds as an *Other financing use – payment to refunded bonds escrow agent*. A prior period adjustment is due to reflect the payments on the refunded bonds on the Schedule of Revenues, Expenditures and Changes in Fund Balance and reduction of restricted funds held in trust on the Balance Sheets. The effect on prior year Statement of Net Activities was Debt Service expenditures were overstated by $10,671.

The following table indicates the effect of this restatement on the County's financial statements at July 1, 2009:

The following is the restatement of net assets for governmental activities:	(in thousands)
Net assets reported at June 30, 2009	$450,015
Prior Period Adjustment for payment to refunded bonds escrow agent	(10,671)
Restated balance at June 30, 2009	$439,344

	Governmental Funds
Fund balance restatement:	
Fund balance as reported at June 30, 2009	$310,568
Effect of fund restatement on the County's financial statements	(10,671)
Restated balance at June 30, 2009	$299,896

Note 23. Subsequent Events

On October 8, 2010, the County closed on a $1 million loan to enable the County to fund the installation and relocation of fiber optic cables in road and highway rights-of-way secured by $4,042,029 in leased equipment. The loan is payable in three annual installments of principal and interest on September 1, 2011, to and including September 1, 2013 in the amount of $345,892.49.

Department of Airports

On October 19, 2010, Horry County Council enacted Ordinance 77-10 and Ordinance 78-10 authorizing issuance of Airport Revenue Bonds of Horry County, South Carolina not exceeding $77.5 million principal amount in two series. On November 2, a purchase contract between Morgan Stanley & Co., Inc. and Horry County, South Carolina took effect for $50,870,000 of Airport Revenue Bonds, Series 2010A and $9,720,000 of Taxable Airport Revenue Bonds, Series 2010B. The proceeds of the Series 2010A Bonds will be used to fund part of the Terminal Capacity Enhancement Program (TCEP). The proceeds of the Series 2010B Bonds will be used to pay a portion of the cost of the Harrelson Boulevard Improvements, interest, issuance costs and to fund a portion of the debt service reserve requirement. In addition to these bonds, the TCEP funding plan will utilize $16.5 million in airport cash, along with PFC's, CFC's, FAA Airport Improvement Program, federal and local grants.

On October 8, 2010, the County has determined to effect the defeasance and redemption of the remaining outstanding principal amounts of the Series 1997A Bonds ($1,345,000), the Series 1997C bonds ($2,115,000) and the Series 2000 Bonds (6,040,000), collectively called the "Prior Bonds". A combined total of $9,744,992 from County funds, moneys on deposit in the Interest and Principal Subaccounts of the debt service accounts and moneys on deposit in the Debt Service Reserve account were deposited in an escrow deposit with Bank of New York Mellon Trust Co. to provide for future debt service payments on the Prior Bonds which became due and payable on the redemption date, November 8, 2010. As a result, the Prior Bonds are considered to be defeased for payments due after November 8, 2010.

REQUIRED SUPPLEMENTARY INFORMATION

HORRY COUNTY, SOUTH CAROLINA

BUDGETARY COMPARISON SCHEDULES

GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative actual amounts for for the year ended June 30, 2009)

	2010				2009
	Budget		Actual	Variance Positive	
	Original	Final	Amounts	(Negative)	Actual
Revenues					
Real property taxes	$ 66,541,045	$ 66,041,045	$ 64,945,936	$ (1,095,109)	$ 62,179,876
Personal property taxes	5,407,500	5,407,500	5,373,195	(34,305)	5,314,920
Vehicle taxes	4,900,100	4,900,100	4,242,580	(657,520)	4,856,819
Intergovernmental	12,626,298	12,701,076	12,458,256	(242,820)	13,230,374
Fees and fines	19,607,462	18,121,677	18,860,707	739,030	17,733,220
Documentary stamps	2,650,000	2,650,000	2,469,372	(180,628)	2,406,177
License and permits	7,015,030	7,015,030	6,571,842	(443,188)	7,550,972
Interest on investments	823,750	823,750	424,249	(399,501)	948,626
Cost allocation	2,198,231	2,198,231	3,077,421	879,190	2,099,992
Other	3,608,263	3,640,436	3,136,385	(504,051)	3,704,275
Total revenues	125,377,679	123,498,845	121,559,943	(1,938,902)	120,025,251
Expenditures					
General Government:					
County Council	1,569,939	1,910,589	1,363,301	547,288	1,259,630
County Administrator	565,021	462,038	376,101	85,937	366,304
Administration Division	174,168	174,168	163,439	10,729	165,117
Finance	1,188,748	1,193,525	1,041,326	152,199	1,377,552
Department Overhead	7,320,684	4,822,891	3,346,730	1,476,161	3,204,876
Human Resources	1,192,411	1,145,096	967,980	177,116	1,006,955
Procurement	372,823	372,823	298,422	74,401	336,498
Information Technology	6,306,977	6,700,746	6,637,922	62,824	5,929,211
Assessor	3,048,764	3,049,033	2,914,483	134,550	2,928,627
Assessor Appeals Board	12,557	12,557	3,259	9,298	3,892
Registrar of Deeds	1,145,442	1,140,942	1,041,454	99,488	1,118,596
Maintenance	4,471,005	4,571,686	3,918,045	653,641	4,116,014
Voter Registration and Election	490,496	512,313	458,284	54,029	443,078
Public Information/Employee Relation	348,615	348,615	290,120	58,495	273,770
Budget and Revenue Management	178,067	178,067	177,115	952	171,238
Treasurer	1,800,368	1,800,128	1,752,312	47,816	1,767,708
Auditor	1,434,227	1,434,227	1,393,499	40,728	1,374,762
Records Retention	212,870	207,620	200,074	7,546	222,199
Probate Judge	889,609	889,609	878,451	11,158	880,295
Master-in-equity	277,866	281,522	280,804	718	361,120
Legal	984,299	961,045	644,914	316,131	842,470
Grant Administration	449,574	467,856	169,538	298,318	170,827
Delegation	99,307	99,307	97,947	1,360	99,480
Hospitality	285,281	287,299	284,028	3,271	279,718
Business License	206,869	206,869	199,574	7,295	199,216
Total	35,025,987	33,230,571	28,899,122	4,331,449	28,899,153
Less, capital outlay	(93,766)	(679,406)	(850,913)	171,507	(339,192)
Net general government	34,932,221	32,551,165	28,048,209	4,502,956	28,559,961

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

BUDGETARY COMPARISON SCHEDULES

GENERAL FUND

- CONTINUED -

	2010				2009
	Budget			Variance Positive	
	Original	Final	Actual Amounts	(Negative)	Actual
Public Safety:					
Solicitor	5,053,820	5,053,713	5,001,085	52,628	5,213,774
Public Defender	1,570,744	1,653,695	1,558,710	94,985	1,088,927
Clerk of Court - Circuit DSS Family	2,427,504	2,469,186	2,460,366	8,820	2,443,747
Magistrate No. 1 Conway	273,302	273,302	269,398	3,904	274,629
Magistrate No. 2 Aynor	179,450	184,956	184,844	112	165,703
Magistrate No. 4 Mt. Olive	201,658	200,335	199,722	613	198,168
Magistrate No. 5 Loris	183,322	184,029	180,214	3,815	182,120
Magistrate No. 6 Myrtle Beach	334,995	331,940	308,829	23,111	319,861
Magistrate No. 7 Steven Cross Road	210,163	211,929	197,775	14,154	212,650
Magistrate No. 11 Surfside	177,399	178,987	176,369	2,618	170,021
Magistrate at Large No. 1	107,023	108,062	108,060	2	110,456
Magistrate at Large No. 2	332,963	367,210	365,784	1,426	331,419
Central Summary Court	372,263	338,016	323,857	14,159	317,738
Central Jury Court	197,877	197,877	187,589	10,288	181,454
800 MHZ Rebanding	163,458	367,024	193,684	173,340	55,775
Assistant County Administrator	315,961	357,183	355,071	2,112	323,649
Sheriff	3,109,865	3,135,002	3,132,425	2,577	3,055,235
Police	19,302,161	19,247,302	18,262,524	984,778	19,065,272
Central Processing - DSS	63,896	63,896	63,720	176	63,576
Emergency Preparedness	398,904	393,800	388,695	5,105	383,384
Emergency 911 Communications	3,514,281	3,514,281	3,341,046	173,235	3,273,227
Coroner	718,176	715,176	662,106	53,070	699,734
Detention Center	18,668,483	18,608,452	16,961,134	1,647,318	14,928,960
Emergency Medical Services	13,790,984	13,787,984	13,672,972	115,012	13,786,924
Beach Front Program	53,903	53,903	46,955	6,948	43,941
Animal Care Center	711,490	751,214	751,182	32	-
Environmental Services	-	-	-	-	1,044,405
Pre-trial Intervention	628,217	628,217	559,420	68,797	584,446
Total	73,062,262	73,376,671	69,913,536	3,463,135	68,519,195
Less, capital outlay	(79,000)	(164,971)	(147,078)	(17,893)	(161,993)
Net public safety	72,983,262	73,211,700	69,766,458	3,445,242	68,357,202

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

BUDGETARY COMPARISON SCHEDULES

GENERAL FUND

- CONTINUED -

	2010				2009
	Budget			Variance	
	Original	Final	Actual Amounts	Positive (Negative)	Actual
Expenditures (continued)					
Health and Social Services:					
Medically Indigent Assistance Program	1,203,489	1,203,489	1,112,462	91,027	1,060,329
Health Department	216,922	216,922	127,645	89,277	124,936
Department of Social Services	113,295	113,295	66,753	46,542	73,229
Veteran Affairs	131,464	150,339	149,927	412	116,423
Total	1,665,170	1,684,045	1,456,787	227,258	1,374,917
Net health and social services	1,665,170	1,684,045	1,456,787	227,258	1,374,917
Infrastructure and Regulation:					
Assistant County Administrator	256,208	267,157	238,571	28,586	244,728
County Engineer	1,269,950	1,390,684	1,259,790	130,894	1,240,508
Public Works	7,881,951	9,540,142	5,725,305	3,814,837	6,266,485
Codes Enforcement	2,870,883	2,870,883	2,659,078	211,805	2,973,826
Planning	1,745,873	1,746,142	1,678,392	67,750	1,690,792
Total	14,024,865	15,815,008	11,561,136	4,253,872	12,416,339
Less, capital outlay	(22,500)	(517,113)	-	(517,113)	(26,988)
Net infrastructure and regulation	14,002,365	15,297,895	11,561,136	3,736,759	12,389,351
Culture, Recreation, and Tourism:					
Library	3,733,461	3,719,211	3,292,405	426,806	3,709,423
Museum	362,639	381,370	304,487	76,883	298,864
Total	4,096,100	4,100,581	3,596,892	503,689	4,008,287
Net culture, recreation and tourism	4,096,100	4,100,581	3,596,892	503,689	4,008,287
Other:					
Other Agencies:	44,308	44,308	44,308	-	833,422
Total other	44,308	44,308	44,308	-	833,422
Capital outlay	195,266	1,361,490	997,991	363,499	528,173
Total expenditures	127,918,692	128,251,184	115,471,781	12,779,403	116,051,313
Excess of revenues over expenditures	(2,541,013)	(4,752,339)	6,088,162	10,840,501	3,973,938
Other Financial Sources (Uses)					
Sale of assets	75,000	75,000	76,862	1,862	391,967
Lease Financing	-	-	580,378	580,378	-
Transfers in	3,802,143	3,802,143	3,790,266	(11,877)	2,585,351
Transfers out	(4,336,130)	(4,616,969)	(4,596,501)	20,468	(5,210,571)
Total other financing sources (uses)	(458,987)	(739,826)	(148,995)	590,831	(2,233,253)
Net change in fund balance	(3,000,000)	(5,492,165)	5,939,167	11,431,332	1,740,685
Fund balance at beginning of year	30,823,698	30,823,697	30,823,697	-	29,083,013
Fund balance at end of year	$ 27,823,698	$ 25,331,532	$ 36,762,864	$ 11,431,332	$ 30,823,698

HORRY COUNTY, SOUTH CAROLINA

BUDGETARY COMPARISON SCHEDULES

HOSPITALITY 1.5% FUND

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative actual amounts for for the year ended June 30, 2009)

	2010				2009
	Budget		Actual	Variance Positive	
	Original	Final	(GAAP Basis)	(Negative)	Actual
Revenues					
Fees and fines	$ 29,311,450	$ 29,311,450	$ 28,021,492	$ (1,289,958)	$ 28,329,396
Interest on investments	48,500	48,500	16,908	(31,592)	39,230
Total revenues	29,359,950	29,359,950	28,038,400	(1,321,550)	28,368,626
Excess of revenues over expenditures	29,359,950	29,359,950	28,038,400	(1,321,550)	28,368,626
Other financing sources (uses)					
Transfers out - RIDE debt service	(29,066,835)	(29,066,835)	(27,798,152)	1,268,683	(28,062,917)
Transfers out - general fund	(293,115)	(293,115)	(275,621)	17,494	(278,538)
Total other financing sources (uses)	(29,359,950)	(29,359,950)	(28,073,773)	1,286,177	(28,341,455)
Net change in fund balance	-	-	(35,373)	(35,373)	27,171
Fund balance at beginning of year	33,586	33,586	33,586	-	6,415
Fund balance at end of year (deficit)	$ 33,586	$ 33,586	$ (1,787)	$ (35,373)	$ 33,586

A. Basis of Budgeting

The policy established by the County with respect to the Budget is substantially the same as GAAP, with one exception. The County's budget basis accounting differs from GAAP in accounting for capital lease financing transactions. For budgetary basis accounting, these transactions are not recorded as other financing sources when funded and expenditures when the equipment is acquired, as required by GAAP.

However, there is no difference in fund balance because of this, thus the County considers its budget to be GAAP basis.

HORRY COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION FOR GOVERNMENTS THAT USE THE MODIFIED APPROACH FOR INFRASTRUCTURE ASSETS

FOR THE YEAR END JUNE 30, 2010

A. Condition Rating and Actual Maintenance/Preservation of Horry County's Road Infrastructure

Horry County's road system consists of approximately 47.51% paved roads and 52.49% unpaved roads. The condition of the road pavement is measured using several distress factors found in pavement surfaces. The pavement management system uses a measurement scale that is based on a condition index ranging from 1 for failed pavement to 5 for a pavement in perfect condition. The condition index is used to classify roads in good or better condition (rating 4 or 5), fair condition (rating 3), and substandard condition (rating 1 or 2). It is the County's goal to maintain at least 60 percent of its street system at fair or better condition level. No more than 40 percent should be in a substandard condition. Condition assessments are determined every year.

The County created a long-term road improvement program that had been paving at least 16 miles of dirt roads per year from FY04 through FY08. In FY09, as a result of an expected revenue shortfall, this was decreased to 14.5 miles and in FY10 it was further reduced to 9.7 miles per year. In FY11, due to continued revenue shortfalls, it has been further reduced to 8.9 miles per year. As these roads are paved, they become part of the County's pavement management system.

The actual maintenance of the unpaved roads involves scraping each road every three weeks depending on the weather. At this time, management believes it is impossible to conduct a meaningful condition assessment for dirt roads because road conditions can change daily depending on traffic, weather, soils, and the County's maintenance schedule.

The costs of maintaining unpaved roads accounts for an estimated 75% of the Public Works Department annual operating budget.

Several factors that have occurred over the past several years that has affected the County's paved road network are as follows:

1) Horry County has experienced tremendous growth which has resulted in the growth of our paved road network by over 44%.

2) The current economic conditions, as well as including cost allocation for Fund 34, has resulted in reduced revenues received by the County which has resulted in reductions to the resurfacing program.

3) In May 2007, a one-cent sales tax was passed and is dedicated to specific road projects, included is the resurfacing of 67 miles of County maintained roads over a 7 year period.

4) Horry County is in the process of implementing a formal pavement management system (MicroPaver) which will provide a more scientific analysis of the paved road network. Upon full implementation of the MicroPaver system, Horry County's road condition summary could change.

5) In FY09 County Council increased the road maintenance fee by $10.00 and dedicated it to the resurfacing program.

The following tables depict the condition and maintenance costs of the County's road infrastructure:

	Percentage of Miles in Fair or Better Condition Condition		
	2010	2009	2008
Arterial	57.1%	64.1%	71.0%
Collector	61.1%	66.6%	66.9%
Access	61.7%	65.6%	71.4%
Overall system	60.0%	65.6%	71.0%

	Percentage of Miles in Substandard Condition		
	2010	2009	2008
Arterial	42.9%	35.9%	29.0%
Collector	38.9%	33.4%	33.1%
Access	38.3%	34.4%	28.6%
Overall System	40.0%	34.4%	29.0%

A. Condition Rating and Actual Maintenance/Preservation of Horry County's Road infrastructure (continued)

	Comparison of Needed-To-Actual Maintenance/Preservation				
	2010	2009	2008	2007	2006
Arterial:					
Needed	$ 376,530	$ 304,911	$ 225,145	$ 206,555	$ 92,950
Actual	10,721	84,912	205,436	-	-
Collector:					
Needed	1,050,433	871,842	833,136	816,000	816,000
Actual	6,158	147,800	102,718	56,821	78,477
Access:					
Needed	8,039,258	6,716,057	5,366,741	4,941,750	4,941,750
Actual	1,345,558	1,231,778	1,558,480	184,055	275,778
Overall System:					
Needed	9,466,222	7,892,810	6,425,022	5,964,305	5,850,700
Actual	1,362,437	1,464,490	1,866,634	240,876	354,255
Difference	$ 8,103,784	$ 6,428,320	$ 4,558,388	$ 5,723,429	$ 5,496,445

B. Condition Rating and Actual Maintenance/Preservation of Department of Airport's Infrastructure

The most recent complete condition assessment of the Airport's infrastructure assets is as follows:

Infrastructure Systems:	Area Weighted PCI Value
Airfield runways, taxiways, aprons for:	
Myrtle Beach International (MYR)	65
General Aviation: Conway	65
Grand Strand	76
Loris	27

The basis for the condition measurement of airfield systems using the Payment Condition Index (PCI) are distresses found in the pavement surfaces. A scale used to assess and report conditions could range from zero for a failed pavement to 100 for a pavement in excellent condition. Generally, ratings of 71 and above are candidates for routine prevention; 41-70 for major rehabilitation; and below 40 for major reconstruction. Additionally, the basis for the condition measurement of airfield-related runways, taxiways, aprons, etc. systems is based on the Airports' Master Plan which is periodically updated as part of the Federal Aviation Administration (FAA) required Airport Layout Plan (ALP).

At June 30, 2010, the Airport's airfield infrastructure systems of MYR, Conway, Loris and Grand Strand are considered by management to be good or better condition. The Department completed a project that rehabilitated MYR Taxiway "A" South and a portion of MYR Runway 18-36 at a cost of approximately $3.8 million. Work was also completed on the resurfacing of the runway and a portion of the apron at Conway Airport. A $300,000 overlay of the Loris Airport runway was completed in fiscal year 2004, however, a new condition assessment has not been completed as of June 30, 2010. Therefore, the PCI Value of 27 for Loris above does not take into account the overlay. A pavement rejuvenation program at Grand Strand Airport and Conway Airport was completed in fiscal year 05. The Airport intends to preserve its eligible infrastructure in accordance with its current Airport Layout Plans (ALP) and as required by the FAA.

The Airport is obligated by the FAA to maintain a current ALP for its airports. In order to maintain a current ALP, the Airport reviews and updates its Master Plan every five years and updates if necessary. The MYR ALP was updated in fiscal year 2009. The Master Plan forecasts activities and needs of the Airport for a 20-year period.

The Airport has completed a PCI study for MYR in fiscal year 2009. The State of South Carolina has advised the Airport that they expect to complete a PCI study on the state's general aviation airports, including CRE, HYW and 5J9, within the next fiscal year.

HORRY COUNTY, SOUTH CAROLINA

REQUIRED SUPPLEMENTARY INFORMATION FOR GOVERNMENT
SCHEDULE OF FUNDING PROGRESS OTHER
POST EMPLOYMENT BENEFITS PLAN

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation are as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2008	$5,510,608	6.71%	$5,140,807
2009	$5,692,932	7.52%	$10,405,564
2010	$5,425,242	14.62%	$15,037,859

Funded status and Funding Progress

The funded status of the plan as of June 30, 2010 was as follows:

	Actuarial valuation date	Actuarial value of plan assets (a)	Actuarial accrued liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded ratio (a/b)	Covered payroll (c)	UAAL as a percentage of covered payroll
General	6/30/2008	-	$30,307,044	$30,307,044	0.00%	$38,989,986	77.73%
Police	6/30/2008	-	$17,983,147	$17,983,147	0.00%	$30,483,561	58.99%
Airport	6/30/2008	-	$1,151,637	$1,151,637	0.00%	$4,349,632	26.48%
General	6/30/2009	-	$33,737,013	$33,737,013	0.00%	$36,659,940	92.03%
Police	6/30/2009	-	$21,214,682	$21,214,682	0.00%	$33,011,365	64.26%
Airport	6/30/2009	-	$1,366,632	$1,366,632	0.00%	$4,338,620	31.50%
General	6/30/2010	-	$28,891,592	$28,891,592	0.00%	$39,413,411	73.30%
Police	6/30/2010	-	$19,629,760	$19,629,760	0.00%	$35,285,743	55.63%
Airport	6/30/2010	-	$1,135,710	$1,135,710	0.00%	$4,202,436	27.03%

OTHER FINANCIAL INFORMATION

COMBINING NON-MAJOR
GOVERNMENTAL FINANCIAL STATEMENTS

HORRY COUNTY, SOUTH CAROLINA

COMBINING BALANCE SHEETS

NON-MAJOR GOVERNMENTAL FUNDS

JUNE 30, 2010

	Non-Major Special Revenue	Non-Major Capital Improvement	Non-Major Debt Service Funds	Total Non-Major Governmental
Assets				
Cash and cash equivalents	$ 3,112,331	$ -	$ -	$ 3,112,331
Pooled cash and investments	41,341,851	199,775	15,465,066	57,006,692
Funds held in trust	-	-	199,945	199,945
Receivables, net:				
Property taxes	1,703,599	-	907,607	2,611,206
Accounts and other	2,505,714	-	3,914	2,509,628
Fees	370,721	-	-	370,721
Interest receivable	62,343	287	25,756	88,386
Due from other funds	592,417	-	-	592,417
Due from other governments	3,854,734	-	-	3,854,734
Notes receivable	-		-	-
Prepaid items	24,848	-	-	24,848
Total Assets	$ 53,568,558	$ 200,062	$ 16,602,288	$ 70,370,908
Liabilities and Fund Balances				
Liabilities:				
Accounts payable - trade	$ 1,681,738	$ -	$ -	$ 1,681,738
Accounts payable - other	100,073	-	-	100,073
Retainage payable	21,082	-	-	21,082
Accrued salaries and wages	453,460	-	-	453,460
Due to other funds	2,263,821	-	1,585	2,265,406
Due to other governments	54,680	-	-	54,680
Due to component units	558,363	-	-	558,363
Deferred revenue	3,183,382	-	695,135	3,878,517
Other liabilities	480,000	-	-	480,000
Total liabilities	8,796,599	-	696,720	9,493,319
Fund Balances:				
Reserved for:				
Encumbrances	3,224,598	-	-	3,224,598
Prepaid items	24,848	-	-	24,848
Debt service	-	-	15,905,568	15,905,568
Road maintenance	310,264	-	-	310,264
Cultural	78,228	-	-	78,228
Baseball Stadium Park	242,413	-	-	242,413
Infrastructure development	1,918,097	-	-	1,918,097
Designated for debt service	1,401,888	-	-	1,401,888
Unreserved/designated	3,033,873	200,062	-	3,233,935
Unreserved/undesignated	34,537,750	-	-	34,537,750
Total fund balances	44,771,959	200,062	15,905,568	60,877,589
Total liabilities and fund balances	$ 53,568,558	$ 200,062	$ 16,602,288	$ 70,370,908

HORRY COUNTY, SOUTH CAROLINA

COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

	Non-Major Special Revenue Funds	Non-Major Capital Improvement Funds	Non-Major Debt Service Funds	Total Non-Major Governmental Funds
Revenues				
Real property taxes	$ 23,736,307	$ -	$ 13,299,461	$ 37,035,768
Personal property taxes	2,419,207	-	1,160,429	3,579,636
Vehicle taxes	2,157,090	-	914,342	3,071,432
Intergovernmental	10,618,145	-	59,544	10,677,689
Accomodations tax	845,104	-	-	845,104
Fees and fines	18,871,108	-	-	18,871,108
Interest on investments	209,195	(825)	263,561	471,931
Other	643,500	8,500	-	652,000
Total revenues	59,499,656	7,675	15,697,337	75,204,668
Expenditures				
Current:				
General government	21,905	-	-	21,905
Public safety	17,695,035	-	-	17,695,035
Infrastructure and regulation	20,049,423	-	-	20,049,423
Health and social services	774,899	-	-	774,899
Culture, recreation and tourism	6,209,989	-	-	6,209,989
Economic development	2,018,527	200	-	2,018,727
TECH and Higher Education Commission	-	-	5,113,442	5,113,442
Capital outlay	2,234,194	-	-	2,234,194
Debt service	-	-	16,818,588	16,818,588
Total expenditures	49,003,972	200	21,932,030	70,936,202
Excess (deficiency) of revenues over (under) expenditures	10,495,684	7,475	(6,234,693)	4,268,466
Other Financing Sources (Uses)				
Transfers in	4,383,856	-	3,572,555	7,956,411
Issuance of bonds	-	-	13,690,000	13,690,000
Bond Premium	-	-	1,150,655	1,150,655
Sale of assets	17,114	-	-	17,114
Payment to refunded bond escrow agent	-	-	(13,260,000)	(13,260,000)
Transfers out	(12,047,036)	-	-	(12,047,036)
Total other financing sources (uses)	(7,646,066)	-	5,153,210	(2,492,856)
Net change in fund balance	2,849,618	7,475	(1,081,483)	1,775,610
Fund balances at beginning of year as restated	41,922,341	192,587	16,987,051	59,101,979
Fund balances at end of year	$ 44,771,959	$ 200,062	$ 15,905,568	$ 60,877,589

INDIVIDUAL FUND FINANCIAL STATEMENTS

GENERAL FUND

The General Fund is the major operating fund of the County's governmental activities and is used to account for all financial resources except those required to be accounted for in other funds.

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Cash and cash equivalents	**$ 3,232,771**	$ 2,892,467
Pooled cash and investments	**60,444,042**	54,912,478
Receivables, net:		
Property taxes	**5,317,421**	4,123,486
Accounts and other	**3,450,984**	3,899,007
Interest receivable	**198,909**	300,249
Due from other governments	**2,638,007**	3,007,137
Due from other funds	**2,089,747**	2,915,252
Inventories	**82,549**	32,393
Prepaid items	**2,756,273**	850,699
Total Assets	**$ 80,210,703**	$ 72,933,168
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 2,187,949**	$ 2,201,358
Accounts payable - other	**1,284,613**	558,746
Due to other governments	**2,338,177**	2,000,525
Accrued salaries and wages	**2,406,844**	2,130,576
Due to component unit	**86,102**	86,102
Accrued compensated absences	**16,681**	7,133
Due to other funds	**52,966**	44,292
Proceeds from sales held by Master in Equity	**5,693,325**	4,906,920
Due to taxpayers for overpayment	**6,204,702**	4,584,606
Funds held in trust- delinquent taxes	**186,225**	420,058
Funds held in trust- Clerk of Court	**2,261,536**	6,582,199
Other accrued liabilities	**14,684,150**	12,367,414
Deferred revenues	**6,044,568**	6,219,541
Total Liabilities	**43,447,838**	42,109,470
Fund balance:		
Reserved for underground storage	**50,000**	50,000
Reserved for encumbrances	**708,425**	120,505
Reserved for inventories	**82,549**	32,393
Reserved for prepaid item	**2,756,273**	850,699
Reserved for environmental services	**-**	68,733
Reserved for freight claims	**51,471**	51,471
Unreserved:		
Designated	**8,375,028**	5,309,157
Unreserved, undesignated	**24,739,119**	24,340,740
Total fund balance:	**36,762,865**	30,823,698
Total liabilities and fund balance	**$ 80,210,703**	$ 72,933,168

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Final Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Property taxes:				
Real property taxes	**$ 66,041,045**	**$ 64,945,936**	**$ (1,095,109)**	$ 62,179,876
Personal property taxes	**5,407,500**	**5,373,195**	**(34,305)**	5,314,920
Vehicle taxes	**4,900,100**	**4,242,580**	**(657,520)**	4,856,819
Total property taxes	**76,348,645**	**74,561,711**	**(1,786,934)**	72,351,615
Intergovernmental:				
Federal grants	**699,381**	**762,630**	**63,249**	701,198
Tax supplies	**5,240**	**-**	**(5,240)**	5,240
Inventory tax	**306,284**	**306,286**	**2**	306,288
State salary supplements	**7,875**	**7,875**	**-**	7,875
Board of registration	**10,005**	**7,550**	**(2,455)**	7,223
Veteran affairs	**8,700**	**6,579**	**(2,121)**	8,373
State shared	**9,291,612**	**9,022,641**	**(268,971)**	10,807,235
State - Library	**263,349**	**259,550**	**(3,799)**	298,876
Accommodations tax	**189,612**	**169,144**	**(20,468)**	180,408
Other - state	**407,416**	**337,446**	**(69,970)**	540,928
Solicitors	**899,717**	**927,830**	**28,113**	119,664
Public Defender	**586,885**	**605,016**	**18,131**	222,317
Other	**25,000**	**45,709**	**20,709**	24,749
Total intergovernmental	**12,701,076**	**12,458,256**	**(242,820)**	13,230,374
Fees and Fines:				
Planning fees	**193,232**	**111,636**	**(81,596)**	72,169
EMS	**7,055,394**	**6,305,239**	**(750,155)**	5,192,103
RMC fees	**2,030,100**	**1,868,956**	**(161,144)**	2,102,691
Clerk of Court fees and fines	**635,500**	**688,061**	**52,561**	661,201
Library	**87,500**	**83,429**	**(4,071)**	89,118
Sheriff fines	**74,500**	**81,074**	**6,574**	83,067
Family court fees	**583,500**	**487,274**	**(96,226)**	569,877
Probate court fees	**632,645**	**654,792**	**22,147**	790,514
Magistrates' fees and fines	**2,530,099**	**2,667,743**	**137,644**	2,958,201
Prisoner Housing	**71,500**	**67,886**	**(3,614)**	72,341
Health department fees	**46,650**	**70,131**	**23,481**	70,522
Master in Equity fees	**1,525,000**	**2,802,367**	**1,277,367**	2,175,331
CATV fees	**1,305,000**	**1,738,661**	**433,661**	1,657,958
Beach franchise fees	**49,000**	**52,000**	**3,000**	65,001
Other	**403,367**	**319,667**	**(83,700)**	260,902
Georgetown Solicitor fees	**898,690**	**861,791**	**(36,899)**	912,224
Total fees and fines	**18,121,677**	**18,860,707**	**739,030**	17,733,220

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GAAP BASIS

- CONTINUED -

	2010			2009
	Final Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenue (continued)				
RMC Documentary Stamps:	**2,650,000**	**2,469,372**	**(180,628)**	2,406,177
Licenses and Permits:				
Business licenses	**4,314,490**	**3,910,209**	**(404,281)**	4,672,480
Building inspection permits	**2,500,000**	**2,338,830**	**(161,170)**	2,460,389
Other permits	**15,540**	**129,225**	**113,685**	229,985
Marriage licenses	**185,000**	**193,578**	**8,578**	188,118
Total licenses and permits	**7,015,030**	**6,571,842**	**(443,188)**	7,550,972
Interest on investments:	**823,750**	**424,249**	**(399,501)**	948,626
Cost allocation:	**2,198,231**	**3,077,421**	**879,190**	2,099,992
Other:				
Casino Boat	**1,765,000**	**1,238,020**	**(526,980)**	1,734,894
Rent	**20,560**	**7,400**	**(13,160)**	46,309
Other	**1,242,737**	**1,332,264**	**89,527**	1,334,161
Pre-Trial Intervention	**612,139**	**558,701**	**(53,438)**	588,911
Total other	**3,640,436**	**3,136,385**	**(504,051)**	3,704,275
Total revenue	**123,498,845**	**121,559,943**	**(1,938,902)**	120,025,251
Expenditures				
Current:				
General Government:				
County Council:				
Personal services	**491,626**	**491,626**	**-**	557,946
Contractual services	**204,000**	**118,144**	**85,856**	104,963
Supplies and materials	**560,582**	**188,760**	**371,822**	120,206
Business and travel	**154,381**	**64,771**	**89,610**	75,515
Other	**500,000**	**500,000**	**-**	401,000
Total	**1,910,589**	**1,363,301**	**547,288**	1,259,630
County Administrator:				
Personal services	**299,092**	**299,092**	**-**	301,065
Contractual services	**63,608**	**62,110**	**1,498**	23,715
Supplies and materials	**1,350**	**1,033**	**317**	2,365
Business and travel	**14,656**	**13,866**	**790**	6,659
Contingency	**83,332**	**-**	**83,332**	32,500
Total	**462,038**	**376,101**	**85,937**	366,304

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued) **Current:**	**Final Budget**	**Actual**	**Variance Positive (Negative)**	Actual
General Government (cont):				
Assistant County Administrator - Administration:				
Personal services	**163,768**	**161,073**	**2,695**	161,006
Contractual services	**6,200**	**1,047**	**5,153**	851
Supplies and materials	**2,500**	**426**	**2,074**	716
Business and travel	**1,700**	**893**	**807**	2,544
Total	**174,168**	**163,439**	**10,729**	165,117
Finance:				
Personal services	**1,109,571**	**980,196**	**129,375**	1,279,034
Contractual services	**46,389**	**32,977**	**13,412**	34,761
Supplies and materials	**28,233**	**22,593**	**5,640**	61,126
Business and travel	**9,332**	**5,560**	**3,772**	2,631
Total	**1,193,525**	**1,041,326**	**152,199**	1,377,552
Department Overhead:				
Personal services	**622,791**	**573,333**	**49,458**	548,532
Contractual services	**1,950,502**	**1,939,282**	**11,220**	1,900,810
Supplies and materials	**823,752**	**823,751**	**1**	744,520
Business and travel	**553,061**	**2,232**	**550,829**	1,864
Other	**872,785**	**8,132**	**864,653**	9,150
Total	**4,822,891**	**3,346,730**	**1,476,161**	3,204,876
Human Resources/Risk Management:				
Personal services	**1,017,219**	**924,559**	**92,660**	940,586
Contractual services	**54,941**	**17,970**	**36,971**	31,129
Supplies and materials	**53,457**	**18,682**	**34,775**	27,655
Business and travel	**16,750**	**4,040**	**12,710**	4,856
Other	**2,729**	**2,729**	**-**	2,729
Total	**1,145,096**	**967,980**	**177,116**	1,006,955
Procurement:				
Personal services	**354,780**	**283,746**	**71,034**	317,317
Contractual services	**9,018**	**7,483**	**1,535**	9,689
Supplies and materials	**7,500**	**6,028**	**1,472**	6,036
Business and travel	**1,525**	**1,165**	**360**	3,456
Total	**372,823**	**298,422**	**74,401**	336,498

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final**		**Positive**	
	Budget	**Actual**	**(Negative)**	Actual
General Government (cont):				
IT/GIS:				
Personal services	**2,188,704**	**2,125,880**	**62,824**	2,061,220
Contractual services	**2,873,677**	**2,826,695**	**46,982**	2,238,910
Supplies and materials	**237,942**	**214,486**	**23,456**	323,762
Business and travel	**33,302**	**27,451**	**5,851**	37,340
Capital outlay	**601,286**	**698,751**	**(97,465)**	375,390
Other	**765,835**	**744,659**	**21,176**	892,589
Total	**6,700,746**	**6,637,922**	**62,824**	5,929,211
Assessor:				
Personal services	**2,893,078**	**2,836,765**	**56,313**	2,840,118
Contractual services	**34,127**	**20,267**	**13,860**	20,036
Supplies and materials	**66,795**	**23,036**	**43,759**	28,738
Business and travel	**52,518**	**32,292**	**20,226**	38,990
Other	**2,515**	**2,123**	**392**	745
Total	**3,049,033**	**2,914,483**	**134,550**	2,928,627
Assessor Appeals Board:				
Personal services	**10,027**	**3,179**	**6,848**	3,892
Contractual services	**505**	**-**	**505**	-
Supplies and materials	**2,025**	**80**	**1,945**	-
Total	**12,557**	**3,259**	**9,298**	3,892
Registrar of Deeds:				
Personal services	**965,404**	**934,818**	**30,586**	983,940
Contractual services	**85,173**	**51,988**	**33,185**	85,828
Supplies and materials	**78,950**	**47,173**	**31,777**	47,198
Business and travel	**11,415**	**7,475**	**3,940**	1,630
Total	**1,140,942**	**1,041,454**	**99,488**	1,118,596

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final Budget**	**Actual**	**Positive (Negative)**	Actual
General Government (cont):				
Maintenance:				
Personal services	**3,202,882**	**2,816,112**	**386,770**	2,987,588
Contractual services	**454,164**	**333,563**	**120,601**	318,293
Supplies and materials	**531,996**	**430,775**	**101,221**	477,836
Business and travel	**222,470**	**176,717**	**45,753**	192,402
Capital outlay	**78,120**	**152,162**	**(74,042)**	14,633
Other	**82,054**	**8,716**	**73,338**	125,262
Total	**4,571,686**	**3,918,045**	**653,641**	4,116,014
Voter Registration and Election:				
Personal services	**374,652**	**369,811**	**4,841**	401,343
Contractual services	**23,608**	**12,762**	**10,846**	9,726
Supplies and materials	**104,096**	**71,131**	**32,965**	28,064
Business and travel	**9,957**	**4,580**	**5,377**	3,945
Total	**512,313**	**458,284**	**54,029**	443,078
Public Information:				
Personal services	**228,102**	**228,049**	**53**	223,122
Contractual services	**58,320**	**40,954**	**17,366**	13,260
Supplies and materials	**60,493**	**20,788**	**39,705**	37,066
Business and travel	**1,700**	**329**	**1,371**	322
Total	**348,615**	**290,120**	**58,495**	273,770
Budget and Revenue Management:				
Personal services	**173,508**	**173,508**	**-**	167,584
Supplies and materials	**4,349**	**3,397**	**952**	3,437
Business and travel	**210**	**210**	**-**	217
Total	**178,067**	**177,115**	**952**	171,238

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final Budget**	**Actual**	**Positive (Negative)**	Actual
General Government (cont):				
Treasurer:				
Personal services	**1,472,524**	**1,472,523**	**1**	1,431,234
Contractual services	**141,719**	**102,491**	**39,228**	171,594
Supplies and materials	**160,424**	**156,778**	**3,646**	143,875
Business and travel	**25,461**	**20,520**	**4,941**	21,005
Total	**1,800,128**	**1,752,312**	**47,816**	1,767,708
Auditor:				
Personal services	**1,278,445**	**1,278,444**	**1**	1,257,224
Contractual services	**43,215**	**36,845**	**6,370**	46,508
Supplies and materials	**94,139**	**63,351**	**30,788**	54,528
Business and travel	**18,428**	**14,859**	**3,569**	16,502
Total	**1,434,227**	**1,393,499**	**40,728**	1,374,762
Records Retention:				
Personal services	**175,254**	**174,637**	**617**	198,195
Contractual services	**14,503**	**12,368**	**2,135**	12,110
Supplies and materials	**14,908**	**12,028**	**2,880**	10,685
Business and travel	**2,955**	**1,041**	**1,914**	1,209
Total	**207,620**	**200,074**	**7,546**	222,199
Probate Judge:				
Personal services	**848,219**	**838,260**	**9,959**	835,872
Contractual services	**15,294**	**14,643**	**651**	14,196
Supplies and materials	**22,814**	**22,276**	**538**	23,394
Business and travel	**3,282**	**3,272**	**10**	6,833
Total	**889,609**	**878,451**	**11,158**	880,295
Master -in-Equity:				
Personal services	**275,031**	**275,030**	**1**	356,141
Contractual services	**2,990**	**2,892**	**98**	3,357
Supplies and materials	**2,906**	**2,347**	**559**	1,357
Business and travel	**595**	**535**	**60**	265
Total	**281,522**	**280,804**	**718**	361,120

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final Budget**	**Actual**	**Positive (Negative)**	Actual
General Government (cont):				
Legal:				
Personal services	**521,851**	**308,279**	**213,572**	461,250
Contractual services	**417,944**	**323,477**	**94,467**	365,908
Supplies and materials	**6,750**	**4,338**	**2,412**	3,985
Business and travel	**14,500**	**8,820**	**5,680**	11,327
Total	**961,045**	**644,914**	**316,131**	842,470
Grants Administration:				
Personal services	**168,441**	**167,041**	**1,400**	167,269
Contractual services	**291,142**	**3**	**291,139**	122
Supplies and materials	**5,150**	**2,494**	**2,656**	3,106
Business and travel	**3,123**	**-**	**3,123**	330
Total	**467,856**	**169,538**	**298,318**	170,827
Delegation:				
Personal services	**97,363**	**97,363**	**-**	98,763
Contractual services	**1,056**	**187**	**869**	229
Supplies and materials	**400**	**397**	**3**	385
Business and travel	**488**	**-**	**488**	103
Total	**99,307**	**97,947**	**1,360**	99,480
Hospitality:				
Personal services	**259,047**	**257,877**	**1,170**	254,440
Contractual services	**14,105**	**13,098**	**1,007**	13,047
Supplies and materials	**4,525**	**4,433**	**92**	4,125
Business and travel	**9,622**	**8,620**	**1,002**	8,106
Total	**287,299**	**284,028**	**3,271**	279,718
Business License:				
Personal services	**163,437**	**163,437**	**-**	160,604
Contractual services	**28,715**	**24,754**	**3,961**	25,845
Supplies and materials	**6,680**	**5,452**	**1,228**	5,925
Business and travel	**8,037**	**5,931**	**2,106**	6,842
Total	**206,869**	**199,574**	**7,295**	199,216
Total general government	**33,230,571**	**28,899,122**	**4,331,449**	28,899,153

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final Budget**	**Actual**	**Positive (Negative)**	Actual
Public Safety:				
Solicitor:				
Personal services	**4,541,565**	**4,561,827**	**(20,262)**	4,700,916
Contractual services	**208,230**	**187,751**	**20,479**	204,629
Supplies and materials	**146,918**	**125,646**	**21,272**	165,678
Business and travel	**142,245**	**125,861**	**16,384**	124,141
Other	**14,755**	**-**	**14,755**	18,410
Total	**5,053,713**	**5,001,085**	**52,628**	5,213,774
Public Defender:				
Personal services	**1,200,028**	**1,157,457**	**42,571**	489,297
Contractual services	**320,789**	**295,073**	**25,716**	581,827
Supplies and materials	**84,978**	**63,126**	**21,852**	12,498
Business and travel	**47,900**	**43,054**	**4,846**	5,305
Total	**1,653,695**	**1,558,710**	**94,985**	1,088,927
Clerk of Court - DSS Family Court:				
Personal services	**2,082,271**	**2,082,181**	**90**	2,093,691
Contractual services	**266,536**	**259,312**	**7,224**	234,020
Supplies and materials	**119,456**	**117,951**	**1,505**	115,325
Business and travel	**923**	**922**	**1**	711
Total	**2,469,186**	**2,460,366**	**8,820**	2,443,747
Magistrate No. 1 Conway:				
Personal services	**264,769**	**264,769**	**-**	264,434
Contractual services	**1,233**	**891**	**342**	803
Supplies and materials	**4,000**	**2,863**	**1,137**	2,658
Business and travel	**3,300**	**875**	**2,425**	6,734
Total	**273,302**	**269,398**	**3,904**	274,629
Magistrate No. 2 Aynor:				
Personal services	**166,345**	**166,344**	**1**	146,433
Contractual services	**13,946**	**13,894**	**52**	13,668
Supplies and materials	**2,436**	**2,378**	**58**	4,100
Business and travel	**2,229**	**2,228**	**1**	1,502
Total	**184,956**	**184,844**	**112**	165,703

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final Budget**	**Actual**	**Positive (Negative)**	Actual
Public Safety (cont):				
Magistrate No. 4 Mt. Olive:				
Personal services	**186,319**	**186,319**	**-**	186,075
Contractual services	**8,939**	**8,920**	**19**	8,609
Supplies and materials	**2,077**	**1,748**	**329**	1,426
Business and travel	**3,000**	**2,735**	**265**	2,058
Total	**200,335**	**199,722**	**613**	198,168
Magistrate No. 5 Loris:				
Personal services	**169,122**	**169,025**	**97**	169,684
Contractual services	**5,343**	**4,799**	**544**	3,991
Supplies and materials	**7,064**	**4,823**	**2,241**	4,555
Business and travel	**2,500**	**1,567**	**933**	3,890
Total	**184,029**	**180,214**	**3,815**	182,120
Magistrate No. 6 Myrtle Beach:				
Personal services	**310,882**	**296,456**	**14,426**	309,338
Contractual services	**5,750**	**1,907**	**3,843**	2,423
Supplies and materials	**12,558**	**9,308**	**3,250**	7,221
Business and travel	**2,750**	**1,158**	**1,592**	879
Total	**331,940**	**308,829**	**23,111**	319,861
Magistrate No. 7 Stevens Cross Road:				
Personal services	**193,713**	**183,734**	**9,979**	203,705
Contractual services	**3,178**	**3,003**	**175**	2,823
Supplies and materials	**8,082**	**7,885**	**197**	2,140
Business and travel	**6,956**	**3,153**	**3,803**	3,982
Total	**211,929**	**197,775**	**14,154**	212,650
Magistrate No. 11 Surfside:				
Personal services	**170,461**	**170,461**	**-**	165,560
Contractual services	**1,630**	**765**	**865**	713
Supplies and materials	**5,196**	**4,336**	**860**	2,579
Business and travel	**1,700**	**807**	**893**	1,169
Total	**178,987**	**176,369**	**2,618**	170,021

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final Budget**	**Actual**	**Positive (Negative)**	Actual
Public Safety (cont):				
Magistrate at Large No. 1:				
Personal services	**104,227**	**104,227**	**-**	106,280
Supplies and materials	**66**	**65**	**1**	210
Business and travel	**3,769**	**3,768**	**1**	3,966
Total	**108,062**	**108,060**	**2**	110,456
Magistrate at Large No. 2 - Detention:				
Personal services	**342,368**	**342,368**	**-**	309,872
Contractual services	**6,450**	**5,709**	**741**	5,349
Supplies and materials	**11,382**	**10,934**	**448**	8,407
Business and travel	**7,010**	**6,773**	**237**	7,791
Total	**367,210**	**365,784**	**1,426**	331,419
Central Summary Court:				
Personal services	**314,716**	**311,322**	**3,394**	303,664
Contractual services	**4,300**	**2,788**	**1,512**	2,183
Supplies and materials	**18,000**	**9,493**	**8,507**	11,731
Business and travel	**1,000**	**254**	**746**	160
Total	**338,016**	**323,857**	**14,159**	317,738
Central Jury Court:				
Personal services	**39,608**	**39,607**	**1**	39,478
Contractual services	**151,819**	**142,808**	**9,011**	137,365
Supplies and materials	**4,750**	**3,661**	**1,089**	3,434
Business and travel	**1,700**	**1,513**	**187**	1,177
Total	**197,877**	**187,589**	**10,288**	181,454
800 MHZ Rebanding:				
Personal services	**91,069**	**91,069**	**-**	27,856
Contractual services	**102,643**	**3,373**	**99,270**	1,372
Supplies and materials	**151,763**	**98,690**	**53,073**	26,277
Business and travel	**2,928**	**552**	**2,376**	270
Other	**18,621**	**-**	**18,621**	-
Total	**367,024**	**193,684**	**173,340**	55,775

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final Budget**	**Actual**	**Positive (Negative)**	Actual
Public Safety (cont):				
Assistant County Administrator - Public Safety:				
Personal services	**290,075**	**288,707**	**1,368**	289,529
Contractual services	**4,717**	**4,206**	**511**	3,511
Supplies and materials	**36,264**	**36,234**	**30**	9,410
Business and travel	**21,426**	**21,224**	**202**	21,199
Other	**4,701**	**4,700**	**1**	-
Total	**357,183**	**355,071**	**2,112**	323,649
Sheriff:				
Personal services	**2,825,692**	**2,825,691**	**1**	2,773,148
Contractual services	**53,702**	**52,620**	**1,082**	42,706
Supplies and materials	**56,786**	**55,692**	**1,094**	54,451
Business and travel	**190,916**	**190,913**	**3**	179,260
Capital outlay	**1,864**	**1,864**	**-**	-
Other	**6,042**	**5,645**	**397**	5,670
Total	**3,135,002**	**3,132,425**	**2,577**	3,055,235
Police:				
Personal services	**15,624,817**	**15,364,867**	**259,950**	15,601,938
Contractual services	**477,367**	**429,657**	**47,710**	433,588
Supplies and materials	**421,488**	**287,883**	**133,605**	356,072
Business and travel	**2,649,766**	**2,108,754**	**541,012**	2,293,130
Capital outlay	**71,364**	**71,363**	**1**	379,840
Other	**2,500**	**-**	**2,500**	704
Total	**19,247,302**	**18,262,524**	**984,778**	19,065,272
Central Processing:				
Personal services	**61,077**	**61,076**	**1**	60,396
Contractual services	**175**	**-**	**175**	-
Business and travel	**2,644**	**2,644**	**-**	3,180
Total	**63,896**	**63,720**	**176**	63,576
Emergency Management:				
Personal services	**303,415**	**302,304**	**1,111**	296,201
Contractual services	**37,688**	**29,591**	**8,097**	29,899
Supplies and materials	**20,188**	**19,674**	**514**	19,806
Business and travel	**32,509**	**29,876**	**2,633**	30,441
Other	**-**	**7,250**	**(7,250)**	7,037
Total	**393,800**	**388,695**	**5,105**	383,384

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance**	
Current:	**Final Budget**	**Actual**	**Positive (Negative)**	Actual
Public Safety (cont):				
Emergency 911 Communications:				
Personal services	**2,626,986**	**2,494,246**	**132,740**	2,470,571
Contractual services	**870,775**	**836,768**	**34,007**	791,251
Supplies and materials	**14,850**	**8,903**	**5,947**	10,664
Business and travel	**1,670**	**1,129**	**541**	741
Total	**3,514,281**	**3,341,046**	**173,235**	3,273,227
Coroner:				
Personal services	**356,076**	**356,075**	**1**	350,487
Contractual services	**313,320**	**266,543**	**46,777**	292,068
Supplies and materials	**7,661**	**6,808**	**853**	6,411
Business and travel	**38,119**	**32,680**	**5,439**	28,668
Capital outlay	**-**	**-**	**-**	22,100
Total	**715,176**	**662,106**	**53,070**	699,734
Detention Center:				
Personal services	**14,802,016**	**13,684,789**	**1,117,227**	11,906,823
Contractual services	**1,031,168**	**913,853**	**117,315**	750,974
Supplies and materials	**2,356,266**	**1,992,859**	**363,407**	1,939,718
Business and travel	**329,733**	**299,435**	**30,298**	300,716
Capital outlay	**80,708**	**62,817**	**17,891**	30,729
Other	**8,561**	**7,381**	**1,180**	-
Total	**18,608,452**	**16,961,134**	**1,647,318**	14,928,960
Emergency Medical Services:				
Personal services	**11,475,333**	**11,475,331**	**2**	11,560,642
Contractual services	**421,569**	**364,204**	**57,365**	324,138
Supplies and materials	**1,349,427**	**1,299,834**	**49,593**	1,103,411
Business and travel	**530,620**	**522,569**	**8,051**	539,806
Capital outlay	**11,035**	**11,034**	**1**	258,927
Total	**13,787,984**	**13,672,972**	**115,012**	13,786,924
Beach Front Program:				
Personal services	**35,773**	**35,719**	**54**	35,434
Contractual services	**585**	**585**	**-**	-
Supplies and materials	**6,200**	**3,688**	**2,512**	652
Business and travel	**11,345**	**6,963**	**4,382**	7,855
Total	**53,903**	**46,955**	**6,948**	43,941
Animal Care Center				
Personal services	**595,501**	**595,501**	**-**	-
Contractual services	**51,963**	**51,951**	**12**	-
Supplies and materials	**90,278**	**90,309**	**(31)**	-
Business and travel	**13,472**	**13,421**	**51**	-
Total	**751,214**	**751,182**	**32**	-

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)			**Variance Positive**	
Current:	**Final Budget**	**Actual**	**(Negative)**	Actual
Public Safety (cont):				
Environmental Services:				
Personal services	**-**	**-**	**-**	153,726
Contractual services	**-**	**-**	**-**	800,288
Supplies and materials	**-**	**-**	**-**	72,452
Business and travel	**-**	**-**	**-**	17,939
Total	**-**	**-**	**-**	1,044,405
Pre-Trial Intervention:				
Personal services	**628,217**	**559,420**	**68,797**	584,446
Total	**628,217**	**559,420**	**68,797**	584,446
Total public safety	**73,376,671**	**69,913,536**	**3,463,135**	68,519,195
Infrastructure & Regulation				
Assistant County Administrator - Infrastructure & Regulation:				
Personal services	**232,711**	**207,149**	**25,562**	210,966
Contractual services	**21,755**	**20,761**	**994**	10,153
Supplies and materials	**6,690**	**6,408**	**282**	12,770
Business and travel	**6,001**	**4,253**	**1,748**	10,839
Other	**-**	**-**	**-**	-
Total	**267,157**	**238,571**	**28,586**	244,728
County Engineer:				
Personal services	**1,043,983**	**972,668**	**71,315**	1,027,301
Contractual services	**262,062**	**223,871**	**38,191**	139,746
Supplies and materials	**11,310**	**6,945**	**4,365**	22,112
Business and travel	**73,329**	**56,306**	**17,023**	51,349
Total	**1,390,684**	**1,259,790**	**130,894**	1,240,508
Public Works:				
Personal services	**3,891,065**	**3,347,018**	**544,047**	3,548,564
Contractual services	**332,683**	**295,897**	**36,786**	202,761
Supplies and materials	**1,315,418**	**952,223**	**363,195**	800,924
Business and travel	**3,483,863**	**1,130,167**	**2,353,696**	1,323,083
Capital Outlay	**517,113**	**-**	**517,113**	391,153
Total	**9,540,142**	**5,725,305**	**3,814,837**	6,266,485
Code Enforcement:				
Personal services	**2,554,470**	**2,396,099**	**158,371**	2,605,675
Contractual services	**34,105**	**28,581**	**5,524**	30,057
Supplies and materials	**52,162**	**42,432**	**9,730**	122,741
Business and travel	**230,146**	**191,966**	**38,180**	215,353
Total	**2,870,883**	**2,659,078**	**211,805**	2,973,826
Planning:				
Personal services	**1,654,788**	**1,624,151**	**30,637**	1,613,208
Contractual services	**48,930**	**32,964**	**15,966**	38,598
Supplies and materials	**25,400**	**11,273**	**14,127**	25,563
Business and travel	**17,024**	**10,004**	**7,020**	13,423
Total	**1,746,142**	**1,678,392**	**67,750**	1,690,792
Total infrastructure & regulation	**15,815,008**	**11,561,136**	**4,253,872**	12,416,339

HORRY COUNTY, SOUTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GAAP BASIS

- CONTINUED -

	2010			2009
Expenditures (continued)	**Final Budget**	**Actual**	**Variance Positive (Negative)**	Actual
Current:				
Health and Social Services:				
Veteran Affairs:				
Personal services	**141,184**	**141,184**	**-**	113,204
Contractual services	**2,247**	**1,982**	**265**	1,098
Supplies and materials	**5,965**	**5,923**	**42**	677
Business and travel	**943**	**838**	**105**	1,444
Total	**150,339**	**149,927**	**412**	116,423
Medically Indigent Assistance Program	**1,203,489**	**1,112,462**	**91,027**	1,060,329
Health Department	**216,922**	**127,645**	**89,277**	124,936
Department of Social Services	**113,295**	**66,753**	**46,542**	73,229
Total health and social services	**1,684,045**	**1,456,787**	**227,258**	1,374,917
Culture, Recreation and Tourism:				
Library:				
Personal services	**2,720,096**	**2,536,865**	**183,231**	2,542,721
Contractual services	**436,217**	**301,172**	**135,045**	398,685
Supplies and materials	**504,155**	**406,329**	**97,826**	720,371
Business and travel	**58,743**	**48,039**	**10,704**	47,646
Total	**3,719,211**	**3,292,405**	**426,806**	3,709,423
Museum:				
Personal services	**292,889**	**238,185**	**54,704**	253,098
Contractual services	**51,622**	**40,175**	**11,447**	22,127
Supplies and materials	**19,447**	**14,711**	**4,736**	13,892
Business and travel	**9,724**	**5,223**	**4,501**	6,952
Other	**7,688**	**6,193**	**1,495**	2,795
Total	**381,370**	**304,487**	**76,883**	298,864
Total culture, recreation and tourism	**4,100,581**	**3,596,892**	**503,689**	4,008,287
Other Agencies:				
Total other agencies	**44,308**	**44,308**	**-**	833,422
Total expenditures	**128,251,184**	**115,471,781**	**12,779,403**	116,051,313
Excess of revenue over expenditures	**(4,752,339)**	**6,088,162**	**10,840,501**	3,973,938
Other Financing Sources (Uses)				
Sale of assets	**75,000**	**76,862**	**1,862**	391,967
Lease financing	**-**	**580,378**	**580,378**	-
Transfers in	**3,802,143**	**3,790,266**	**(11,877)**	2,585,351
Transfers out	**(4,616,969)**	**(4,596,501)**	**20,468**	(5,210,571)
Total other financing sources (uses)	**(739,826)**	**(148,995)**	**590,831**	(2,233,253)
Net change in fund balance	**(5,492,165)**	**5,939,167**	**11,431,332**	1,740,685
Fund balance at beginning of year	**30,823,698**	**30,823,698**	**-**	29,083,013
Fund balance at end of year	**$ 25,331,533**	**$ 36,762,865**	**$ 11,431,332**	$ 30,823,698

SPECIAL REVENUE FUNDS

Special revenue funds are used accounts for specific revenue received which are restricted to expenditures for particular purposes (other than capital projects). The County currently has established the following special revenue funds:

Hospitality 1.5% Fee – accounts for revenue derived from countywide fees on sale of prepared food, car rentals, admissions and accommodations in the countywide areas of the County. These funds are earmarked for road construction-RIDE Projects.

Fire – accounts for operations of thirty (30) stations throughout rural Horry County. Funding is provided by property taxes levied on the unincorporated area of the County.

Accommodations Tax – accounts for the revenue derived from Sate levied room tax earmarked for the promotion of tourism in South Carolina.

Waste Management Recycling – accounts for recycling programs of Horry County. Funding is provided by property tax revenue.

Watershed – accounts for maintenance of Cartwheel Crab Tree, Todd Swamp, Simpson Creek, Buck Creek, and Gapway watersheds. Funding is provided by property taxes.

Mt. Gilead – accounts for revenue derived from property taxes for road improvements in the Mt. Gilead Community.

Socastee Recreation – accounts for revenue derived from property taxes earmarked for recreation facilities in the Socastee Community.

Road Maintenance & CTC – accounts for revenue derived from a $30 fee on registered vehicles, intergovernmental revenue, and operating transfers-in earmarked for the maintenance and/or improvements of the County's road system and public works operation.

Beach Nourishment – accounts for revenue earmarked for beach nourishment.

Grants – accounts for revenue earmarked for all grants.

Admissions Tax – accounts for revenue derived from Admissions Tax District established in the Waccamaw Pottery area. These funds are earmarked by state law for infrastructure improvements.

Hospitality 1.0% Fee – accounts for revenue derived from unincorporated sale of prepared food, car rentals, admissions and accommodations in the unincorporated areas of the County. These funds are earmarked to offset County public safety, Baseball Fund and infrastructure and regulation services impacted by tourism.

Victim Witness Assistance – accounts for collection of assessments and surcharges imposed by the courts. These funds are earmarked by State law for the provision of victim services.

Senior Citizen – accounts for revenue collected from .4 mills levied on real and personal property earmarked for Senior Citizen funds.

Baseball Stadium – accounts for revenue and expenditures associated with the County's portion of the baseball stadium management.

SPECIAL REVENUE FUNDS

- CONTINUED -

Arcadian Shores – accounts for revenues and expenditures associated with the Arcadian Shores Special Tax District. These funds are designated for infrastructure improvements.

CDBG Grant Program – accounts for revenue and expenditures of Housing Urban Development entitlement program. These funds are totally restricted for use only on HUD approved programs.

Stormwater Management – accounts for revenue and expenditures associated with the County's stormwater management program.

GIS/IT – accounts for GIS information sales and intergovernmental mapping revenue and expenditures associated with maintaining and/or updating the GIS technology and data.

Multi-County Business Park Rollback – accounts for revenue and expenditures associated with the Multi-County Business Park rollback for infrastructure.

E-911 – accounts for revenue and expenditures of funds for wireless and wireless telephones. These funds are totally restricted for use in the 911 system.

Local Accommodations Tax – accounts for special revenue derived from local government accommodations tax.

Recreation – accounts for revenue and expenditures associated with the County's recreation.

Industrial Parks – accounts for revenue and expenditures for the operation, development and property management of the Atlantic Center, Hwy. 701 (Pineridge Business Center) and the Hwy. 319 (Cool Spring) industrial parks.

HORRY COUNTY, SOUTH CAROLINA

HOSPITALITY 1.5% FEE SPECIAL REVENUE FUND- MAJOR FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Cash and cash equivalents	**$ 1,529,644**	$ 1,481,590
Pooled cash and investments	**863,564**	764,879
Receivables, net:		
Fees	**4,279,523**	4,127,473
Interest receivable	**2,921**	5,897
Total assets	**$ 6,675,652**	$ 6,379,839
Liabilities and Fund Balance		
Liabilities:		
Due to other funds	**$ 6,461,400**	$ 6,075,134
Deferred revenue	**216,039**	271,119
Total liabilities	**6,677,439**	6,346,253
Fund balance:		
Unreserved, undesignated	**(1,787)**	33,586
Total fund balance (deficit)	**(1,787)**	33,586
Total liabilities and fund balance	**$ 6,675,652**	$ 6,379,839

HORRY COUNTY, SOUTH CAROLINA

HOSPITALITY 1.5% FEE SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL - MAJOR FUND

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Fees and fines	**$ 29,311,450**	**$ 28,021,492**	**$ (1,289,958)**	**$ 28,329,396**
Interest	**48,500**	**16,908**	**(31,592)**	**39,230**
Total revenues	**29,359,950**	**28,038,400**	**(1,321,550)**	**28,368,626**
Excess of revenues over expenditures	**29,359,950**	**28,038,400**	**(1,321,550)**	**28,368,626**
Other Financing Sources (Uses)				
Transfers out - RIDE Debt Service	**(29,066,835)**	**(27,798,152)**	**1,268,683**	**(28,062,917)**
Transfers out - General Fund	**(293,115)**	**(275,621)**	**17,494**	**(278,538)**
Total other financing sources (uses)	**(29,359,950)**	**(28,073,773)**	**1,286,177**	**(28,341,455)**
Net change in fund balance	**-**	**(35,373)**	**(35,373)**	**27,171**
Fund balance at beginning of year	**33,586**	**33,586**	**-**	6,415
Fund balance (deficit) at end of year	**$ 33,586**	**$ (1,787)**	**$ (35,373)**	$ 33,586

HORRY COUNTY, SOUTH CAROLINA

NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2010

	Non-Major Funds											
	Fire	Accommodations Tax	Waste Management Recycling	Watersheds	Mt Gilead	Socastee Recreation	Road Maintenance & CTC	Beach Nourishment	Grants	Admissions Tax	Hospitality 1.0%	Victim Witness Assistance
Assets												
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,606,774	$ -
Pooled cash and investments	3,054,458	12	7,280,246	459,716	383,759	-	13,318,738	1,844,891	413,432	605,931	590,258	-
Receivables, net:												
Property taxes	971,484	-	407,862	11,309	1,585	11,375	-	-	-	-	-	-
Accounts and other	-	2,998	-	-	-	-	1,396,805	54,402	-	-	829,551	36,769
Fees	-	-	-	-	-	-	-	-	-	-	-	-
Interest Receivable	4,390	259	10,186	834	556	9	19,474	2,780	578	719	1,492	-
Prepaid items	23,240	-	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	10,280	-	-	-	-	539,451	42,686	-	-	-	-
Due from other governments	207,597	811,038	-	-	-	-	589,142	-	958,323	15,657	-	-
Total assets	$ 4,261,169	$ 824,587	$ 7,698,294	$ 471,859	$ 385,900	$ 11,384	$ 15,863,610	$ 1,944,759	$ 1,372,333	$ 622,307	$ 4,028,075	$ 36,769
Liabilities and Fund Balance												
Liabilities												
Accounts payable-trade	$ 69,729	$ 272,635	$ -	$ 3,370	$ 2,742	$ -	$ 631,467	$ 12,329	$ 153,589	$ -	$ -	$ 2,015
Accounts payable-other	-	-	-	-	-	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	21,082	-	-	-	-	-
Accrued salaries and wages	262,144	25,672	-	-	-	-	15,608	-	30,383	-	-	18,784
Due to other funds	-	70,169	-	-	-	25,886	-	483,335	-	-	593,474	105,157
Due to other governments	-	-	-	-	-	-	-	-	-	-	-	-
Due to component units	-	-	557,849	-	-	-	-	-	-	-	-	-
Deferred revenue	838,037	-	348,946	10,086	1,647	8,697	1,396,805	-	-	-	83,818	-
Other liabilities	-	-	-	-	-	-	480,000	-	-	-	-	-
Total Liabilities	1,169,910	368,476	906,795	13,456	4,389	34,583	2,544,962	495,664	183,972	-	677,292	125,956
Fund balances:												
Reserved for encumbrances	-	-	-	-	-	-	1,432,942	97,442	329,432	-	-	-
Reserved for road maintenance	-	-	-	-	-	-	310,264	-	-	-	-	-
Reserved for Baseball Stadium Park	-	-	-	-	-	-	-	-	-	-	242,413	-
Reserved for cultural	-	78,228	-	-	-	-	-	-	-	-	-	-
Reserved for prepaid items	23,240	-	-	-	-	-	-	-	-	-	-	-
Reserved for infrastructure development	-	-	-	-	-	-	-	-	-	-	1,918,097	-
Unreserved, designated for debt service	930,033	-	-	-	-	-	-	-	-	-	-	-
Unreserved, designated	-	-	958,362	-	-	-	-	-	-	-	-	-
Unreserved, undesignated	2,137,986	377,883	5,833,137	458,403	381,511	(23,199)	11,575,442	1,351,653	858,929	622,307	1,190,273	(89,187)
Total fund balances/(deficit)	3,091,259	456,111	6,791,499	458,403	381,511	(23,199)	13,318,648	1,449,095	1,188,361	622,307	3,350,783	(89,187)
Total liabilities and fund balances	$ 4,261,169	$ 824,587	$ 7,698,294	$ 471,859	$ 385,900	$ 11,384	$ 15,863,610	$ 1,944,759	$ 1,372,333	$ 622,307	$ 4,028,075	$ 36,769

HORRY COUNTY, SOUTH CAROLINA

NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2010

	Non-Major Funds											
	Senior Citizen	Baseball Stadium	Arcadian Shores	CDBG Grant Program	Stormwater Management	GIS/IT	B&C MCBP	E-911	Local Atax	Recreation	Industrial Parks	Total Non-Major Funds
Assets												
Cash and cash equivalents	$ -	$ 98,633	$ -	$ -	$ -	$ -	$ -	$ -	$ 406,824	$ 100	$ -	$ 3,112,331
Pooled cash and investments	37,598	88,599	47,785	-	3,860,836	35,749	1,900,662	452,456	21	3,118,559	3,848,145	41,341,851
Receivables, net:												
Property taxes	45,487	-	3,347	-	-	-	-	-	-	251,150	-	1,703,599
Accounts and other	-	-	-	-	26,126	-	8,344	-	149,410	1,074	235	2,505,714
Fees	-	-	-	-	303,387	-	-	67,334	-	-	-	370,721
Interest Receivable	208	-	57	-	5,733	25	3,412	422	67	5,214	5,928	62,343
Prepaid items	-	-	-	664	-	-	-	-	-	125	819	24,848
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	592,417
Due from other governments	-	-	-	149,892	-	-	-	1,123,085	-	-	-	3,854,734
Total assets	$ 83,293	$ 187,232	$ 51,189	$ 150,556	$ 4,196,082	$ 35,774	$ 1,912,418	$ 1,643,297	$ 556,322	$ 3,376,222	$ 3,855,127	$ 53,568,558
Liabilities and Fund Balance												
Liabilities												
Accounts payable-trade	$ 15,823	$ -	$ 865	$ 58,981	$ 263,573	$ 22	$ -	$ 1,282	$ 106,521	$ 86,795	$ -	$ 1,681,738
Accounts payable-other	-	-	-	-	-	-	100,073	-	-	-	-	100,073
Retainage payable	-	-	-	-	-	-	-	-	-	-	-	21,082
Accrued salaries and wages	-	-	-	4,930	36,543	-	-	3,956	-	55,440	-	453,460
Due to other funds	-	-	289,682	86,645	-	-	-	-	109,473	-	500,000	2,263,821
Due to other governments	-	54,680	-	-	-	-	-	-	-	-	-	54,680
Due to component units	-	-	-	-	514	-	-	-	-	-	-	558,363
Deferred revenue	34,772	-	11	-	262,531	-	8,344	-	-	189,688	-	3,183,382
Other liabilities	-	-	-	-	-	-	-	-	-	-	-	480,000
Total Liabilities	50,595	54,680	290,558	150,556	563,161	22	108,417	5,238	215,994	331,923	500,000	8,796,599
Fund balances:												
Reserved for encumbrances	-	-	-	1,062,388	267,150	-	-	-	-	35,244	-	3,224,598
Reserved for road maintenance	-	-	-	-	-	-	-	-	-	-	-	310,264
Reserved for Baseball Stadium Park	-	-	-	-	-	-	-	-	-	-	-	242,413
Reserved for cultural	-	-	-	-	-	-	-	-	-	-	-	78,228
Reserved for prepaid items	-	-	-	664	-	-	-	-	-	125	819	24,848
Reserved for infrastructure development	-	-	-	-	-	-	-	-	-	-	-	1,918,097
Unreserved, designated for debt service	-	-	-	-	-	-	-	-	-	471,855	-	1,401,888
Unreserved, designated	-	-	-	-	710,531	-	-	-	-	1,364,980	-	3,033,873
Unreserved, undesignated	32,698	132,552	(239,369)	(1,063,052)	2,655,240	35,752	1,804,001	1,638,059	340,328	1,172,095	3,354,308	34,537,750
Total fund balances/(deficit)	32,698	132,552	(239,369)	-	3,632,921	35,752	1,804,001	1,638,059	340,328	3,044,299	3,355,127	44,771,959
Total liabilities and fund balances	$ 83,293	$ 187,232	$ 51,189	$ 150,556	$ 4,196,082	$ 35,774	$ 1,912,418	$ 1,643,297	$ 556,322	$ 3,376,222	$ 3,855,127	$ 53,568,558

HORRY COUNTY, SOUTH CAROLINA

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

FOR THE YEAR ENDED JUNE 30, 2010

	Non-Major Funds											
	Fire	Accommodations Tax	Waste Management Recycling	Watersheds	Mt Gilead	Socastee Recreation	Road Maintenance & CTC	Beach Nourishment	Grants	Admissions Tax	Hospitality 1.0%	Victim Witness Assistance
Revenues												
Real property taxes	$12,968,218	$ -	$ 5,731,972	$ 101,043	$ 29,891	$ 195,972	$ -	$ -	$ -	$ -	$ -	$ -
Personal property taxes	1,434,474	-	588,798	222	15	279	-	-	-	-	-	-
Vehicle taxes	1,288,305	-	551,546	-	2,248	-	-	-	-	-	-	-
Accommodations tax	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	26,596	2,738,735	-	-	-	-	1,064,849	-	2,844,226	225,617	-	-
Fees	-	-	-	-	-	-	7,158,388	-	-	-	5,847,581	497,605
Interest	12,857	182	38,788	2,896	1,704	(39)	68,817	10,295	1,242	2,288	9,157	(52)
Other	438	1,161	(31)	-	-	-	-	-	159,200	-	-	-
Total revenues	15,730,888	2,740,078	6,911,073	104,161	33,858	196,212	8,292,054	10,295	3,004,668	227,905	5,856,738	497,553
Expenditures												
Current:												
General government	-	-	-	-	-	-	-	-	21,905	-	-	-
Public safety	13,180,794	1,306,905	-	-	-	-	-	-	1,340,593	-	-	640,889
Infrastructure and regulation	-	-	5,517,142	9,039	24,786	-	9,172,498	51,010	-	-	-	-
Health and social services	-	-	-	-	-	-	-	-	-	-	-	-
Culture, recreation and tourism	-	1,129,631	-	-	-	203,482	-	-	264,443	-	-	-
Economic development	-	-	-	-	-	-	-	-	418,092	-	-	-
Capital Outlay	43,102	21,149	156,023	-	-	-	153,288	-	1,075,406	-	-	-
Total expenditures	13,223,896	2,457,685	5,673,165	9,039	24,786	203,482	9,325,786	51,010	3,120,439	-	-	640,889
Excess (deficiency) of revenues over (under) expenditures	2,506,992	282,393	1,237,908	95,122	9,072	(7,270)	(1,033,732)	(40,715)	(115,771)	227,905	5,856,738	(143,336)
Other Financing Sources (Uses)												
Transfers in	81,845	-	-	-	-	-	2,792,871	311,474	371,943	-	-	135,256
Sale of Assets	17,114	-	-	-	-	-	-	-	-	-	-	-
Transfers out	(2,355,052)	-	-	-	-	(19,544)	(2,055,000)	-	(81,845)	-	(5,195,679)	-
Total other financing sources (uses)	(2,256,093)	-	-	-	-	(19,544)	737,871	311,474	290,098	-	(5,195,679)	135,256
Net change in fund balance	250,899	282,393	1,237,908	95,122	9,072	(26,814)	(295,861)	270,759	174,327	227,905	661,059	(8,080)
Fund balances (deficit), at beginning of year	2,840,360	173,718	5,553,591	363,281	372,439	3,615	13,614,509	1,178,336	1,014,034	394,402	2,689,724	(81,107)
Fund balances (deficit), at end of year	$ 3,091,259	$ 456,111	$ 6,791,499	$ 458,403	$ 381,511	$ (23,199)	$ 13,318,648	$ 1,449,095	$ 1,188,361	$ 622,307	$ 3,350,783	$ (89,187)

HORRY COUNTY, SOUTH CAROLINA

NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2010

	Non-Major Funds											
	Senior Citizen	Baseball Stadium	Arcadian Shores	CDBG Grant Program	Stormwater	GIS/IT	B&C MCBP	E-911	Local Atax	Recreation	Industrial Parks	Total Non-Major Funds
Revenues												
Real property taxes	$ 673,238	$ -	$ 60,553	$ -	$ -	$ -	$ 107,870	$ -	$ -	$ 3,867,550	$ -	$ 23,736,307
Personal property taxes	58,697	-	8	-	-	-	-	-	-	336,714	-	2,419,207
Vehicle taxes	46,246	-	2,730	-	-	-	-	-	-	266,015	-	2,157,090
Accommodations tax	-	-	-	-	-	-	-	-	845,104	-	-	845,104
Intergovernmental	-	-	-	2,108,315	-	22,500	-	1,587,307	-	-	-	10,618,145
Fees	-	24,799	-	-	4,442,968	7,659	-	827,453	-	-	64,655	18,871,108
Interest	883	-	126	-	15,032	75	11,437	2,298	1,204	16,742	13,263	209,195
Other	-	-	-	-	26,123	-	-	-	3,126	453,483	-	643,500
Total revenues	779,064	24,799	63,417	2,108,315	4,484,123	30,234	119,307	2,417,058	849,434	4,940,504	77,918	59,499,656
Expenditures												
Current:												
General government	-	-	-	-	-	-	-	-	-	-	-	21,905
Public safety	-	-	-	-	-	7,038	-	1,218,816	-	-	-	17,695,035
Infrastructure and regulation	-	-	38,725	-	4,788,686	-	-	-	-	-	447,537	20,049,423
Health and social services	774,899	-	-	-	-	-	-	-	-	-	-	774,899
Culture, recreation and tourism	-	66,276	-	-	-	-	683,533	-	250,996	3,611,628	-	6,209,989
Economic development	-	-	-	1,600,435	-	-	-	-	-	-	-	2,018,527
Capital Outlay	-	-	-	283,963	157,433	-	-	-	-	343,830	-	2,234,194
Total expenditures	774,899	66,276	38,725	1,884,398	4,946,119	7,038	683,533	1,218,816	250,996	3,955,458	447,537	49,003,972
Excess (deficiency) of revenues over (under) expenditures	4,165	(41,477)	24,692	223,917	(461,996)	23,196	(564,226)	1,198,242	598,438	985,046	(369,619)	10,495,684
Other Financing Sources (Uses)												
Transfers in	-	92,918	-	-	479,789	-	-	-	-	117,760	-	4,383,856
Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	17,114
Transfers out	-	-	-	(223,917)	(368,047)	-	-	-	(594,109)	(1,153,843)	-	(12,047,036)
Total other financing sources (uses)	-	92,918	-	(223,917)	111,742	-	-	-	(594,109)	(1,036,083)	-	(7,646,066)
Net change in fund balance	4,165	51,441	24,692	-	(350,254)	23,196	(564,226)	1,198,242	4,329	(51,037)	(369,619)	2,849,618
Fund balances (deficit), at beginning of year	28,533	81,111	(264,061)	-	3,983,175	12,556	2,368,227	439,817	335,999	3,095,336	3,724,746	41,922,341
Fund balances (deficit), at end of year	$ 32,698	$ 132,552	$ (239,369)	$ -	$ 3,632,921	$ 35,752	$ 1,804,001	$ 1,638,059	$ 340,328	$ 3,044,299	$ 3,355,127	$ 44,771,959

HORRY COUNTY, SOUTH CAROLINA

FIRE SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 3,054,458**	$ 2,942,642
Receivables, net:		
Property taxes	**971,484**	865,696
Other	**-**	461
Interest Receivable	**4,390**	16,084
Due from other governments	**207,597**	213,403
Prepaid items	**23,240**	24,762
Total assets	**$ 4,261,169**	$ 4,063,048
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 69,729**	$ 234,556
Accrued salaries and wages	**262,144**	249,630
Deferred revenues	**838,037**	738,502
Total liabilities	**1,169,910**	1,222,688
Fund balance:		
Reserved for prepaid items	**23,240**	24,762
Reserved for encumbrances	**-**	600
Unreserved, designated for debt service	**930,033**	605,659
Unreserved, undesignated	**2,137,986**	2,209,339
Total fund balance	**3,091,259**	2,840,360
Total liabilities and fund balance	**$ 4,261,169**	$ 4,063,048

HORRY COUNTY, SOUTH CAROLINA

FIRE SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 13,268,214**	**$ 12,968,218**	**$ (299,996)**	$ 12,295,861
Personal property taxes	**1,446,500**	**1,434,474**	**(12,026)**	1,384,343
Vehicle taxes	**1,520,500**	**1,288,305**	**(232,195)**	1,488,462
Intergovernmental	**26,585**	**26,596**	**11**	239,999
Interest	**60,000**	**12,857**	**(47,143)**	43,744
Other	**-**	**438**	**438**	98,731
Total revenues	**16,321,799**	**15,730,888**	**(590,911)**	15,551,140
Expenditures				
Current:				
Public safety:				
Personal services	**9,628,866**	**9,628,866**	**-**	9,158,807
Contractual services	**1,372,961**	**1,273,491**	**99,470**	1,305,858
Supplies & Materials	**680,833**	**465,208**	**215,625**	571,353
Business & Travel	**703,202**	**630,994**	**72,208**	581,675
Capital outlay	**44,828**	**43,102**	**1,726**	154,328
Other	**382,279**	**-**	**382,279**	169,683
Indirect cost allocation	**1,235,738**	**1,182,235**	**53,503**	1,189,381
Total expenditures	**14,048,707**	**13,223,896**	**824,811**	13,131,085
Excess of revenues over expenditures	**2,273,092**	**2,506,992**	**233,900**	2,420,055
Other Financing Sources (Uses)				
Sale of Assets	**-**	**17,114**	**17,114**	7,683
Transfers in	**81,845**	**81,845**	**-**	-
Transfers out	**(2,354,937)**	**(2,355,052)**	**(115)**	(2,708,241)
Total other financing sources (uses)	**(2,273,092)**	**(2,256,093)**	**16,999**	(2,700,558)
Net change in fund balance	**-**	**250,899**	**250,899**	(280,503)
Fund balance at beginning of year	**2,840,360**	**2,840,360**	**-**	3,120,863
Fund balance at end of year	**$ 2,840,360**	**$ 3,091,259**	**$ 250,899**	$ 2,840,360

HORRY COUNTY, SOUTH CAROLINA

ACCOMMODATIONS TAX SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

Assets	**2010**	2009
Pooled cash and investments	**$ 12**	$ -
Accounts receivable, net:		
Other	**2,998**	8,838
Interest Receivable	**259**	1,302
Due from other funds	**10,280**	19,206
Due from other governments	**811,038**	841,540
Total assets	**$ 824,587**	$ 870,886
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 272,635**	$ 292,752
Accrued salaries and wages	**25,672**	32,150
Due to other funds	**70,169**	372,266
Total liabilities	**368,476**	697,168
Fund balance:		
Reserved for cultural	**78,228**	107,194
Unreserved, undesignated	**377,883**	66,524
Total fund balance	**456,111**	173,718
Total liabilities and fund balance	**$ 824,587**	$ 870,886

HORRY COUNTY, SOUTH CAROLINA

ACCOMMODATIONS TAX SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Intergovernmental	**$ 3,127,640**	**$ 2,738,735**	**$ (388,905)**	$ 2,952,741
Interest	**11,500**	**182**	**(11,318)**	3,327
Other	**-**	**1,161**	**1,161**	4,209
Total revenues	**3,139,140**	**2,740,078**	**(399,062)**	2,960,277
Expenditures				
Current:				
Public safety				
Beach Patrol:				
Personal services	**961,561**	**960,882**	**679**	1,044,662
Contractual services	**125,114**	**92,460**	**32,654**	102,673
Supplies & Materials	**73,293**	**8,168**	**65,125**	57,397
Business & Travel	**277,144**	**245,395**	**31,749**	223,289
Capital outlay	**26,000**	**21,149**	**4,851**	13,958
Total beach patrol	**1,463,112**	**1,328,054**	**135,058**	1,441,979
Culture, Recreation and Tourism:				
Contributions to other agencies	**1,384,425**	**1,129,631**	**254,794**	1,203,855
Other	**398,798**	**-**	**398,798**	-
Total culture, recreation and tourism	**1,783,223**	**1,129,631**	**653,592**	1,203,855
Total expenditures	**3,246,335**	**2,457,685**	**788,650**	2,645,834
Excess of revenues over expenditures	**(107,195)**	**282,393**	**389,588**	314,443
Other Financing Sources (Uses)				
Transfers out	**-**	**-**	**-**	(510,000)
Total other financing sources (uses)	**-**	**-**	**-**	(510,000)
Net change in fund balance	**(107,195)**	**282,393**	**389,588**	(195,557)
Fund balance at beginning of year	**173,718**	**173,718**	**-**	369,275
Fund balance at end of year	**$ 66,523**	**$ 456,111**	**$ 389,588**	$ 173,718

HORRY COUNTY, SOUTH CAROLINA

WASTE MANAGEMENT SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

Assets	**2010**	2009
Pooled cash and investments	**$ 7,280,246**	$ 6,249,826
Receivables, net:		
Property taxes	**407,862**	356,165
Interest Receivable	**10,186**	27,273
Total assets	**$ 7,698,294**	$ 6,633,264
Liabilities and Fund Balance		
Liabilities:		
Due to component unit	**557,849**	777,859
Due to other governments	**-**	2,801
Deferred revenues	**348,946**	299,013
Total liabilities	**906,795**	1,079,673
Fund balance:		
Unreserved, designated	**958,362**	-
Unreserved, undesignated	**5,833,137**	5,553,591
Total fund balance	**6,791,499**	5,553,591
Total liabilities and fund balance	**$ 7,698,294**	$ 6,633,264

HORRY COUNTY, SOUTH CAROLINA

WASTE MANAGEMENT RECYCLING SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 5,900,668**	**$ 5,731,972**	**$ (168,696)**	$ 5,425,472
Personal property taxes	**581,500**	**588,798**	**7,298**	570,198
Vehicle taxes	**640,000**	**551,546**	**(88,454)**	635,614
Interest	**70,000**	**38,788**	**(31,212)**	102,227
Other	**-**	**(31)**	**(31)**	45
Total revenues	**7,192,168**	**6,911,073**	**(281,095)**	6,733,556
Expenditures				
Current:				
Infrastructure and Regulation:				
Contractual services	**6,190,058**	**5,009,653**	**1,180,405**	4,832,112
Supplies & Materials	**1,065,000**	**496,638**	**568,362**	147,454
Capital outlay	**712,301**	**156,023**	**556,278**	-
Indirect cost allocation	**10,851**	**10,851**	**-**	8,050
Other	**568,958**	**-**	**568,958**	37
Total expenditures	**8,547,168**	**5,673,165**	**2,874,003**	4,987,653
Excess (deficiency) of revenues over (under) expenditures	**(1,355,000)**	**1,237,908**	**2,592,908**	1,745,903
Net change in fund balance	**(1,355,000)**	**1,237,908**	**2,592,908**	1,745,903
Fund balance at beginning of year	**5,553,591**	**5,553,591**	**-**	3,807,688
Fund balance at end of year	**$ 4,198,591**	**$ 6,791,499**	**$ 2,592,908**	$ 5,553,591

HORRY COUNTY, SOUTH CAROLINA

WATERSHED SPECIAL REVENUE FUNDS
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 459,716**	$ 359,446
Receivables, net:		
Property taxes	**11,309**	3,602
Interest receivable	**834**	2,478
Total assets	**$ 471,859**	$ 365,526
Liabilities and Fund Balance		
Liabilities:		
Accounts payable	**$ 3,370**	$ -
Deferred revenues	**10,086**	2,245
Total liabilities	**13,456**	2,245
Fund balance:		
Unreserved, undesignated	**$ 458,403**	$ 363,281
Total fund balance	**458,403**	363,281
Total liabilities and fund balance	**$ 471,859**	$ 365,526

HORRY COUNTY, SOUTH CAROLINA

WATERSHED SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 93,383**	**$ 101,043**	**$ 7,660**	$ 99,462
Personal property taxes	**-**	**222**	**222**	219
Interest	**12,040**	**2,896**	**(9,144)**	9,281
Total revenues	**105,423**	**104,161**	**(1,262)**	108,962
Expenditures				
Current:				
Infrastructure and Regulation:				
Contractual services	**102,726**	**6,975**	**95,751**	19,281
Indirect cost allocation	**2,697**	**2,064**	**633**	2,645
Total expenditures	**105,423**	**9,039**	**96,384**	21,926
Excess (deficiency) of revenues over (under) expenditures	**-**	**95,122**	**95,122**	87,036
Net change in fund balance	**-**	**95,122**	**95,122**	87,036
Fund balance at beginning of year	**363,281**	**363,281**	**-**	276,245
Fund balance at end of year	**$ 363,281**	**$ 458,403**	**$ 95,122**	$ 363,281

HORRY COUNTY, SOUTH CAROLINA

MT. GILEAD SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

Assets	**2010**	2009
Pooled cash and investments	**$ 383,759**	$ 372,523
Receivables, net:		
Property taxes	**1,585**	372
Interest receivable	**556**	1,965
Total assets	**$ 385,900**	$ 374,860
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 2,742**	$ 1,969
Deferred revenues	**1,647**	452
Total Liabilities	**4,389**	2,421
Fund balance:		
Unreserved, undesignated	**381,511**	372,439
Total Fund balance	**381,511**	372,439
Total liabilities and fund balance	**$ 385,900**	$ 374,860

HORRY COUNTY, SOUTH CAROLINA

MT. GILEAD SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 27,475**	**$ 29,891**	**$ 2,416**	$ 30,298
Personal property taxes	**-**	**15**	**15**	131
Vehicle taxes	**-**	**2,248**	**2,248**	3,181
Interest	**7,500**	**1,704**	**(5,796)**	7,152
Total revenues	**34,975**	**33,858**	**(1,117)**	40,762
Expenditures				
Current:				
Infrastructure and Regulation:				
Personal services	**602**	**602**	**-**	-
Contractual services	**20,062**	**19,010**	**1,052**	44,583
Supplies and materials	**2,500**	**195**	**2,305**	-
Other	**31,832**	**-**	**31,832**	-
Indirect cost allocation	**4,979**	**4,979**	**-**	3,788
Total expenditures	**59,975**	**24,786**	**35,189**	48,371
Excess of revenues over expenditures	**(25,000)**	**9,072**	**34,072**	(7,609)
Net change in fund balance	**(25,000)**	**9,072**	**34,072**	(7,609)
Fund balance at beginning of year	**372,439**	**372,439**	**-**	380,048
Fund balance at end of year	**$ 347,439**	**$ 381,511**	**$ 34,072**	$ 372,439

HORRY COUNTY, SOUTH CAROLINA

SOCASTEE RECREATION SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ -**	$ 1,387
Receivables, net:		
Property taxes	**11,375**	5,266
Interest Receivable	**9**	82
Total assets	**$ 11,384**	$ 6,735
Liabilities and Fund Balance		
Liabilities:		
Due to other funds	**$ 25,886**	$ -
Deferred revenues	**8,697**	3,120
Total liabilities	**34,583**	3,120
Fund balance:		
Unreserved, undesignated	**(23,199)**	3,615
Total fund balance (deficit)	**(23,199)**	3,615
Total liabilities and fund balance	**$ 11,384**	$ 6,735

HORRY COUNTY, SOUTH CAROLINA

SOCASTEE RECREATION SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 176,745**	**$ 195,972**	**$ 19,227**	$ 181,295
Personal property taxes	**-**	**279**	**279**	295
Interest	**255**	**(39)**	**(294)**	315
Total revenues	**177,000**	**196,212**	**19,212**	181,905
Expenditures				
Current:				
Culture, Recreation and Tourism:				
Personal services	**2,432**	**2,432**	**-**	-
Contractual services	**4,743**	**4,742**	**1**	186,460
Supplies and materials	**149,998**	**196,025**	**(46,027)**	-
Indirect cost allocation	**283**	**283**	**-**	324
Total expenditures	**157,456**	**203,482**	**(46,026)**	186,784
Excess (deficiency) of revenues over (under) expenditures	**19,544**	**(7,270)**	**(26,814)**	(4,879)
Other Financing Sources (Uses)				
Transfers out	**(19,544)**	**(19,544)**	**-**	-
Total other financing sources (uses)	**(19,544)**	**(19,544)**	**-**	-
Net change in fund balance	**-**	**(26,814)**	**(26,814)**	(4,879)
Fund balance at beginning of year	**3,615**	**3,615**	**-**	8,494
Fund balance (deficit) at end of year	**$ 3,615**	**$ (23,199)**	**$ (26,814)**	$ 3,615

HORRY COUNTY, SOUTH CAROLINA

ROAD MAINTENANCE & CTC SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 13,318,738**	$ 13,111,588
Receivables, net:		
Other	**1,396,805**	1,371,010
Interest Receivable	**19,474**	59,680
Due from other funds	**539,451**	767,640
Due from other governments	**589,142**	538,292
Total assets	**$ 15,863,610**	$ 15,848,210
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 631,467**	$ 840,231
Retainage payable	**21,082**	12,211
Due to component unit	**-**	189
Accrued salaries and wages	**15,608**	10,060
Funds in escrow	**480,000**	-
Deferred revenues	**1,396,805**	1,371,010
Total liabilities	**2,544,962**	2,233,701
Fund balance:		
Reserved for encumbrances	**1,432,942**	1,353,929
Reserved for road maintenance	**310,264**	358,674
Unreserved, undesignated	**11,575,442**	11,901,906
Total fund balance	**13,318,648**	13,614,509
Total liabilities and fund balance	**$ 15,863,610**	$ 15,848,210

HORRY COUNTY, SOUTH CAROLINA

ROAD MAINTENANCE & CTC SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Intergovernmental	**$ 1,665,819**	**$ 1,064,849**	**$ (600,970)**	$ 1,130,492
Fees	**7,091,185**	**7,158,388**	**67,203**	7,073,482
Interest	**160,000**	**68,817**	**(91,183)**	224,499
Other- CTC	**2,918,466**	**-**	**(2,918,466)**	-
Total revenues	**11,835,470**	**8,292,054**	**(3,543,416)**	8,428,473
Expenditures				
Current:				
Infrastructure and regulation				
Assistant County Administrator:				
Contractual services	**7,911**	**7,890**	**21**	67,593
Supplies & Materials	**1,020**	**-**	**1,020**	1,189
Other	**95,364**	**-**	**95,364**	-
Total assistant county admin.	**104,295**	**7,890**	**96,405**	68,782
Engineer:				
Personal services	**25**	**25**	**-**	-
Contractual services	**50,389**	**46,363**	**4,026**	14,482
Supplies & Materials	**819**	**572**	**247**	44,213
Construction contracts	**15,161,594**	**4,248,469**	**10,913,125**	2,612,049
Other	**863,518**	**-**	**863,518**	-
Indirect cost allocation	**307,028**	**307,028**	**-**	-
Total engineer	**16,383,373**	**4,602,457**	**11,780,916**	2,670,744
Operations:				
Personal services	**605,257**	**527,931**	**77,326**	473,945
Contractual services	**761,566**	**42,566**	**719,000**	31,666
Supplies & Materials	**74,989**	**36,787**	**38,202**	11,336
Business & Travel	**257,081**	**235,822**	**21,259**	123,443
Capital outlay	**676,940**	**153,288**	**523,652**	3,853
Construction contracts	**5,298,738**	**2,269,005**	**3,029,733**	2,908,102
Distributions to Municipalities	**1,363,885**	**1,394,602**	**(30,717)**	1,382,235
Other	**294,645**	**-**	**294,645**	-
Indirect cost allocation	**55,438**	**55,438**	**-**	39,973
Total operations	**9,388,539**	**4,715,439**	**4,673,100**	4,974,553
Total expenditures	**25,876,207**	**9,325,786**	**16,550,421**	7,714,079
Excess (deficiency) of revenues over (under) expenditures	**(14,040,737)**	**(1,033,732)**	**13,007,005**	714,394
Other Financing Sources (Uses)				
Transfers in	**3,032,701**	**2,792,871**	**(239,830)**	2,780,698
Transfers out	**(2,055,000)**	**(2,055,000)**	**-**	(323,853)
Total other financing sources (uses)	**977,701**	**737,871**	**(239,830)**	2,456,845
Net change in fund balance	**(13,063,036)**	**(295,861)**	**12,767,175**	3,171,239
Fund balance at beginning of year	**13,614,509**	**13,614,509**	**-**	10,443,270
Fund balance at end of year	**$ 551,473**	**$ 13,318,648**	**$ 12,767,175**	$ 13,614,509

HORRY COUNTY, SOUTH CAROLINA

BEACH NOURISHMENT SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 1,844,891**	$ 1,552,050
Receivables, net:		
Other	**54,402**	39,256
Interest receivable	**2,780**	7,239
Due from other funds	**42,686**	230,457
Total assets	**$ 1,944,759**	$ 1,829,002
Liabilities and Fund Balance		
Liabilities:		
Accounts payable	**$ 12,329**	$ -
Due to other funds	**483,335**	650,666
Total liabilities	**495,664**	650,666
Fund balance:		
Reserved for encumbrances	**97,442**	1,418
Unreserved, undesignated	**1,351,653**	1,176,918
Total fund balance	**1,449,095**	1,178,336
Total liabilities and fund balance	**$ 1,944,759**	$ 1,829,002

HORRY COUNTY, SOUTH CAROLINA

BEACH NOURISHMENT SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Interest	**$ 35,000**	**$ 10,295**	**$ (24,705)**	$ (3,416)
Total revenues	**35,000**	**10,295**	**(24,705)**	(3,416)
Expenditures				
Current:				
Infrastructure and Regulation:				
Contractual services	**178,380**	**51,010**	**127,370**	224,036
Other	**190,573**	**-**	**190,573**	-
Total expenditures	**368,953**	**51,010**	**317,943**	224,036
Excess (deficiency) of revenues over (under) expenditures	**(333,953)**	**(40,715)**	**293,238**	(227,452)
Other Financing Sources (Uses)				
Transfers in	**327,962**	**311,474**	**(16,488)**	887,646
Total other financing sources (uses)	**327,962**	**311,474**	**(16,488)**	887,646
Net change in fund balance	**(5,991)**	**270,759**	**276,750**	660,194
Fund balance at beginning of year	**1,178,336**	**1,178,336**	**-**	518,142
Fund balance at end of year	**$ 1,172,345**	**$ 1,449,095**	**$ 276,750**	$ 1,178,336

HORRY COUNTY, SOUTH CAROLINA

GRANTS SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 413,432**	$ 453,743
Interest receivable	**578**	2,003
Due from other governments	**958,323**	567,126
Prepaid items	**-**	2,000
Total assets	**$ 1,372,333**	$ 1,024,872
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 153,589**	$ 5,072
Accrued salaries and wages	**30,383**	5,766
Total liabilities	**183,972**	10,838
Fund balance:		
Reserved for encumbrances	**329,432**	23,228
Reserved for prepaid items	**-**	2,000
Unreserved, undesignated	**858,929**	988,806
Total fund balance	**1,188,361**	1,014,034
Total liabilities and fund balance	**$ 1,372,333**	$ 1,024,872

HORRY COUNTY, SOUTH CAROLINA

GRANTS SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Intergovernmental	**$ 6,051,245**	**$ 2,844,226**	**$ (3,207,019)**	$ 1,114,055
Interest	**-**	**1,242**	**1,242**	6,704
Other	**159,200**	**159,200**	**-**	1,789
Total revenues	**6,210,445**	**3,004,668**	**(3,205,777)**	1,122,548
Expenditures				
Current:				
General Government:				
Personal services	**50,000**	**-**	**50,000**	-
Contractual services	**14,720**	**14,720**	**-**	-
Grant projects	**7,185**	**7,185**	**-**	-
Capital outlay	**2,731,002**	**377,306**	**2,353,696**	-
Total general government	**2,802,907**	**399,211**	**2,403,696**	-
Public safety:				
Personal services	**752,879**	**543,053**	**209,826**	186,281
Contractual services	**176,304**	**172,737**	**3,567**	107,087
Supplies & Materials	**702,841**	**598,559**	**104,282**	240,331
Business & Travel	**23,457**	**18,241**	**5,216**	13,937
Capital outlay	**729,279**	**693,467**	**35,812**	135,698
Other	**79,980**	**8,003**	**71,977**	50,392
Total public safety	**2,464,740**	**2,034,060**	**430,680**	733,726
Culture, Recreation and Tourism				
Personal services	**20,065**	**20,065**	**-**	43,085
Contractual services	**1,362**	**900**	**462**	13,400
Supplies & Materials	**125,179**	**92,789**	**32,390**	6,209
Grant projects	**151,106**	**150,689**	**417**	7,028
Other	**188**	**-**	**188**	312
Total culture, recreation and tourism	**297,900**	**264,443**	**33,457**	70,034
Economic Development:				
Personal services	**33,503**	**10,729**	**22,774**	31,238
Business & Travel	**-**	**2,296**	**(2,296)**	-
Capital outlay	**262,037**	**4,633**	**257,404**	101,454
Grant projects	**260,625**	**52,119**	**208,506**	-
Construction contracts	**774,264**	**352,948**	**421,316**	496,871
Total economic development	**1,330,429**	**422,725**	**907,704**	629,563
Total expenditures	**6,895,976**	**3,120,439**	**3,775,537**	1,433,323
Excess (deficiency) of revenues over (under) expenditures	**(685,531)**	**(115,771)**	**569,760**	(310,775)
Other Financing Sources (Uses)				
Transfers in	**371,943**	**371,943**	**-**	264,051
Transfers out	**(81,845)**	**(81,845)**	**-**	-
Total other financing sources (uses)	**290,098**	**290,098**	**-**	264,051
Net change in fund balance	**(395,433)**	**174,327**	**569,760**	(46,724)
Fund balance at beginning of year	**1,014,034**	**1,014,034**	**-**	1,060,758
Fund balance at end of year	**$ 618,601**	**$ 1,188,361**	**$ 569,760**	$ 1,014,034

HORRY COUNTY, SOUTH CAROLINA

ADMISSIONS TAX SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

Assets	**2010**	2009
Pooled cash and investments	**$ 605,931**	$ 360,632
Interest receivable	**719**	2,030
Due from other governments	**15,657**	31,740
Total assets	**$ 622,307**	$ 394,402
Liabilities and Fund Balance		
Fund balance		
Unreserved, undesignated	**$ 622,307**	$ 394,402
Total fund balance	**622,307**	394,402
Total liabilities and fund balance	**$ 622,307**	$ 394,402

HORRY COUNTY, SOUTH CAROLINA

ADMISSIONS TAX SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Intergovernmental	**$ 75,000**	**$ 225,617**	**$ 150,617**	$ 1,321,891
Interest	**-**	**2,288**	**2,288**	6,778
Total revenues	**75,000**	**227,905**	**152,905**	1,328,669
Excess (deficiency) of revenues over (under) expenditures	**75,000**	**227,905**	**152,905**	1,328,669
Other Financing Sources (Uses)				
Transfers out	**(75,000)**	**-**	**75,000**	(935,190)
Total other financing sources (uses)	**(75,000)**	**-**	**75,000**	(935,190)
Net change in fund balance	**-**	**227,905**	**227,905**	393,479
Fund balance at beginning of year	**394,402**	**394,402**	**-**	923
Fund balance at end of year	**$ 394,402**	**$ 622,307**	**$ 227,905**	$ 394,402

HORRY COUNTY, SOUTH CAROLINA

HOSPITALITY 1.0% FEE SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Cash and cash equivalents	**$ 2,606,774**	$ 2,674,746
Pooled cash and investments	**590,258**	631,512
Receivables, net:		
Accounts	**829,551**	832,438
Interest receivable	**1,492**	3,719
Total assets	**$ 4,028,075**	$ 4,142,415
Liabilities and Fund Balance		
Liabilities:		
Due to other funds	**$ 593,474**	$ 1,354,657
Deferred revenues	**83,818**	98,034
Total liabilities	**677,292**	1,452,691
Fund balance:		
Reserved for Baseball Stadium Park	**242,413**	240,659
Reserved for infrastructure	**1,918,097**	1,280,460
Unreserved, undesignated	**1,190,273**	1,168,605
Total fund balance	**3,350,783**	2,689,724
Total liabilities and fund balance	**$ 4,028,075**	$ 4,142,415

HORRY COUNTY, SOUTH CAROLINA

HOSPITALITY 1.0% FEE SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Fees and fines	**$ 6,350,250**	**$ 5,847,581**	**$ (502,669)**	$ 6,179,238
Interest	**25,000**	**9,157**	**(15,843)**	28,024
Total revenues	**6,375,250**	**5,856,738**	**(518,512)**	6,207,262
Expenditures				
Current:				
General Government:				
Other	**746,026**	**-**	**746,026**	-
Total expenditures	**746,026**	**-**	**746,026**	-
Excess of revenues over expenditures	**5,629,224**	**5,856,738**	**227,514**	6,207,262
Other Financing Sources (Uses)				
Transfers out	**(5,629,224)**	**(5,195,679)**	**433,545**	(6,755,700)
Total other financing sources (uses)	**(5,629,224)**	**(5,195,679)**	**433,545**	(6,755,700)
Net change in fund balance	**-**	**661,059**	**661,059**	(548,438)
Fund balance at beginning of year	**2,689,724**	**2,689,724**	**-**	3,238,162
Fund balance at end of year	**$ 2,689,724**	**$ 3,350,783**	**$ 661,059**	$ 2,689,724

HORRY COUNTY, SOUTH CAROLINA

VICTIM WITNESS ASSISTANCE SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Receivables, net:		
Accounts	**$ 36,769**	$ 42,001
Interest receivable	**-**	51
Total assets	**$ 36,769**	$ 42,052
Liabilities and Fund Balance		
Liabilities:		
Accounts payable	**$ 2,015**	$ 653
Accrued salaries and wages	**18,784**	16,801
Due to other funds	**105,157**	102,743
Deferred revenues	**-**	2,961
Total liabilities	**125,956**	123,159
Fund balance:		
Unreserved, undesignated	**(89,187)**	(81,107)
Total fund balance (deficit)	**(89,187)**	(81,107)
Total liabilities and fund balance	**$ 36,769**	$ 42,052

HORRY COUNTY, SOUTH CAROLINA

VICTIM WITNESS ASSISTANCE SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Fees and fines	**$ 520,208**	**$ 497,605**	**$ (22,603)**	$ 517,767
Interest	**(500)**	**(52)**	**448**	353
Total revenues	**519,708**	**497,553**	**(22,155)**	518,120
Expenditures				
Current:				
Public safety				
Detention:				
Personal services	**253,622**	**253,622**	**-**	249,855
Contractual services	**5,000**	**2,704**	**2,296**	2,720
Supplies & Materials	**3,900**	**1,156**	**2,744**	8,802
Business & Travel	**920**	**-**	**920**	-
Total detention	**263,442**	**257,482**	**5,960**	261,377
Police:				
Personal services	**88,078**	**66,230**	**21,848**	88,273
Supplies & Materials	**1,200**	**-**	**1,200**	1,012
Business & Travel	**1,060**	**-**	**1,060**	750
Total police	**90,338**	**66,230**	**24,108**	90,035
Victim Witness:				
Personal services	**55,508**	**55,152**	**356**	55,558
Supplies & Materials	**1,200**	**803**	**397**	990
Business & Travel	**3,500**	**2,211**	**1,289**	2,636
Total victim witness	**60,208**	**58,166**	**2,042**	59,184
Solicitor:				
Personal services	**227,512**	**251,230**	**(23,718)**	284,899
Contractual services	**5,717**	**4,829**	**888**	7,705
Business & Travel	**7,345**	**2,952**	**4,393**	7,561
Other	**400**	**-**	**400**	-
Total solicitor	**240,974**	**259,011**	**(18,037)**	300,165
Total expenditures	**654,962**	**640,889**	**14,073**	710,761
Excess (deficiency) of revenues over (under) expenditures	**(135,254)**	**(143,336)**	**(8,082)**	(192,641)
Other Financing Sources (Uses)				
Transfers in	**135,254**	**135,256**	**2**	234,746
Total other financing sources (uses)	**135,254**	**135,256**	**2**	234,746
Net change in fund balance	**-**	**(8,080)**	**(8,080)**	42,105
Fund balance (deficit) at beginning of year	**(81,107)**	**(81,107)**	**-**	(123,212)
Fund balance (deficit) at end of year	**$ (81,107)**	**$ (89,187)**	**$ (8,080)**	$ (81,107)

HORRY COUNTY, SOUTH CAROLINA

SENIOR CITIZEN SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 37,598**	$ 57,834
Receivables, net:		
Property taxes	**45,487**	40,048
Interest receivable	**208**	258
Total assets	**$ 83,293**	$ 98,140
Liabilities and Fund Balance		
Liabilities:		
Accounts payable	**$ 15,823**	$ 37,330
Deferred revenues	**34,772**	32,277
Total liabilities	**50,595**	69,607
Fund balance:		
Unreserved, undesignated	**32,698**	28,533
Total fund balance	**32,698**	28,533
Total liabilities and fund balance	**$ 83,293**	$ 98,140

HORRY COUNTY, SOUTH CAROLINA

SENIOR CITIZEN SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 697,930**	**$ 673,238**	**$ (24,692)**	$ 647,126
Personal property taxes	**61,025**	**58,697**	**(2,328)**	57,642
Vehicle taxes	**52,450**	**46,246**	**(6,204)**	52,933
Interest	**550**	**883**	**333**	585
Total revenues	**811,955**	**779,064**	**(32,891)**	758,286
Expenditures				
Current:				
Health and Social Services:				
Contractual services	**811,622**	**774,539**	**37,083**	749,863
Indirect cost allocation	**333**	**360**	**(27)**	326
Total expenditures	**811,955**	**774,899**	**37,056**	750,189
Excess of revenues over expenditures	**-**	**4,165**	**4,165**	8,097
Net change in fund balance	**-**	**4,165**	**4,165**	8,097
Fund balance at beginning of year	**28,533**	**28,533**	**-**	20,436
Fund balance at end of year	**$ 28,533**	**$ 32,698**	**$ 4,165**	$ 28,533

HORRY COUNTY, SOUTH CAROLINA

BASEBALL STADIUM SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Cash held in trust	**$ 98,633**	$ 98,633
Pooled cash and investments	**88,599**	109,462
Due from other funds	**-**	19,950
Total assets	**$ 187,232**	$ 228,045
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ -**	$ 76,865
Due to other governments	**54,680**	70,069
Total liabilities	**$ 54,680**	$ 146,934
Fund balance:		
Unreserved, undesignated	**$ 132,552**	$ 81,111
Total fund balance	**132,552**	81,111
Total liabilities and fund balance	**$ 187,232**	$ 228,045

HORRY COUNTY, SOUTH CAROLINA

BASEBALL STADIUM SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Fees and fines	**$ 6,600**	**$ 24,799**	**$ 18,199**	$ 10,148
Total revenues	**6,600**	**24,799**	**18,199**	10,148
Expenditures				
Current:				
Culture, Recreation and Tourism:				
Personal services	**14,743**	**14,665**	**78**	15,783
Contractual services	**24,837**	**24,836**	**1**	32,384
Supplies & Materials	**26,776**	**26,775**	**1**	25,456
Other	**33,162**	**-**	**33,162**	-
Total expenditures	**99,518**	**66,276**	**33,242**	73,623
Excess (deficiency) of revenues over (under) expenditures	**(92,918)**	**(41,477)**	**51,441**	(63,475)
Other Financing Sources (Uses)				
Transfers in	**92,918**	**92,918**	**-**	79,800
Total other financing sources (uses)	**92,918**	**92,918**	**-**	79,800
Net change in fund balance	**-**	**51,441**	**51,441**	16,325
Fund balance at beginning of year	**81,111**	**81,111**	**-**	64,786
Fund balance at end of year	**$ 81,111**	**$ 132,552**	**$ 51,441**	$ 81,111

HORRY COUNTY, SOUTH CAROLINA

ARCADIAN SHORES SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 47,785**	$ 47,983
Receivables, net:		
Property taxes	**3,347**	470
Interest receivable	**57**	214
Total assets	**$ 51,189**	$ 48,667
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 865**	$ 1,126
Due to other funds	**289,682**	311,602
Deferred revenues	**11**	-
Total liabilities	**290,558**	312,728
Fund balance (deficit) :		
Unreserved, undesignated	**(239,369)**	(264,061)
Total fund balance (deficit)	**(239,369)**	(264,061)
Total liabilities and fund balance	**$ 51,189**	$ 48,667

HORRY COUNTY, SOUTH CAROLINA

ARCADIAN SHORES SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 54,325**	**$ 60,553**	**$ 6,228**	$ 57,400
Personal property taxes	**-**	**8**	**8**	136
Vehicle taxes	**2,650**	**2,730**	**80**	2,660
Interest	**750**	**126**	**(624)**	658
Total revenues	**57,725**	**63,417**	**5,692**	60,854
Expenditures				
Current:				
Infrastructure and Regulation:				
Personal Services	**602**	**602**	**-**	602
Contractual services	**28,936**	**10,138**	**18,798**	22,187
Supplies and materials	**9,464**	**9,462**	**2**	7,055
Indirect cost allocation	**3,365**	**3,365**	**-**	3,354
Other	**15,158**	**15,158**	**-**	16,203
Total expenditures	**57,525**	**38,725**	**18,800**	49,401
Excess of revenues over expenditures	**200**	**24,692**	**24,492**	11,453
Net change in fund balance	**200**	**24,692**	**24,492**	11,453
Fund balance (deficit) at beginning of year	**(264,061)**	**(264,061)**	**-**	(275,514)
Fund balance (deficit) at end of year	**$ (263,861)**	**$ (239,369)**	**$ 24,492**	$ (264,061)

HORRY COUNTY, SOUTH CAROLINA

CDBG GRANT PROGRAM SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Due from other governments	**$ 149,892**	$ 66,039
Prepaid items	**664**	1,545
Total assets	**$ 150,556**	$ 67,584
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 58,981**	$ 10,700
Due to other funds	**86,645**	54,289
Accrued salaries and wages	**4,930**	2,595
Total liabilities	**150,556**	67,584
Fund balance:		
Reserved for encumbrances	**1,062,388**	590,873
Reserved for prepaid items	**664**	1,545
Unreserved, undesignated	**(1,063,052)**	(592,418)
Total fund balance	**-**	-
Total liabilities and fund balance	**$ 150,556**	$ 67,584

HORRY COUNTY, SOUTH CAROLINA

CDBG GRANT PROGRAM SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Intergovernmental	**$ 3,824,540**	**$ 2,108,315**	**$ (1,716,225)**	$ 237,713
Total revenues	**3,824,540**	**2,108,315**	**(1,716,225)**	237,713
Expenditures				
Current:				
Economic Development:				
Personal services	**176,896**	**155,928**	**20,968**	86,726
Contractual services	**1,936,975**	**1,057,237**	**879,738**	14,063
Supplies & Materials	**43,740**	**34,435**	**9,305**	23,542
Business & Travel	**21,514**	**9,750**	**11,764**	4,166
Construction contracts	**153,205**	**128,205**	**25,000**	-
Capital Outlay	**683,000**	**283,963**	**399,037**	-
Other	**100,743**	**-**	**100,743**	-
Other -CDBG community projects	**484,550**	**214,880**	**269,670**	109,216
Total expenditures	**3,600,623**	**1,884,398**	**1,716,225**	237,713
Excess (deficiency) of revenues over (under) expenditures	**223,917**	**223,917**	**-**	-
Other Financing Sources (Uses)				
Transfers out	**(223,917)**	**(223,917)**	**-**	-
Total other financing sources (uses)	**(223,917)**	**(223,917)**	**-**	-
Net change in fund balance	**-**	**-**	**-**	-
Fund balance at beginning of year	**-**	**-**	**-**	-
Fund balance at end of year	**$ -**	**$ -**	**$ -**	$ -

HORRY COUNTY, SOUTH CAROLINA

STORMWATER SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 3,860,836**	$ 4,249,463
Receivables, net:		
Fees	**303,387**	296,525
Accounts Receivable	**26,126**	
Interest receivable	**5,733**	22,946
Prepaid items	**-**	328
Total assets	**$ 4,196,082**	$ 4,569,262
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 263,573**	$ 292,717
Accrued salaries and wages	**36,516**	29,840
Due to component unit	**514**	-
Deferred revenues	**262,531**	263,507
Other liabilities	**27**	23
Total liabilities	**563,161**	586,087
Fund balance:		
Reserved for encumbrances	**267,150**	101,513
Reserved for prepaid items	**-**	328
Unreserved, designated	**710,531**	1,743,287
Unreserved, undesignated	**2,655,240**	2,138,047
Total fund balance	**3,632,921**	3,983,175
Total liabilities and fund balance	**$ 4,196,082**	$ 4,569,262

HORRY COUNTY, SOUTH CAROLINA

STORM WATER MANAGEMENT SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Fees	**$ 430,000**	**$ 4,442,968**	**$ 4,012,968**	$ 4,306,367
Interest	**115,000**	**15,032**	**(99,968)**	71,620
Other	**-**	**26,123**	**26,123**	-
Total revenues	**545,000**	**4,484,123**	**3,939,123**	4,377,987
Expenditures				
Current:				
Infrastructure and Regulation:				
Personal services	**1,725,208**	**1,529,006**	**196,202**	1,437,626
Contractual services	**1,136,307**	**899,778**	**236,529**	643,527
Supplies & Materials	**334,813**	**317,191**	**17,622**	251,806
Business & Travel	**952,912**	**348,345**	**604,567**	250,210
Construction contracts	**1,579,028**	**1,440,066**	**138,962**	2,028,983
Capital Outlay	**196,253**	**157,433**	**38,820**	20,291
Indirect cost allocation	**253,550**	**253,550**	**-**	205,565
Other	**3,910**	**750**	**3,160**	250
Total expenditures	**6,181,981**	**4,946,119**	**1,235,862**	4,838,258
Excess (deficiency) of revenues over (under) expenditures	**(5,636,981)**	**(461,996)**	**5,174,985**	(460,271)
Other Financing Sources (Uses)				
Transfers in	**479,789**	**479,789**	**-**	-
Transfers out	**(368,047)**	**(368,047)**	**-**	(250,000)
Total other financing sources (uses)	**111,742**	**111,742**	**-**	(250,000)
Net change in fund balance	**(5,525,239)**	**(350,254)**	**5,174,985**	(710,271)
Fund balance at beginning of year	**3,983,175**	**3,983,175**	**-**	4,693,446
Fund balance at end of year	**$ (1,542,064)**	**$ 3,632,921**	**$ 5,174,985**	$ 3,983,175

HORRY COUNTY, SOUTH CAROLINA

GIS/IT SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 35,749**	$ 12,688
Interest receivable	**25**	60
Total assets	**$ 35,774**	$ 12,748
Liabilties and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 22**	$ 192
Total liabilities	**22**	192
Fund balance:		
Reserved for encumbrances	**-**	11,324
Unreserved, undesignated	**35,752**	1,232
Total fund balance	**35,752**	12,556
Total liabilities and fund balance	**$ 35,774**	$ 12,748

HORRY COUNTY, SOUTH CAROLINA

GIS/IT SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Fees and fines	**$ 46,000**	**$ 7,659**	**$ (38,341)**	$ 14,288
Intergovernmental	**20,000**	**22,500**	**(2,500)**	-
Interest	**-**	**75**	**75**	1
Total revenues	**66,000**	**30,234**	**(40,766)**	14,289
Expenditures				
Current:				
Public safety:				
Contractual services	**46,000**	**7,038**	**38,962**	8,745
Materials & Supplies	**20,000**	**-**	**20,000**	-
Other	**20,000**	**-**	**20,000**	-
Total expenditures	**86,000**	**7,038**	**58,962**	8,745
Excess (deficiency) of revenues over (under) expenditures	**(20,000)**	**23,196**	**18,196**	5,544
Net change in fund balance	**(20,000)**	**23,196**	**18,196**	5,544
Fund balance at beginning of year	**12,556**	**12,556**	**-**	7,012
Fund balance at end of year	**$ (7,444)**	**$ 35,752**	**$ 18,196**	$ 12,556

HORRY COUNTY, SOUTH CAROLINA

MULTI-COUNTY BUSINESS PARK ROLLBACK SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 1,900,662**	$ 2,356,637
Receivables, net:		
Accounts receivable	**8,344**	89,231
Interest receivable	**3,412**	11,590
Total assets	**$ 1,912,418**	$ 2,457,458
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - other	**$ 100,073**	$ -
Deferred revenues	**8,344**	89,231
Total liabilities	**108,417**	89,231
Fund balance:		
Unreserved, undesignated	**$ 1,804,001**	$ 2,368,227
Total fund balance	**1,804,001**	2,368,227
Total liabilities and fund balance	**$ 1,912,418**	$ 2,457,458

HORRY COUNTY, SOUTH CAROLINA

MULTI-COUNTY BUSINESS PARK ROLLBACK SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Property taxes	**$ -**	**$ 107,870**	**$ 107,870**	$ 218,590
Interest	**-**	**11,437**	**11,437**	43,617
Total revenues	**-**	**119,307**	**119,307**	262,207
Expenditures				
Current:				
Culture, Recreation and Tourism:				
Capital Outlay	**2,250,000**	**683,533**	**1,566,467**	-
Total expenditures	**2,250,000**	**683,533**	**1,566,467**	-
Excess (deficiency) of revenues over (under) expenditures	**(2,250,000)**	**(564,226)**	**1,685,774**	262,207
Net change in fund balance	**(2,250,000)**	**(564,226)**	**1,685,774**	262,207
Fund balance at beginning of year	**2,368,227**	**2,368,227**	**-**	2,106,020
Fund balance at end of year	**$ 118,227**	**$ 1,804,001**	**$ 1,685,774**	$ 2,368,227

HORRY COUNTY, SOUTH CAROLINA

E-911 SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 452,456**	$ 418,592
Receivables, net:		
Accounts receivable	**67,334**	71,472
Due from other governments	**1,123,085**	-
Interest receivable	**422**	295
Prepaid items	**-**	1,387
Total assets	**$ 1,643,297**	$ 491,746
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 1,282**	$ 47,641
Accrued salaries and wages	**3,956**	4,288
Total liabilities	**5,238**	51,929
Fund balance:		
Reserved for prepaid items	**-**	1,387
Unreserved, undesignated	**1,638,059**	438,430
Total fund balance	**1,638,059**	439,817
Total liabilities and fund balance	**$ 1,643,297**	$ 491,746

HORRY COUNTY, SOUTH CAROLINA

E-911 SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Intergovernmental	**$ 610,000**	**$ 1,587,307**	**$ 977,307**	$ 1,074,505
Fees and fines	**890,000**	**827,453**	**(62,547)**	856,329
Interest	**-**	**2,298**	**2,298**	1,491
Total revenues	**1,500,000**	**2,417,058**	**917,058**	1,932,325
Expenditures				
Current:				
Public safety:				
Personal services	**191,489**	**155,288**	**36,201**	190,116
Contractual services	**1,232,000**	**1,058,995**	**173,005**	1,201,497
Supplies & Materials	**4,695**	**992**	**3,703**	4,720
Business & Travel	**8,225**	**3,541**	**4,684**	6,750
Other	**63,591**	**-**	**63,591**	-
Total expenditures	**1,500,000**	**1,218,816**	**281,184**	1,403,083
Excess (deficiency) of revenues over (under) expenditures	**-**	**1,198,242**	**1,198,242**	529,242
Net change in fund balance	**-**	**1,198,242**	**1,198,242**	529,242
Fund balance (deficit) at beginning of year	**439,817**	**439,817**	**-**	(89,425)
Fund balance at end of year	**$ 439,817**	**$ 1,638,059**	**$ 1,198,242**	$ 439,817

HORRY COUNTY, SOUTH CAROLINA

LOCAL ACCOMMODATIONS TAX SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Cash and cash equivalents	**$ 406,824**	$ 533,167
Pooled cash and investments	**21**	7,774
Receivables, net:		
Other	**149,410**	134,408
Interest receivable	**67**	102
Total assets	**$ 556,322**	$ 675,451
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 106,521**	$ 95,889
Due to other funds	**109,473**	243,563
Total liabilities	**215,994**	339,452
Fund balance:		
Unreserved, undesignated	**340,328**	335,999
Total fund balance	**340,328**	335,999
Total liabilities and fund balance	**$ 556,322**	$ 675,451

HORRY COUNTY, SOUTH CAROLINA

LOCAL ACCOMODATIONS TAX SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Accomodations tax	**$ 825,000**	**$ 845,104**	**$ 20,104**	$ 865,217
Interest	**10,000**	**1,204**	**(8,796)**	4,070
Other	**3,250**	**3,126**	**(124)**	-
Total revenues	**838,250**	**849,434**	**11,184**	869,287
Expenditures				
Current:				
Public safety:				
Contractual services	**-**	**-**	**-**	25,900
Capital outlay	**-**	**-**	**-**	55,247
Other	**13,218**	**-**	**13,218**	305,447
Total public safety	**13,218**	**-**	**13,218**	386,594
Culture, Recreation and Tourism:				
Other	**245,025**	**250,996**	**(5,971)**	253,335
Total culture, recreation and tourisr	**245,025**	**250,996**	**(5,971)**	253,335
Total expenditures	**258,243**	**250,996**	**7,247**	639,929
Excess of revenues over expenditures	**580,007**	**598,438**	**18,431**	229,358
Other Financing Sources (Uses)				
Transfers out	**(580,007)**	**(594,109)**	**(14,102)**	(178,995)
Total other financing sources (uses)	**(580,007)**	**(594,109)**	**(14,102)**	(178,995)
Net change in fund balance	**-**	**4,329**	**4,329**	50,363
Fund balance at beginning of year	**335,999**	**335,999**	**-**	285,636
Fund balance at end of year	**$ 335,999**	**$ 340,328**	**$ 4,329**	$ 335,999

HORRY COUNTY, SOUTH CAROLINA

RECREATION SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Cash	**$ 100**	$ 100
Pooled cash and investments	**3,118,559**	3,133,967
Receivables, net:		
Property taxes	**251,150**	198,236
Other	**1,074**	-
Interest receivable	**5,214**	16,855
Due from other governments	**-**	7,307
Prepaid items	**125**	-
Total assets	**$ 3,376,222**	$ 3,356,465
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 86,795**	$ 64,418
Accrued salaries and wages	**55,440**	43,010
Due to component units	**-**	25
Deferred revenues	**189,688**	153,676
Total liabilities	**331,923**	261,129
Fund balance:		
Reserved for encumbrances	**35,244**	108,620
Reserved for prepaid items	**125**	-
Unreserved, designated	**1,364,980**	-
Unreserved, designated for debt service	**471,855**	1,372,265
Unreserved, undesignated	**1,172,095**	1,614,451
Total fund balance	**3,044,299**	3,095,336
Total liabilities and fund balance	**$ 3,376,222**	$ 3,356,465

HORRY COUNTY, SOUTH CAROLINA

RECREATION SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 4,002,361**	**$ 3,867,550**	**$ (134,811)**	$ 3,714,034
Personal property taxes	**350,750**	**336,714**	**(14,036)**	329,669
Vehicle taxes	**310,000**	**266,015**	**(43,985)**	304,032
Intergovernmental	**-**	**-**	**-**	737
Interest	**75,000**	**16,742**	**(58,258)**	55,702
Other	**500,000**	**453,483**	**(46,517)**	468,922
Total revenues	**5,238,111**	**4,940,504**	**(297,607)**	4,873,096
Expenditures				
Current:				
Culture, Recreation and Tourism:				
Personal services	**1,587,135**	**1,529,122**	**58,013**	1,254,433
Contractual services	**302,405**	**281,644**	**20,761**	203,092
Supplies & Materials	**1,051,470**	**731,428**	**320,042**	273,917
Business & Travel	**129,048**	**124,648**	**4,400**	140,663
Construction contracts	**-**	**-**	**-**	196,064
Capital Outlay	**1,382,248**	**343,830**	**1,038,418**	402,229
Indirect cost allocation	**745,123**	**744,786**	**337**	373,126
Distributions to Municipalities	**200,000**	**200,000**	**-**	200,000
Other	**259,807**	**-**	**259,807**	384,171
Total expenditures	**5,657,236**	**3,955,458**	**1,701,778**	3,427,695
Excess (deficiency) of revenues over (under) expenditures	**(419,125)**	**985,046**	**1,404,171**	1,445,401
Other Financing Sources (Uses)				
Transfers in	**117,760**	**117,760**	**-**	23,989
Transfers out	**(1,720,889)**	**(1,153,843)**	**567,046**	(1,468,219)
Total other financing sources (uses)	**(1,603,129)**	**(1,036,083)**	**567,046**	(1,444,230)
Net change in fund balance	**(2,022,254)**	**(51,037)**	**1,971,217**	1,171
Fund balance at beginning of year	**3,095,336**	**3,095,336**	**-**	3,094,165
Fund balance at end of year	**$ 1,073,082**	**$ 3,044,299**	**$ 1,971,217**	$ 3,095,336

HORRY COUNTY, SOUTH CAROLINA

INDUSTRIAL PARKS SPECIAL REVENUE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 3,848,145**	$ 4,178,586
Receivables, net:		
Other	**235**	15,702
Interest receivable	**5,928**	26,499
Prepaid items	**819**	4,143
Total assets	**$ 3,855,127**	$ 4,224,930
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ -**	$ 184
Due to other funds	**500,000**	500,000
Total liabilities	**500,000**	500,184
Fund balance:		
Reserved for prepaid items	**819**	4,143
Unreserved, undesignated	**3,354,308**	3,720,603
Total fund balance	**3,355,127**	3,724,746
Total liabilities and fund balance	**$ 3,855,127**	$ 4,224,930

HORRY COUNTY, SOUTH CAROLINA

INDUSTRIAL PARKS SPECIAL REVENUE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

For the Year ended June 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Fees	**$ 64,655**	**$ 64,655**	**$ -**	$ 80,328
Interest	**102,500**	**13,263**	**(89,237)**	86,132
Other	**-**	**-**	**-**	60,980
Total revenues	**167,155**	**77,918**	**(89,237)**	227,440
Expenditures				
Current:				
Infrastructure and Regulation:				
Contractual services	**452,071**	**429,762**	**22,309**	526,530
Materials and supplies	**5,866**	**5,864**	**2**	20,229
Capital outlay	**-**	**-**	**-**	56,443
Indirect cost allocation	**17,478**	**11,784**	**5,694**	-
Other	**697,740**	**127**	**697,613**	17,261
Total expenditures	**1,173,155**	**447,537**	**725,618**	620,463
Excess (deficiency) of revenues over (under) expenditures	**(1,006,000)**	**(369,619)**	**636,381**	(393,023)
Other Financing Sources (Uses)				
Transfers out	**-**	**-**	**-**	(2,300,000)
Total other financing sources (uses)	**-**	**-**	**-**	(2,300,000)
Net change in fund balance	**(1,006,000)**	**(369,619)**	**636,381**	(2,693,023)
Fund balance at beginning of year	**3,724,746**	**3,724,746**	**-**	6,417,769
Fund balance at end of year	**$ 2,718,746**	**$ 3,355,127**	**$ 636,381**	$ 3,724,746

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for all financial resources to be used for the acquisition and/or construction of major capital facilities (other than those financed by proprietary funds). The primary sources of money in this fund are the proceeds from general obligation bond issues, Federal and state grants and interest earnings.

General Improvement – accounts for financial resources and contribution of major capital facilities and equipment of the County.

Capital Project Sales Tax Fund – accounts for the one cent sales tax increase that is to be used to upgrade specific roads over a seven year period beginning May 1, 2007.

Voluntary Developer Contributions – accounts for the monies donated by the developers to help offset the impact to the community because of increased housing and development in certain areas of the County. These contributions have designated uses as stated in the agreements. These designated uses can range from park developments/improvements, road improvements or support for fire protection in the developed area.

HORRY COUNTY, SOUTH CAROLINA

MAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET

June 30, 2010

	Major Funds		
	General Improvement Capital Projects	Capital Projects Sales Tax	Total Major Funds
Assets			
Pooled cash and investments	$ 46,905,610	$ 139,067,362	$ 185,972,972
Funds held in escrow	272,478	-	272,478
Receivables, net:			
Accounts and other	119,187	-	119,187
Interest receivable	67,750	212,791	280,541
Due from component unit	66,795	-	66,795
Due from other governments	363,032	12,949,889	13,312,921
Prepaid contracts	1,561,182	-	1,561,182
Total assets	$ 49,356,034	$ 152,230,042	$ 201,586,076
Liabilities and Fund Balance			
Liabilities:			
Accounts payable - trade	$ 2,868,205	$ 2,295,026	$ 5,163,231
Retainage payable	2,642,569	68,369	2,710,938
Other accrued liabilities	29,082	-	29,082
Total liabilities	5,539,856	2,363,395	7,903,251
Fund balance :			
Reserved for encumbrances	14,389,597	5,578,452	19,968,049
Reserved for prepaid items	1,561,182	-	1,561,182
Reserved for Fire Special Revenue Fund	631,472	-	631,472
Reserved for bonded capital projects	25,417,954	-	25,417,954
Reserved for infrastructure development	-	144,288,195	144,288,195
Unreserved			
Undesignated	1,815,973	-	1,815,973
Total fund balance	43,816,178	149,866,647	193,682,825
Total liabilities and fund balance	$ 49,356,034	$ 152,230,042	$ 201,586,076

Note: Separation is for presentation purposes only.

HORRY COUNTY, SOUTH CAROLINA

MAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2010

	Major Funds		
	General Improvement Capital Projects	**Capital Projects Sales Tax**	**Total Major Funds**
Revenues			
Intergovernmental	$ 888,807	$ 58,069,572	$ 58,958,379
Disposal Fee	692,856	-	692,856
Interest	1,259,471	998,749	2,258,220
Other- donations	230,000	-	230,000
Total revenues	3,071,134	59,068,321	62,139,455
Expenditures			
Economic Development:			
Construction contracts	860,713	-	860,713
Capital Outlay	36,119,907	-	36,119,907
Other	119,780	-	119,780
Total economic development	37,100,400	-	37,100,400
Infrastructure & regulation:			
Capital Outlay	-	17,444,400	17,444,400
Total infrastructure & regulation	-	17,444,400	17,444,400
Total expenditures	37,100,400	17,444,400	54,544,800
Excess (deficiency) of revenue over expenditures	(34,029,266)	41,623,921	7,594,655
Other Financing Sources (Uses)			
Bond Proceeds	12,350,000	-	12,350,000
Transfers in	5,359,977	-	5,359,977
Transfers out	(386,029)	-	(386,029)
Total other financing sources (uses)	17,323,948	-	17,323,948
Net change in fund balance	(16,705,318)	41,623,921	24,918,603
Fund balance at beginning of year	60,521,496	108,242,726	168,764,222
Fund balance at end of year	$ 43,816,178	$ 149,866,647	$ 193,682,825

Note: Separation is for presentation purposes only.

HORRY COUNTY, SOUTH CAROLINA

GENERAL IMPROVEMENT CAPITAL PROJECTS FUND
BALANCE SHEETS

June 30, 2010
(with comparative total amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 46,905,610**	$ 61,692,998
Funds held in escrow	**272,478**	2,573,580
Receivables, net:		
Accounts and other	**119,187**	506,171
Interest Receivable	**67,750**	113,142
Prepaid contracts	**1,561,182**	-
Due from component unit	**66,795**	68,849
Due from other governments	**363,032**	162,447
Total assets	**$ 49,356,034**	$ 65,117,187
Liabilities and Fund Balance		
Liabilities:		
Accounts payable - trade	**$ 2,868,205**	$ 2,247,137
Retainage payable	**2,642,569**	2,076,676
Other accrued liabilities	**29,082**	271,878
Total liabilities	**5,539,856**	4,595,691
Fund balance :		
Reserved for prepaid items	**1,561,182**	-
Reserved for encumbrances	**14,389,597**	26,294,055
Reserved for Fire Special Revenue Fund	**631,472**	2,003,229
Reserved for bonded capital projects	**25,417,954**	39,650,343
Unreserved		
Undesignated (deficit)	**1,815,973**	(7,426,131)
Total fund balance	**43,816,178**	60,521,496
Total liabilities and fund balance	**$ 49,356,034**	$ 65,117,187

HORRY COUNTY, SOUTH CAROLINA

GENERAL IMPROVEMENTS CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2010
(With comparative actual amounts for the year ended June 30, 2009)

	2010	2009
Revenues		
Disposal fee	**$ 692,856**	$ 608,514
Intergovernmental	**888,807**	933,587
Interest	**1,259,471**	1,899,268
Other -Donations	**230,000**	270,500
Total revenues	**3,071,134**	3,711,869
Expenditures		
Capital Outlay:		
Construction contracts	**860,713**	3,499,744
Capital Outlay	**36,119,907**	32,589,186
Other	**119,780**	20,444
Total expenditures	**37,100,400**	36,109,374
Excess (deficiency) of revenue over expenditures	**(34,029,266)**	(32,397,505)
Other Financing Sources (Uses)		
Bond proceeds	**12,350,000**	-
Transfers in	**5,359,977**	8,699,221
Transfers out	**(386,029)**	(238,907)
Total other financing sources (uses)	**17,323,948**	8,460,314
Net change in fund balance	**(16,705,318)**	(23,937,191)
Fund balance at beginning of year	**60,521,496**	84,458,687
Fund balance at end of year	**$ 43,816,178**	$ 60,521,496

HORRY COUNTY, SOUTH CAROLINA

CAPITAL PROJECTS SALES TAX FUND
BALANCE SHEETS

June 30, 2010
(with comparative total amounts for June 30, 2009)

		2010		2009
Assets				
Pooled cash and investments	**$**	**139,067,362**	$	95,687,623
Interest Receivable		**212,791**		710,496
Due from other governments		**12,949,889**		13,689,773
Total assets	**$**	**152,230,042**	$	110,087,892
Liabilities and Fund Balance				
Liabilities:				
Accounts payable - trade	**$**	**2,295,026**	$	1,770,951
Retainage payable		**68,369**		74,215
Total liabilities		**2,363,395**		1,845,166
Fund balance :				
Reserved for encumbrances		**5,578,452**		3,698,115
Reserved for infrastructure development		**144,288,195**		104,544,611
Total fund balance		**149,866,647**		108,242,726
Total liabilities and fund balance	**$**	**152,230,042**	$	110,087,892

HORRY COUNTY, SOUTH CAROLINA

CAPITAL PROJECTS SALES TAX FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2010
(With comparative actual amounts for the year ended June 30, 2009)

	2010	2009
Revenues		
Sales Tax	**$ 58,069,572**	$ 63,548,738
Interest	**998,749**	1,700,852
Total revenues	**59,068,321**	65,249,590
Expenditures		
Infrastructure & regulation:		
Capital Outlay	**17,444,400**	15,094,317
Total expenditures	**17,444,400**	15,094,317
Net change in fund balance	**41,623,921**	50,155,273
Fund balance at beginning of year	**108,242,726**	58,087,453
Fund balance at end of year	**$ 149,866,647**	$ 108,242,726

HORRY COUNTY, SOUTH CAROLINA

DEVELOPER CONTRIBUTIONS CAPITAL PROJECTS FUND
BALANCE SHEETS

June 30, 2010
(with comparative total amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 199,775**	$ 189,870
Interest receivable	**287**	2,717
Total assets	**$ 200,062**	$ 192,587
Liabilities and Fund Balance		
Fund balance :		
Unreserved		
Designated	**200,062**	192,587
Total fund balance	**200,062**	192,587
Total liabilities and fund balance	**$ 200,062**	$ 192,587

HORRY COUNTY, SOUTH CAROLINA

DEVELOPER CONTRIBUTIONS CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2010
(With comparative actual amounts for the year ended June 30, 2009)

	2010	2009
Revenues		
Interest	**$ (825)**	$ 2,431
Other- donations	**8,500**	8,000
Total revenues	**7,675**	10,431
Expenditures		
Economic Development:		
Construction contracts	**200**	1,526,004
Total expenditures	**200**	1,526,004
Excess of revenue over expenditures	**7,475**	(1,515,573)
Net change in fund balance	**7,475**	(1,515,573)
Fund balance at beginning of year	**192,587**	1,708,160
Fund balance at end of year	**$ 200,062**	$ 192,587

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:

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.

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.

HORRY COUNTY, SOUTH CAROLINA

RIDE PROGRAM DEBT SERVICE FUND - MAJOR FUND
BALANCE SHEETS

June 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Funds held in trust (restricted):		
Loan Reserve Account	**$ 36,001,446**	$ 35,132,306
Due from other funds	**6,439,716**	6,041,034
Total assets	**$ 42,441,162**	$ 41,173,340
Liabilities and Fund Balance		
Fund balance:		
Reserved	**$ 42,441,162**	$ 41,173,340
Total fund balance	**42,441,162**	41,173,340
Total liabilities and fund balance	**$ 42,441,162**	$ 41,173,340

HORRY COUNTY, SOUTH CAROLINA

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

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Interest	**$ 1,320,000**	**$ 1,486,218**	**$ 166,218**	$ 1,565,482
Total revenues	**1,320,000**	**1,486,218**	**166,218**	1,565,482
Expenditures				
Debt Service:				
Principal				
Insured	**11,719,803**	**11,719,803**	**-**	11,346,522
Uninsured	**7,250,342**	**6,732,459**	**517,883**	6,996,625
Interest				
Insured	**3,280,198**	**3,280,197**	**1**	3,653,478
Uninsured	**6,039,740**	**6,482,622**	**(442,882)**	6,227,483
Contingency	**2,422,002**	**-**	**2,422,002**	-
Total debt service	**30,712,085**	**28,215,081**	**2,497,004**	28,224,108
Excess (deficiency) of revenue over expenditures	**(29,392,085)**	**(26,728,863)**	**2,663,222**	(26,658,626)
Other Financing Sources (Uses)				
Transfers in - Hospitality	**29,317,085**	**27,996,685**	**(1,320,400)**	28,313,213
Transfers in-Admissions Tax	**75,000**	**-**	**(75,000)**	935,190
Total other financing sources (uses)	**29,392,085**	**27,996,685**	**(1,395,400)**	29,248,403
Net change in fund balance	**-**	**1,267,822**	**1,267,822**	2,589,777
Fund balance, beginning of year	**41,173,340**	**41,173,340**	**-**	38,583,563
Fund balance, end of year	**$ 41,173,340**	**$ 42,441,162**	**$ 1,267,822**	$ 41,173,340

HORRY COUNTY, SOUTH CAROLINA

NON-MAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET

June 30, 2010

	Non-Major Funds				
	General Debt	Higher Education	Horry Georgetown TECH	Special Obligation Debt	Total Non-Major Funds
ASSETS					
Pooled cash and investments	$ 15,137,487	$ 194,715	$ 132,864	$ -	$ 15,465,066
Funds held in trust - restricted	-	-	-	199,945	199,945
Receivables, net:					
Taxes	610,668	80,535	216,404	-	907,607
Other	3,914	-	-	-	3,914
Interest receivable	23,693	939	1,124	-	25,756
Total Assets	$ 15,775,762	$ 276,189	$ 350,392	$ 199,945	$ 16,602,288
LIABILITIES AND FUND BALANCE					
Liabilities:					
Deferred Revenue	$ 468,533	$ 61,125	$ 165,477	$ -	$ 695,135
Due to other funds	-	-	-	1,585	1,585
Total Liabilities	468,533	61,125	165,477	1,585	696,720
Fund Balance:					
Reserved for Debt Service	$ 15,307,229	$ 215,064	$ 184,915	$ 198,360	$ 15,905,568
Total Fund Balance	15,307,229	215,064	184,915	198,360	15,905,568
Total Liabilities and Fund Balance	$ 15,775,762	$ 276,189	$ 350,392	$ 199,945	$ 16,602,288

HORRY COUNTY, SOUTH CAROLINA

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

FOR THE YEAR ENDED JUNE 30, 2010

	Non- Major Funds				
	General Debt	Higher Education	Horry Georgetown TECH	Special Obligation Debt	Total Non-Major Funds
Revenues					
Real property taxes	$ 8,923,417	$ 1,178,173	$ 3,197,871	$ -	$ 13,299,461
Personal property taxes	778,592	102,833	279,004	-	1,160,429
Vehicle taxes	613,167	81,206	219,969	-	914,342
Intergovernmental	35,028	10,636	13,880	-	59,544
Interest	203,772	18,202	1,023	40,564	263,561
Total revenues	10,553,976	1,391,050	3,711,747	40,564	15,697,337
Expenditures					
Debt service:					
Principal	7,874,513	130,000	120,000	1,207,500	9,332,013
Interest	5,491,604	95,975	121,513	313,620	6,022,712
Agents fees	3,044	425	800	1,587	5,856
Bond issuance costs	1,277,130	177,029			1,454,159
Other	1,005	2,843	-	-	3,848
Total debt service	14,647,296	406,272	242,313	1,522,707	16,818,588
Current:					
Horry Georgetown TECH	-	-	3,973,442	-	3,973,442
Higher Education Commission	-	1,140,000	-	-	1,140,000
Total current	-	1,140,000	3,973,442	-	5,113,442
Total expenditures	14,647,296	1,546,272	4,215,755	1,522,707	21,932,030
Excess (deficiency) of revenues over expenditures	(4,093,320)	(155,222)	(504,008)	(1,482,143)	(6,234,693)
Other Financing Sources (Uses)					
Transfers in	2,234,995	-	-	1,337,560	3,572,555
Issuance of debt	12,020,000	1,670,000			13,690,000
Bond Premium	1,040,330	110,325	-	-	1,150,655
Payment to refunded bond escrow agent	(11,645,000)	(1,615,000)			(13,260,000)
Total other financing sources (uses)	3,650,325	165,325	-	1,337,560	5,153,210
Net change in fund balance	(442,995)	10,103	(504,008)	(144,583)	(1,081,483)
Fund balance at beginning of year as restated	15,750,224	204,961	688,923	342,943	16,987,051
Fund balance at end of year	$ 15,307,229	$ 215,064	$ 184,915	$ 198,360	$ 15,905,568

HORRY COUNTY, SOUTH CAROLINA

GENERAL DEBT SERVICE FUND
BALANCE SHEETS

June 30, 2010
(with comparative total amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 15,137,487**	$ 15,558,769
Receivables, net:		
Property taxes	**610,668**	549,265
Other	**3,914**	-
Interest receivable	**23,693**	88,544
Total assets	**$ 15,775,762**	$ 16,196,578
Liabilities and Fund Balance		
Liabilities:		
Deferred Revenue	**$ 468,533**	$ 446,354
Total Liabilities	**$ 468,533**	$ 446,354
Fund balance:		
Reserved for debt service	**$ 15,307,229**	$ 15,750,224
Total fund balance	**15,307,229**	15,750,224
Total liabilities and fund balance	**$ 15,775,762**	$ 16,196,578

HORRY COUNTY, SOUTH CAROLINA

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

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 9,260,050**	**$ 8,923,417**	**$ (336,633)**	$ 8,578,171
Personal property taxes	**772,500**	**778,592**	**6,092**	764,602
Vehicle taxes	**700,000**	**613,167**	**(86,833)**	701,879
Intergovernmental	**35,026**	**35,028**	**2**	35,028
Interest	**350,000**	**203,772**	**(146,228)**	358,397
Total revenues	**11,117,576**	**10,553,976**	**(563,600)**	10,438,077
Expenditures				
Debt Service:				
Principal	**8,384,513**	**7,874,513**	**510,000**	7,999,320
Interest	**5,823,533**	**5,491,604**	**331,929**	5,152,188
Agents fees	**4,149**	**3,044**	**1,105**	3,723
Bond issuance costs	**-**	**1,277,130**	**(1,277,130)**	**-**
Other	**-**	**1,005**	**(1,005)**	-
Total expenditures	**14,212,195**	**14,647,296**	**(435,101)**	13,155,231
Excess (deficiency) of revenues over (under) expenditures	**(3,094,619)**	**(4,093,320)**	**(998,701)**	(2,717,154)
Other Financing Sources (Uses)				
Transfers in	**2,801,925**	**2,234,995**	**(566,930)**	2,177,769
Issuance of debt	**-**	**12,020,000**	**12,020,000**	-
Bond Premium	**-**	**1,040,330**	**1,040,330**	-
Payment to refunded bond escrow agent	**-**	**(11,645,000)**	**(11,645,000)**	-
Total other financing sources	**2,801,925**	**3,650,325**	**848,400**	2,177,769
Net change in fund balance	**(292,694)**	**(442,995)**	**(150,301)**	(539,385)
Fund balance at beginning of year	**15,750,224**	**15,750,224**	**-**	16,289,609
Fund balance at end of year	**$ 15,457,530**	**$ 15,307,229**	**$ (150,301)**	$ 15,750,224

HORRY COUNTY, SOUTH CAROLINA

HIGHER EDUCATION DEBT SERVICE FUND
BALANCE SHEETS

June 30, 2010
(with comparative total amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 194,715**	$ 189,189
Receivables, net:		
Property taxes	**80,535**	70,565
Interest Receivable	**939**	2,206
Total assets	**$ 276,189**	$ 261,960
Liabilities and Fund Balance		
Liabilities:		
Deferred Revenue	**$ 61,125**	$ 56,999
Total Liabilities	**61,125**	$ 56,999
Fund balance:		
Reserved for debt service	**215,064**	$ 204,961
Total fund balance	**215,064**	204,961
Total liabilities and fund balance	**$ 276,189**	$ 261,960

HORRY COUNTY, SOUTH CAROLINA

HIGHER EDUCATION DEBT SERVICE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 1,222,070**	**$ 1,178,173**	**$ (43,897)**	$ 1,132,477
Personal property taxes	**107,650**	**102,833**	**(4,817)**	100,947
Vehicle taxes	**91,500**	**81,206**	**(10,294)**	92,899
Intergovernmental	**10,640**	**10,636**	**(4)**	10,636
Interest	**12,000**	**18,202**	**6,202**	6,658
Total revenues	**1,443,860**	**1,391,050**	**(52,810)**	1,343,617
Expenditures				
Debt Service:				
Principal	**130,000**	**130,000**	**-**	125,000
Interest	**95,975**	**95,975**	**-**	101,600
Agents fees	**425**	**425**	**-**	425
Bond issuance costs	**-**	**177,029**	**(177,029)**	**-**
Other	**-**	**2,843**	**(2,843)**	**-**
Total debt service	**226,400**	**406,272**	**(179,872)**	227,025
Current:				
Higher Ed Commission-student grants	**1,217,460**	**1,140,000**	**77,460**	1,170,000
Total expenditures	**1,443,860**	**1,546,272**	**(102,412)**	1,397,025
Excess of revenues over expenditures	**-**	**(155,222)**	**(155,222)**	(53,408)
Other Financing Sources (Uses)				
Issuance of debt	**-**	**1,670,000**	**1,670,000**	**-**
Bond Premium		**110,325**	**110,325**	
Transfers in	**-**	**-**	**-**	**-**
Payment to refunded bond escrow agent	**-**	**(1,615,000)**	**(1,615,000)**	**-**
Total other financing sources	**-**	**165,325**	**165,325**	**-**
Net change in fund balance	**-**	**10,103**	**10,103**	(53,408)
Fund balance at beginning of year	**204,961**	**204,961**	**-**	258,369
Fund balance at end of year	**$ 204,961**	**$ 215,064**	**$ 10,103**	$ 204,961

HORRY COUNTY, SOUTH CAROLINA

HORRY GEORGETOWN TECH DEBT SERVICE FUND
BALANCE SHEETS

June 30, 2010
(with comparative total amounts for June 30, 2009)

	2010	2009
Assets		
Pooled cash and investments	**$ 132,864**	$ 646,643
Receivables, net:		
Property taxes	**216,404**	189,444
Interest Receivable	**1,124**	5,416
Total assets	**$ 350,392**	$ 841,503
Liabilities and Fund Balance		
Liabilities:		
Deferred Revenue	**$ 165,477**	$ 152,580
Total Liabilities	**165,477**	152,580
Fund balance:		
Reserved for debt service	**$ 184,915**	$ 688,923
Total fund balance	**184,915**	688,923
Total liabilities and fund balance	**$ 350,392**	$ 841,503

HORRY COUNTY, SOUTH CAROLINA

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

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Real property taxes	**$ 3,395,970**	**$ 3,197,871**	**$ (198,099)**	$ 3,073,849
Personal property taxes	**272,735**	**279,004**	**6,269**	273,875
Vehicle taxes	**250,000**	**219,969**	**(30,031)**	251,734
Intergovernmental	**13,880**	**13,880**	**-**	13,880
Interest	**28,500**	**1,023**	**(27,477)**	18,452
Total revenues	**3,961,085**	**3,711,747**	**(249,338)**	3,631,790
Expenditures				
Debt Service:				
Principal	**120,000**	**120,000**	**-**	120,000
Interest	**121,513**	**121,513**	**-**	126,313
Agents fees	**400**	**800**	**(400)**	400
Total debt service	**241,913**	**242,313**	**(400)**	246,713
Current:				
Horry Georgetown Tech	**3,719,172**	**3,973,442**	**(254,270)**	3,000,000
Total expenditures	**3,961,085**	**4,215,755**	**(254,670)**	3,246,713
Excess (deficit) of revenues over (under) expenditures	**-**	**(504,008)**	**(504,008)**	385,077
Net change in fund balance	**-**	**(504,008)**	**(504,008)**	385,077
Fund balance at beginning of year	**688,923**	**688,923**	**-**	303,846
Fund balance at end of year	**$ 688,923**	**$ 184,915**	**$ (504,008)**	$ 688,923

HORRY COUNTY, SOUTH CAROLINA

SPECIAL OBLIGATION DEBT SERVICE FUND
BALANCE SHEETS

June 30, 2010
(with comparative total amounts for June 30, 2009)

	2010	2009 (restated)
Assets		
Funds held in trust (restricted)	**$ 199,945**	$ 342,943
Total assets	**$ 199,945**	$ 342,943
Liabilities and Fund Balance		
Liabilities:		
Due to other funds	**$ 1,585**	$ -
Total Liabilities	**1,585**	-
Fund balance:		
Reserved for debt service	**$ 198,360**	$ 342,943
Total fund balance	**198,360**	342,943
Total liabilities and fund balance	**$ 199,945**	$ 342,943

HORRY COUNTY, SOUTH CAROLINA

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

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative actual amounts for the year ended June 30, 2009)

	2010			2009
	Budget	**Actual**	**Variance Positive (Negative)**	Actual
Revenues				
Interest	**$ 186,650**	**$ 40,564**	**$ (146,086)**	$ 601,889
Other	**-**	**-**	**-**	-
Total revenues	**186,650**	**40,564**	**(146,086)**	601,889
Expenditures				
Debt Service:				
Principal	**1,180,000**	**1,207,500**	**(27,500)**	1,541,500
Interest	**235,580**	**313,620**	**(78,040)**	732,025
Agents fees	**3,150**	**1,587**	**1,563**	3,075
Other	**-**	**-**	**-**	75,369
Total debt service	**1,418,730**	**1,522,707**	**(103,977)**	2,351,969
Excess (deficiency) of revenues over expenditures	**(1,232,080)**	**(1,482,143)**	**(250,063)**	(1,750,080)
Other Financing Sources (Uses)				
Issuance of debt	**-**	**-**	**-**	8,155,000
Payment to refunded bonds escrow agent	**-**	**-**	**-**	(10,671,650)
Transfers in - Hospitality	**2,068,095**	**1,337,560**	**(730,535)**	1,735,607
Total other financing sources	**2,068,095**	**1,337,560**	**(730,535)**	(781,043)
Net change in fund balance	**836,015**	**(144,583)**	**(980,598)**	(2,531,123)
Fund balance at beginning of year as restated	**342,943**	**342,943**	**-**	2,874,066
Fund balance at end of year	**$ 1,178,958**	**$ 198,360**	**$ (980,598)**	$ 342,943

PROPRIETARY (ENTERPRISE) FUND

Proprietary (enterprise) funds account for operations that are financed and operated in a manner similar to private business enterprises. In a proprietary fund the intent is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed primarily through user charges.

Department of Airports – accounts for revenue and expenses for the operations of the Conway, Loris, Grand Strand general aviation airports, and the Myrtle Beach International Airport.

HORRY COUNTY, SOUTH CAROLINA

DEPARTMENT OF AIRPORTS ENTERPRISE FUND
BALANCE SHEETS

JUNE 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Current assets:		
Cash and cash equivalents	**$ 22,723,316**	$ 8,938,283
Investments	**22,420,456**	38,677,211
Accounts receivable (net of allowance of $294,358 in 2010 and 2009)	**693,478**	655,171
Interest receivable	**253,278**	305,071
Due from other governments	**1,394,624**	1,196,535
Inventories	**399,883**	332,949
Prepaid items	**67,961**	81,247
Total current assets	**47,952,996**	50,186,467
Non-current assets:		
Restricted assets:		
Cash and cash equivalents	**1,690,251**	1,677,713
Investments	**28,480,680**	25,294,903
Due from Industrial Park	**500,000**	500,000
Receivables - PFC's and CFC's	**647,782**	255,208
Total restricted assets	**31,318,713**	27,727,824
Capital assets:		
Land, easements and infrastructure	**32,114,890**	32,041,192
Depreciable buildings, runways, taxiways, aprons, machinery and equipment, net	**61,252,660**	56,132,256
Construction-in-progress	**21,644,370**	9,958,654
Total capital assets, net	**115,011,920**	98,132,102
Bond issuance costs, net	**251,916**	273,475
Total assets	**$ 194,535,545**	$ 176,319,868

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

DEPARTMENT OF AIRPORTS ENTERPRISE FUND
BALANCE SHEETS

- CONTINUED -

	2010	2009
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	**$ 203,614**	$ 241,729
Construction accounts and retainage payable	**2,743,619**	2,099,191
Accrued salaries, wages and compensated absences	**427,193**	411,981
Other accrued expenses	**826,067**	629,518
Unearned revenue	**203,946**	232,019
Due to other funds	**842,108**	784,326
Capital leases payable - current portion	**41,809**	40,393
Amounts due to tenants	**766,833**	532,732
Total current liabilities	**6,055,189**	4,971,889
Current liabilities payable from restricted assets:		
Revenue bonds payable - current portion	**575,000**	545,000
Accrued interest payable	**275,335**	288,255
Total current liabilities payable from restricted assets	**850,335**	833,255
Non-current liabilities:		
Revenue bonds payable	**9,115,741**	9,658,931
Compensated absences - long term	**833,997**	839,919
Net other post-employment benefits obligation	**446,786**	315,901
Due to tenants for capital improvements	**100,000**	150,000
Capital leases	**223,692**	265,502
Total non-current liabilities	**10,720,216**	11,230,253
Total liabilities	**17,625,740**	17,035,397
Net assets:		
Investment in capital assets, net of related debt	**104,452,424**	87,136,946
Restricted for:		
Debt service	**4,508,799**	26,091,465
Capital projects	**25,959,582**	803,104
Unrestricted	**41,989,000**	45,252,956
Total net assets	**176,909,805**	159,284,471
Total liabilities and net assets	**$ 194,535,545**	$ 176,319,868

HORRY COUNTY, SOUTH CAROLINA

DEPARTMENT OF AIRPORTS ENTERPRISE FUND
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative amounts for the year ended June 30, 2009)

	2010	2009
Operating Revenues		
Landing fees	**$ 551,637**	$ 876,108
Airline terminal rents	**4,087,447**	4,085,932
Concessions and rentals	**5,950,119**	5,971,117
Security fees	**209,056**	216,734
Leases	**1,102,719**	1,102,085
Fuel sales - FBO	**3,487,256**	3,504,377
Other Airline Services	**591,997**	774,930
Federal revenue- TSA LEO reimbursement program	**114,756**	123,924
Other	**574,408**	576,938
Total operating revenues	**16,669,395**	17,232,145
Less, signatory airline contract operating rebate	**(432,574)**	(365,240)
Net operating revenues	**16,236,821**	16,866,905
Operating Expenses		
Salaries and benefits	**5,858,592**	6,014,109
Utilities	**924,736**	847,481
Outside and professional services	**767,866**	738,427
Maintenance and supplies	**598,364**	594,383
Fuel cost of sales	**2,410,014**	2,498,664
Vehicle and equipment (non-capital) expense	**366,681**	336,835
Insurance	**249,162**	255,862
Dues, memberships, and travel	**148,545**	165,872
Office supplies	**26,455**	23,728
Horry County administrative costs	**355,418**	246,676
Depreciation and amortization	**4,966,380**	4,732,264
Total operating expenses	**16,672,213**	16,454,301
Operating income (loss)	**(435,392)**	412,604

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

DEPARTMENT OF AIRPORTS ENTERPRISE FUND
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

- CONTINUED -

	2010	2009
Non-Operating Revenues (Expenses)		
Passenger Facility Charges (PFC's)	**287,472**	-
Contract Facility Charges (CFC's)	**2,378,146**	2,494,096
Intergovernmental revenues	**2,028,157**	1,725,761
Gain (loss) on disposal/sale of assets	**(352,180)**	9,910
Redevelopment Authority grant revenue	**563,821**	236,179
Revenue - utility companies for ITAP	**625,000**	-
Interest income	**731,142**	1,607,101
Interest expense	**(592,283)**	(619,445)
Building demolition expense	**(94,138)**	-
Legal settlement	**-**	1,029,961
Net non-operating revenues (expenses)	**5,575,137**	6,483,563
Income before capital contributions	**5,139,745**	6,896,167
Capital Contributions		
State grants - capital projects	**704,776**	314,931
Contributed capital - City of Myrtle Beach - land	**73,699**	-
Federal grants - capital projects	**11,707,114**	3,766,141
Transfers In	**-**	500,000
Net change in net assets	**17,625,334**	11,477,239
Net assets, beginning of year	**159,284,471**	147,807,232
Net assets, end of year	**$ 176,909,805**	$ 159,284,471

HORRY COUNTY, SOUTH CAROLINA

DEPARTMENT OF AIRPORTS ENTERPRISE FUND
STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative amounts for the year ended June 30, 2009)

	2010	2009
Cash flows from operating activities		
Cash received for:		
Landing fees, terminal rents, and concessions leases	**$ 11,426,609**	$ 11,994,514
FBO sales and airline services	**4,440,838**	4,497,529
Other	**537,096**	533,041
Cash paid for:		
Salaries and benefits	**(5,849,301)**	(5,815,365)
Maintenance, supplies, fuel, utilities and equipment	**(5,553,790)**	(5,776,400)
Net cash provided by operating activities	**5,001,452**	5,433,319
Cash flows from non-capital financing activities		
Building demolition	**(94,138)**	-
Repayment to the federal government	**-**	1,029,961
Net cash (used in) non-capital financing activities	**(94,138)**	1,029,961
Cash flows from capital and related financing activities		
Receipt of passenger and contract facility charges	**2,273,045**	2,512,944
Acquisition and construction of fixed assets	**(21,508,694)**	(9,785,439)
Sale of assets	**-**	9,910
Principal payments on bonds and notes	**(545,000)**	(520,000)
Interest paid on bonds and notes	**(573,392)**	(599,700)
Principal payments on capital lease obligation	**(40,394)**	(39,025)
Receipt of intergovernmental and private grants	**3,476,219**	1,738,980
Proceeds from Airport Improvement Program and State grants	**11,954,560**	3,417,886
Net cash (used in) capital and related financing activities	**(4,963,656)**	(3,264,444)
Cash flows from investing activities		
Investment purchases	**(50,901,136)**	(63,972,114)
Investment sales	**63,972,114**	42,628,595
Interest on investments	**782,935**	1,454,697
Net cash (used in) investing activities	**13,853,913**	(19,888,822)
Net increase (decrease) in cash and cash equivalents	**13,797,571**	(16,689,986)
Cash and cash equivalents, beginning of year		
Unrestricted	**8,938,283**	25,643,462
Restricted	**1,677,713**	1,662,520
	10,615,996	27,305,982
Cash and cash equivalents, end of year		
Unrestricted	**22,723,316**	8,938,283
Restricted	**1,690,251**	1,677,713
	$ 24,413,567	$ 10,615,996

- CONTINUED -

HORRY COUNTY, SOUTH CAROLINA

DEPARTMENT OF AIRPORTS ENTERPRISE FUND
STATEMENTS OF CASH FLOWS

- CONTINUED -

	2010	2009
Reconciliation of operating income to cash flows from operating activities		
Operating (loss) income	**$ (435,392)**	$ 412,604
Adjustments to reconcile operating income to net cash provided by:		
Depreciation and amortization	**4,966,380**	4,732,264
(Increase) decrease in certain assets:		
Accounts receivable	**(38,307)**	124,666
Prepaid items	**13,286**	273
Inventories	**(66,934)**	54,995
(Increase) decrease in certain liabilities:		
Accounts payable	**(38,115)**	57,789
Accrued salaries, wages and compensated absences	**9,290**	38,206
Net other post-employment benefit obligation	**130,885**	160,538
Other accrued expenses	**196,549**	176,783
Due to other funds	**57,782**	(358,312)
Unearned Revenue	**(28,073)**	42,631
Amounts due to airlines and car rental companies	**234,101**	(9,118)
Net cash provided by operating activities	**$ 5,001,452**	$ 5,433,319

INTERNAL SERVICE FUND

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

Fleet Service – accounts for the maintenance and service of all County vehicles including heavy and light equipment.

HORRY COUNTY, SOUTH CAROLINA

FLEET SERVICE INTERNAL SERVICE FUND
BALANCE SHEETS

June 30, 2010
(with comparative amounts for June 30, 2009)

	2010	2009
Assets		
Current assets:		
Pooled cash and investments	**$ 8,954,245**	$ 7,956,353
Petty Cash	**100**	100
Interest receivable	**12,752**	41,527
Inventory	**335,358**	329,287
Total current assets	**9,302,455**	8,327,267
Non-current assets:		
Capital assets:		
Machinery and Equipment	**13,494,688**	12,908,629
Less, accumulated depreciation	**(8,355,911)**	(7,729,669)
Net capital assets	**5,138,777**	5,178,960
Total assets	**$ 14,441,232**	$ 13,506,227
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	**$ 48,237**	$ 42,992
Accrued salaries, wages and compensated absences	**20,929**	18,871
Total current liabilities	**69,166**	61,863
Net Assets:		
Invested in capital assets	**5,138,777**	5,178,960
Restricted for fleet replacement	**5,879,617**	4,820,847
Unrestricted	**3,353,672**	3,444,557
Total net assets	**14,372,066**	13,444,364
Total liabilities and net assets	**$ 14,441,232**	$ 13,506,227

HORRY COUNTY, SOUTH CAROLINA

FLEET SERVICE INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative amounts for the year ended June 30, 2009)

	2010	2009
Operating Revenues		
Charges for services	**$ 4,706,962**	$ 4,763,170
Other	**17,665**	-
Total operating revenues	**4,724,627**	4,763,170
Operating Expenses		
Personal services	**828,403**	841,260
Contractual services	**33,071**	31,054
Supplies and materials	**31,853**	46,025
Business and travel	**1,281,448**	1,327,407
Indirect Cost Allocation Plan	**11,636**	9,647
Depreciation	**1,786,341**	1,675,283
Total operating expenses	**3,972,752**	3,930,676
Operating income	**751,875**	832,494
Non-operating revenues (expenses)		
Gain (loss) on disposal of assets	**135,290**	129,433
Interest	**40,537**	158,823
Net non-operating revenues (expenses)	**175,827**	288,256
Income before transfers	**927,702**	1,120,750
Transfers in	**-**	3,853
Net change in net assets	**927,702**	1,124,603
Net assets, beginning of year	**13,444,364**	12,319,761
Net assets, end of year	**$ 14,372,066**	$ 13,444,364

HORRY COUNTY, SOUTH CAROLINA

FLEET SERVICE INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2010
(with comparative amounts for the year ended June 30, 2009)

	2010	2009
Cash flows from operating activities		
Cash received from:		
Services	**$ 4,706,962**	$ 4,763,170
Miscellaneous charges	**17,665**	-
Cash paid for:		
Fleet maintenance	**(2,153,326)**	(2,248,843)
Other supplies and miscellaneous costs	**(31,853)**	(44,699)
Net cash provided by operating activities	**2,539,448**	2,469,628
Cash flows from non-capital and related financing activities		
Transfers in	**-**	3,853
Net cash provided by non-capital and related financing activities	**-**	3,853
Cash flows from capital and related financing activities		
Purchase of capital assets	**(1,829,109)**	(2,151,471)
Proceeds from disposition of capital assets	**218,241**	185,391
Net cash provided by (used in) capital and other related financing activities	**(1,610,868)**	(1,966,080)
Cash flows from investing activities		
Interest income	**69,312**	184,920
Net cash provided by investing activities	**69,312**	184,920
Net change in cash and cash equivalents	**997,892**	692,321
Cash and cash equivalents, beginning of year	**7,956,453**	7,264,132
Cash and cash equivalents, end of year	**$ 8,954,345**	$ 7,956,453
Reconciliation of operating income to net cash provided by operating activities		
Operating income	**$ 751,875**	$ 832,494
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	**1,786,341**	1,675,283
(Increase) decrease in assets:		
Inventories	**(6,071)**	(37,488)
Increase (decrease) in liabilities		
Accounts payable	**5,245**	(4,324)
Accrued salaries, wages and compensated absences	**2,058**	3,663
Net cash provided by operating activities	**$ 2,539,448**	$ 2,469,628

FIDUCIARY (AGENCY) FUNDS

Fiduciary (agency) funds account for assets held by the County as an agent for other taxing units or other entities. Agency funds are custodial in nature; assets equal liabilities, and do not measure the results of operations. Interest earned on agency fund investments is credited and received by the General Fund unless an agreement provides otherwise.

HORRY COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

FOR THE YEAR ENDED JUNE 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Totals-Agency Funds				
Assets:				
Cash	$ 19,637,882	$ 7,172,722	$ 18,154,453	$ 8,656,151
Pooled cash and investments	181,070,278	495,796,347	499,206,413	177,660,212
Interest receivable	-	6,974	-	6,974
Taxes receivable	82,581,316	513,712,083	497,601,217	98,692,182
Total assets	$ 283,289,476	$ 1,016,688,126	$ 1,014,962,083	$ 285,015,519
Liabilities:				
Due to others	$ 283,289,476	$ 1,016,688,126	$ 1,014,962,083	$ 285,015,519
Total liabilities	$ 283,289,476	$ 1,016,688,126	$ 1,014,962,083	$ 285,015,519

HORRY COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

-CONTINUED-

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
City of Conway				
Assets:				
Pooled cash and investments	$ 57,310	$ 5,122,978	$ 5,137,776	**$ 42,512**
Taxes receivable	1,938,447	5,407,655	5,122,978	**2,223,124**
Total	$ 1,995,757	$ 10,530,633	$ 10,260,754	**$ 2,265,636**
Liabilities:				
Due to others	$ 1,995,757	$ 10,530,633	$ 10,260,754	**$ 2,265,636**
City of Myrtle Beach				
Assets:				
Pooled cash and investments	$ 304,645	$ 27,344,017	$ 27,577,526	**$ 71,136**
Taxes receivable	5,768,498	28,296,942	27,344,017	**6,721,423**
Total	$ 6,073,143	$ 55,640,959	$ 54,921,543	**$ 6,792,559**
Liabilities:				
Due to others	$ 6,073,143	$ 55,640,959	$ 54,921,543	**$ 6,792,559**
Town of Loris				
Assets:				
Pooled cash and investments	$ 111,003	$ 883,891	$ 884,515	**$ 110,379**
Taxes receivable	647,885	754,279	883,891	**518,273**
Total	$ 758,888	$ 1,638,170	$ 1,768,406	**$ 628,652**
Liabilities:				
Due to others	$ 758,888	$ 1,638,170	$ 1,768,406	**$ 628,652**
City of North Myrtle Beach				
Assets:				
Pooled cash and investments	$ 133,741	$ 11,350,406	$ 11,374,409	**$ 109,738**
Taxes receivable	1,759,884	11,484,326	11,350,406	**1,893,804**
Total	$ 1,893,625	$ 22,834,732	$ 22,724,815	**$ 2,003,542**
Liabilities:				
Due to others	$ 1,893,625	$ 22,834,732	$ 22,724,815	**$ 2,003,542**
Town of Surfside				
Assets:				
Pooled cash and investments	$ 27,310	$ 2,410,898	$ 2,417,765	**$ 20,443**
Taxes receivable	599,188	2,422,025	2,410,898	**610,315**
Total	$ 626,498	$ 4,832,923	$ 4,828,663	**$ 630,758**
Liabilities:				
Due to others	$ 626,498	$ 4,832,923	$ 4,828,663	**$ 630,758**
Town of Atlantic Beach				
Assets:				
Pooled cash and investments	$ 11,329	$ 250,012	$ 255,984	**$ 5,357**
Taxes receivable	114,880	221,403	250,012	**86,271**
Total	$ 126,209	$ 471,415	$ 505,996	**$ 91,628**
Liabilities:				
Due to others	$ 126,209	$ 471,415	$ 505,996	**$ 91,628**

HORRY COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

-CONTINUED-

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Town of Aynor				
Assets:				
Pooled cash and investments	$ 1,754	$ 164,204	$ 160,953	**$ 5,005**
Taxes receivable	125,010	195,651	164,204	**156,457**
Total	$ 126,764	$ 359,855	$ 325,157	**$ 161,462**
Liabilities:				
Due to others	$ 126,764	$ 359,855	$ 325,157	**$ 161,462**
Town of Briarcliff				
Assets:				
Pooled cash and investments	$ 3,134	$ 277,382	$ 277,087	**$ 3,429**
Taxes receivable	64,584	287,849	277,382	**75,051**
Total	$ 67,718	$ 565,231	$ 554,469	**$ 78,480**
Liabilities:				
Due to others	$ 67,718	$ 565,231	$ 554,469	**$ 78,480**
Horry County School District Operations/Debt				
Assets:				
Pooled cash and investments	$ 176,675,807	$ 446,277,160	$ 447,870,112	**$ 175,082,855**
Taxes receivable	71,321,983	461,158,049	446,277,160	**86,202,872**
Total	$ 247,997,790	$ 907,435,209	$ 894,147,272	**$ 261,285,727**
Liabilities:				
Due to others	$ 247,997,790	$ 907,435,209	$ 894,147,272	**$ 261,285,727**
Murrells Inlet-Garden City Operation/Debt Fire District				
Assets:				
Pooled cash and investments	$ 17,249	$ 1,329,178	$ 1,316,886	**$ 29,541**
Taxes receivable	157,161	1,295,954	1,329,178	**123,937**
Total	$ 174,410	$ 2,625,132	$ 2,646,064	**$ 153,478**
Liabilities:				
Due to others	$ 174,410	$ 2,625,132	$ 2,646,064	**$ 153,478**
Grand Strand Water and Sewer				
Assets:				
Pooled cash and investments	$ 664	$ 6,185	$ 6,849	**$ -**
Front footage assessment	1,404	15,345	6,185	**10,564**
Total	$ 2,068	$ 21,530	$ 13,034	**$ 10,564**
Liabilities:				
Due to others	$ 2,068	$ 21,530	$ 13,034	**$ 10,564**
Fireman's Fund				
Assets:				
Cash	$ 232,475	$ 2,048,407	$ 2,112,472	**$ 168,410**
Liabilities:				
Due to others	$ 232,475	$ 2,048,407	$ 2,112,472	**$ 168,410**

HORRY COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

-CONTINUED-

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Police Asset Forfeiture Fund				
Assets:				
Cash	$ 101,239	$ 321,590	$ 264,076	**$ 158,753**
Liabilities:				
Due to others	$ 101,239	$ 321,590	$ 264,076	**$ 158,753**
Police Fund				
Assets:				
Cash	$ 21,391	$ 120,060	$ 128,305	**$ 13,146**
Liabilities:				
Due to others	$ 21,391	$ 120,060	$ 128,305	**$ 13,146**
Police Federal Forfeiture Fund				
Assets:				
Cash	$ 193,524	$ 158,233	$ 88,332	**$ 263,425**
Liabilities:				
Due to others	$ 193,524	$ 158,233	$ 88,332	**$ 263,425**
Environmental Services				
Assets:				
Cash	$ 45,384	$ 561	$ 730	**$ 45,215**
Liabilities:				
Due to others	$ 45,384	$ 561	$ 730	**$ 45,215**
Library Endowment				
Assets:				
Cash	$ 28,278	$ 8,495	$ -	**$ 36,773**
Liabilities:				
Due to others	$ 28,278	$ 8,495	$ -	**$ 36,773**
Inmate Trust				
Assets:				
Cash	$ 70,745	$ 73,585	$ 85,847	**$ 58,483**
Liabilities:				
Due to others	$ 70,745	$ 73,585	$ 85,847	**$ 58,483**
Solicitor DEU				
Assets:				
Cash	$ 8,714	$ 101,874	$ 103,881	**$ 6,707**
Liabilities:				
Due to others	$ 8,714	$ 101,874	$ 103,881	**$ 6,707**

HORRY COUNTY, SOUTH CAROLINA

ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

-CONTINUED-

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Solicitor DEU Forfeiture				
Assets:				
Cash	$ 127,972	$ 524,211	$ 379,462	**$ 272,721**
Liabilities:				
Due to others	$ 127,972	$ 524,211	$ 379,462	**$ 272,721**
Police Counterfeit Program				
Assets:				
Cash	$ 1,236	$ 2	$ 1,238	**$ -**
Liabilities:				
Due to others	$ 1,236	$ 2	$ 1,238	**$ -**
B&C MCBP- Infrastructure				
Assets:				
Pooled cash and investments	$ 1,199	$ -	$ 34,109	**$ (32,910)**
Cash	16,528,352	2,184,906	12,936,347	**5,776,911**
Taxes receivable	82,392	2,172,605	2,184,906	**70,091**
Total	$ 16,611,943	$ 4,357,511	$ 15,155,362	**$ 5,814,092**
Liabilities:				
Due to others	$ 16,611,943	$ 4,357,511	$ 15,155,362	**$ 5,814,092**
Developer LOC				
Assets:				
Pooled cash and investments	$ 3,725,133	$ 380,036	$ 1,892,442	**$ 2,212,727**
Interest Receivable	-	6,974	-	**6,974**
Total	$ 3,725,133	$ 387,010	$ 1,892,442	**$ 2,219,701**
Liabilities:				
Due to others	$ 3,725,133	$ 387,010	$ 1,892,442	**$ 2,219,701**
Magistrates & Clerk of Court				
Assets:				
Cash	$ 2,278,572	$ 1,630,798	$ 2,053,763	**$ 1,855,607**
Liabilities:				
Due to others	$ 2,278,572	$ 1,630,798	$ 2,053,763	**$ 1,855,607**

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENT FUNDS

These schedules present only the capital asset balances (which include land, buildings, betterments, and equipment owned by the County) related to governmental-type funds. Accordingly, the capital assets reported in proprietary-type funds (enterprise and internal service funds) and excluded from these amounts. Infrastructure capital assets represent actual costs of construction, and/or estimated values of deeded properties by developers.

HORRY COUNTY, SOUTH CAROLINA

SCHEDULE OF CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS BY SOURCE

June 30, 2010
(With comparative amounts for June 30, 2009)

Governmental funds- capital assets	**2010**	2009
Land	**$ 24,251,870**	$ 19,618,589
Buildings	**141,172,512**	131,623,128
Furniture and equipment	**62,953,108**	76,224,515
Vehicles	**22,985,104**	4,509,094
Intangible Assets	**20,000**	-
Infrastructure	**419,807,026**	409,279,102
Construction -in-progress	**90,814,908**	51,040,445
Total governmental funds capital assets	**$ 762,004,528**	$ 692,294,873
Investment in governmental funds capital assets by source		
General Obligations Bonds	**$ 158,739,617**	$ 111,755,973
General Fund Revenue	**98,973,624**	93,563,031
Special Revenue Fund Revenue	**36,056,184**	46,713,090
Certificates of Participation	**10,050,303**	10,050,303
Capital Projects Fund	**458,184,800**	430,212,476
Total investment in governmental funds capital assets	**$ 762,004,528**	$ 692,294,873

HORRY COUNTY, SOUTH CAROLINA

SCHEDULE OF CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS BY FUNCTION AND ACTIVITY

JUNE 30, 2010

	Land	Buildings	Furniture and Equipment	Vehicles	Intangible Assets	Construction in Progress	Infrastructure	Totals
Function and Activity:								
General government	$ 12,046,504	$ 63,062,684	$ 21,236,986	$ 176,373	$ 20,000	$ -	$ -	$ 96,542,547
Public safety	1,908,184	49,694,298	28,840,213	19,125,098		-	-	99,567,793
Infrastructure	1,441,399	3,612,648	11,611,588	3,453,962		-	419,807,026	439,926,623
Health and social services	90,000	2,281,127	-	-		-	-	2,371,127
Cultural and recreation	8,765,783	22,521,755	1,264,321	229,671		-	-	32,781,530
Construction-in-progress	-	-	-	-		90,814,908	-	90,814,908
Total governmental funds capital assets	$ 24,251,870	$ 141,172,512	$ 62,953,108	$ 22,985,104	$ 20,000	$ 90,814,908	$ 419,807,026	$ 762,004,528

HORRY COUNTY, SOUTH CAROLINA

SCHEDULES OF CHANGES IN CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS BY FUNCTION AND ACTIVITY

FOR THE YEAR ENDED JUNE 30, 2010

	Balances June 30, 2009	Additions	Deductions	Balances June 30, 2010
Functions and Activity:				
General government	$ 88,215,556	$ 27,058,046	$ (18,731,055)	$ 96,542,547
Public Safety	91,538,582	9,592,949	(1,563,738)	99,567,793
Infrastructure & Regulation	433,220,649	13,301,581	(6,595,607)	439,926,623
Health and Social Services	2,363,646	7,481	-	2,371,127
Cultural and Recreation	25,915,995	6,931,374	(65,839)	32,781,530
Construction-in-progress	51,040,445	49,260,653	(9,486,190)	90,814,908
Total governmental funds capital assets	$ 692,294,873	$ 106,152,083	$ (36,442,428)	$ 762,004,528
Class:				
Land	$ 19,618,589	$ 4,633,281	$ -	$ 24,251,870
Buildings	131,623,128	9,549,384	-	141,172,512
Furniture and equipment	76,224,515	5,997,923	(19,269,330)	62,953,108
Vehicles	4,509,094	19,621,178	(1,145,168)	22,985,104
Intangible Assets	-	20,000	-	20,000
Infrastructure	409,279,102	12,158,448	(1,630,524)	419,807,026
Construction-in-progress	51,040,445	49,260,653	(9,486,190)	90,814,908
Total governmental funds capital assets	$ 692,294,873	$ 101,240,867	$ (31,531,212)	$ 762,004,528

VICTIMS’ RIGHTS

HORRY COUNTY, SOUTH CAROLINA

SCHEDULE OF COURT FINES, ASSESSMENTS AND SURCHARGES

FOR THE YEAR ENDED JUNE 30, 2010
(with comparison for the year ended June 30, 2009)

	Clerk of Court	Magistrate	Probate	Total 2010	Total 2009
Fines collected	$ 2,667,959	$ 4,142,458	$ 68,220	$ 6,878,637	$ 6,950,703
Assessments collected	133,234	537,767	-	671,001	625,768
Surcharges collect	116,544	1,082,135	-	1,198,679	1,265,202
Total fines and assessments collected	$ 2,917,737	$ 5,762,360	$ 68,220	$ 8,748,317	$ 8,841,673
Fines retained by County	692,394	2,594,757	-	3,287,151	3,230,622
Assessments retained by County	47,021	196,260	-	243,281	250,283
Surcharges retained by County	90,987	107,226	-	198,213	212,281
Total fines and assessments retained by County	$ 830,402	$ 2,898,243	$ -	$ 3,728,645	$ 3,693,186
Fines remitted to State Treasurer	1,975,565	1,547,701	68,220	3,591,486	3,720,081
Assessments remitted to State Treasurer	86,213	341,507	-	427,720	375,485
Surcharges remitted to State Treasurer	25,557	974,909	-	1,000,466	1,052,921
Total fines and assessments remitted to State Treasurer	$ 2,087,335	$ 2,864,117	$ 68,220	$ 5,019,672	$ 5,148,487

CAPITAL PROJECTS SALES TAX

HORRY COUNTY, SOUTH CAROLINA

BUDGETARY COMPARISON SCHEDULES

CAPITAL PROJECTS SALES TAX

FOR THE YEAR ENDED JUNE 30, 2010

Projects	Project Title	Project Budget	Project Actual	Variance
Project #1	Pave 20 miles - DR	$ 19,600,000	$ 11,343,900	$ 8,256,100
Project #2	Resurface 12 miles	945,000	839,422	105,578
Project #3	Backgate Interchange	49,500,000	8,929,727	40,570,273
Project #4	Widen 707	132,250,000	3,576,193	128,673,807
Project #5	Pave 25 miles - DR	25,750,000	6,933,666	18,816,334
Project #6	Resurface 12 miles	990,000	1,095,578	-105,578
Project #7	Aynor Overpass	46,000,000	3,223,643	42,776,357
Project #8	Resurface 12 miles	1,035,000	-	1,035,000
Project #9	Widen Glenns Bay	76,000,000	1,963,585	74,036,415
Project #10	Resurface 12 miles	1,080,000	-	1,080,000
Project #11	Pave 25 miles - DR	27,750,000	-	27,750,000
Project #12	Resurface 12 miles	1,125,000	-	1,125,000
Project #13	International Dr	6,500,000	180,194	6,319,806
Project #14	Resurface 7 miles	682,500	-	682,500
Project #15	Pave 30 miles - DR	36,100,000	-	36,100,000
Total		$ 425,307,500	$ 38,085,908	$ 387,221,590

DR = Dirt Road

Note: From inception through June 30, 2010.

STATISTICAL SECTION

This part of Horry 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 government's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

HORRY COUNTY, SOUTH CAROLINA
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	For the Fiscal Year Ended June 30								
	2002	2003	2004	2005	2006 as restated	2007	2008 as restated	2009 as restated	2010
Governmental activities									
Invested in capital assets, net of related debt	$305,896	$339,241	$360,367	$364,396	$387,935	$406,013	$386,522	$488,550	532,927
Restricted	51,500	30,647	41,368	27,465	38,317	64,674	186,578	206,516	231,335
Unrestricted	(388,949)	(343,802)	(346,365)	(298,109)	(264,451)	(251,630)	(241,001)	(255,722)	(218,404)
Total governmental activities net assets	($31,553)	$26,086	$55,370	$93,752	$161,801	$219,057	$332,099	$439,344	$ 545,858
Business-type activities									
Invested in capital assets, net of related debt	$68,475	$68,768	$73,877	$81,247	$84,760	$72,687	$80,109	$87,137	$104,452
Restricted	16,116	18,149	20,955	24,705	29,635	34,046	26,679	26,894	30,469
Unrestricted	19,918	24,599	27,395	33,920	36,054	32,682	41,020	45,253	41,989
Total business-type activities net assets	$104,509	$111,516	$122,227	$139,872	$150,449	$139,415	$147,808	$159,284	$176,910
Primary government									
Invested in capital assets, net of related debt	$374,371	$408,009	$434,244	$445,643	$472,695	$478,700	$466,631	$575,687	$637,379
Restricted	67,616	48,796	62,323	52,170	67,952	98,719	213,257	233,410	261,804
Unrestricted (deficit)	(369,031)	(319,203)	(318,970)	(264,189)	(228,397)	(218,948)	(199,981)	(210,469)	(176,415)
Total primary government net assets	$72,956	$137,602	$177,597	$233,624	$312,250	$358,471	$479,907	$598,628	$722,768

(1) Trend data is only available for the last nine fiscal years due to the implementation of GASB Statement 34 in fiscal year 2002.
Ten years of data, however, will be accumulated over time.

Source: Horry County Finance Department

HORRY COUNTY, SOUTH CAROLINA
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	For the Fiscal Year Ended June 30								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Expenses					as restated		as restated	as restated	
Governmental activities:									
General government	$ 25,805	$ 32,590	$ 27,978	$ 25,724	$ 27,960	$ 40,691	$ 38,239	$ 37,914	$ 34,971
Public safety	44,839	44,667	54,201	63,171	68,799	72,570	98,133	101,642	91,214
Health and social services	3,296	3,457	1,987	2,089	920	980	2,542	2,432	2,354
Infrastructure and regulation	26,209	85,910	23,631	25,797	30,145	14,126	18,910	23,492	31,037
Culture, recreation and tourism	4,959	5,985	6,497	8,211	8,534	9,133	10,836	9,426	4,629
Economic development	1,581	1,626	209	58	843	312	383	2,292	2,019
Conservation/natural resources	961	442	342	213	561	1	47	-	-
Other	6,589	1,352	-	-	4,077	-	-	-	-
RIDE IGA #3 contribution	2,280	-	-	-	-	-	-	-	-
Debt service	7,002	18,714	11,480	16,180	15,454	16,193	16,767	7,530	8,964
Horry-Georgetown TECH	-	1,950	1,950	2,154	2,591	2,800	3,000	3,000	3,973
Higher Education Commission	-	270	290	303	500	410	910	1,170	1,140
Total governmental activities expenses	123,521	196,963	128,565	143,900	160,384	157,216	189,767	188,898	180,301
Business-type activities:									
Airport	13,519	13,917	14,978	18,190	18,483	26,663	19,714	17,440	17,264
Industrial Parks	568	577	612	1,400	-	-	-	-	-
Baseball Stadium	390	372	365	369	334	376	-	-	-
Total business-type activities expenses	14,477	14,866	15,955	19,959	18,817	27,039	19,714	17,440	17,264
Total primary government expenses	137,998	211,829	144,520	163,859	179,201	184,255	209,481	206,338	197,565
Program Revenues									
Governmental activities:									
Charges for services:									
General government	2,139	11,410	7,702	7,822	20,635	2,206	12,295	10,203	11,899
Public safety	13,396	7,748	4,733	4,807	4,002	12,559	15,687	16,918	17,875
Health and social services	-	100	-	-	-	101	49	71	70
Infrastructure and regulation	5,641	6,627	5,546	12,729	10,596	11,936	4,177	4,387	11,666
Culture, recreation and tourism	55	288	-	-	-	97	593	99	108
Economic Development	-	-	-	-	-	-	-	-	-
Operating grants and contributions	1,210	2,330	688	2,462	1,991	641	597	5,196	4,800
Capital grants and contributions	2,593	732	1,384	1,344	2,400	358	666	317	1,908
Total governmental activities program revenues	25,034	29,235	20,053	29,164	39,624	27,898	34,064	37,191	48,326

HORRY COUNTY, SOUTH CAROLINA
CHANGES IN NET ASSETS (Continued)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	For the Fiscal Year Ended June 30								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Business-type activities:					as restated		as restated	as restated	
Charges for services:									
Airport	12,157	12,469	14,790	21,394	23,403	26,539	24,634	19,726	18,902
Industrial Parks	322	277	174	265	-	-	-	-	-
Baseball Stadium	-	8	7	9	-	9	-	-	-
Operating grants and contributions	-	143	-	-	-	-	-	2,992	3,217
Capital grants and contributions	9,074	9,444	9,203	8,731	7,031	-	-	-	12,486
Total business-type activies program revenues	21,553	22,341	24,174	30,399	30,434	26,548	24,634	22,718	34,605
Total primary government program revenues	46,587	51,576	44,227	59,563	70,058	54,446	58,698	59,909	82,931
Net (Expense)/Revenues									
Governmental activities	(98,487)	(167,728)	(108,512)	(114,736)	(120,760)	(129,318)	(155,703)	(151,707)	(131,975)
Business-type activities	7,076	7,475	8,219	10,440	11,617	(491)	4,920	5,277	17,341
Total primary government program net expense	(91,411)	(160,253)	(100,293)	(104,296)	(109,143)	(129,809)	(150,784)	(146,431)	(114,634)
General Revenues and Other Changes in Net Assets									
Governmental activities:									
Taxes									
Property taxes and Fees-in-lieu of taxes	83,856	73,218	73,217	81,679	86,459	105,141	104,702	117,673	115,546
Investment earnings	2,903	2,168	1,847	2,945	5,676	8,030	7,880	6,717	4,656
Other	35,046	54,835	61,930	68,756	75,504	73,706	156,476	145,733	118,287
Transfers	207	(43)	(237)	(262)	(313)	(305)	(312)	(500)	-
Total governmental activities	122,012	130,178	136,757	153,118	167,326	186,572	268,746	273,704	238,489
Business-type activities:									
Other	1,809	(1,127)	1,664	5,940	2,224	(14,474)	-	4,091	(446)
Investment earnings	848	694	591	1,003	2,350	3,626	3,161	1,607	731
Transfers	(207)	124	237	262	313	305	312	500	-
Total business-type activities	2,450	(309)	2,492	7,205	4,887	(10,543)	3,473	6,198	285
Total primary government	124,462	129,869	139,249	160,323	172,213	176,029	272,219	279,902	238,774
Change in Net Assets									
Governmental activities:	23,525	(37,549)	28,245	38,382	46,566	57,255	113,043	121,997	106,514
Business-type activities:	9,526	7,166	10,711	17,645	16,504	(11,034)	8,393	11,476	17,626
Total primary government	$ 33,051	$ (30,383)	$ 38,956	$ 56,027	$ 63,070	$ 46,221	$ 121,436	$133,473	$ 124,139

(1) Trend data is only available for the last nine fiscal years due to the implementation of GASB 34 in fiscal year 2002. Ten years of data, however, will be accumulated over time.
(2) The Industrial Park and Baseball Stadium has been moved from a Business-type activity to a Governmental activity in the Special Revenue Funds.

Source: Horry County Finance Department

HORRY COUNTY, SOUTH CAROLINA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	For the Fiscal Year Ended June 30									
	2001	2002	2003	2004	2005	2006	2007	2008 as restated	2009 as restated	2010
General fund										
Reserved	$ 1,720	$ 794	$ 828	$ 620	$ 482	$ 2,395	$ 1,273	$ 1,250	$ 1,174	$ 3,649
Unreserved/designated	757	651	1,592	5,758	10,910	13,547	3,567	3,254	5,309	8,375
Unreserved/undesignated	14,700	15,137	17,597	19,832	18,962	19,102	22,089	24,579	24,341	24,739
Total general fund	17,177	16,582	20,017	26,210	30,354	35,044	26,929	29,083	30,824	36,763
All other governmental funds										
Reserved	56,472	58,204	38,997	50,819	44,791	56,734	70,700	196,056	272,586	256,012
Unreserved for:										
Special revenue funds	9,574	10,705	20,595	22,970	22,985	23,092	33,671	33,327	3,721	38,972
Capital project funds (deficit)	-	-	-	-	6,347	7,944	19,080	12,415	(7,235)	2,016
Total all other governmental funds	66,046	68,909	59,592	73,789	74,123	87,770	123,451	241,798	269,072	297,000
Total governmental fund balances	$ 83,223	$ 85,491	$ 79,609	$ 99,999	$ 104,477	$ 122,814	$ 150,380	$ 270,881	$ 299,896	$ 333,763

Source: Horry County Finance Department

HORRY COUNTY, SOUTH CAROLINA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	For the Fiscal Year Ended June 30									
	2001	2002	2003	2004	2005	2006	2007	2008	2009 as restated	2010
Revenues										
Property Taxes	$ 54,757	$ 67,928	$ 72,818	$ 75,519	$ 78,844	$ 87,680	$ 93,557	$ 104,607	$ 114,821	$ 118,249
Licenses and permits	3,927	4,389	4,982	6,434	9,348	13,841	12,128	9,999	7,551	6,572
Intergovernmental	23,320	19,018	16,890	18,010	18,093	18,913	22,570	21,210	22,296	24,025
Sales Tax Major Capital Projects (4)	-	-	-	-	-	-	-	63,537	63,549	58,070
Fees and fines	43,062	45,073	46,874	51,030	54,003	58,817	61,679	64,570	65,709	66,446
Documentary stamps	1,980	-	-	-	-	-	-	-	-	-
Charges for services (1)	-	2,139	2,443	3,889	6,472	8,962	6,966	4,356	2,406	2,469
Interest on investments	6,633	2,903	2,168	1,847	2,945	5,650	8,030	7,880	7,834	4,658
Accomodation tax (2)	-	214	787	834	861	969	1,014	996	865	845
Cost allocation	1,058	1,122	991	2,115	1,142	1,697	1,426	1,685	2,100	3,077
Other	1,539	1,453	2,734	1,749	1,652	2,368	3,553	5,585	4,617	4,018
Total revenues	136,276	144,239	150,687	161,427	173,360	198,897	210,923	284,425	291,748	288,429
Expenditures										
General government	22,813	25,966	28,250	20,102	20,866	23,570	27,254	30,143	30,810	28,070
Public safety	37,584	43,353	44,177	56,573	60,478	67,878	73,533	79,117	84,810	87,461
Public works	20,590	18,198	17,144	-	-	-	-	-	-	-
Infrastructure and regulation (3)	-	-	-	23,631	28,367	29,028	31,078	32,898	29,208	31,611
Economic development	1,957	1,581	1,895	208	58	774	312	383	2,292	2,019
Health and social services	2,852	3,296	3,475	1,987	2,069	894	861	822	867	2,232
Culture and recreation	4,410	4,959	5,912	6,497	7,825	8,033	8,387	8,699	8,821	9,807
Capital outlay	26,985	24,298	15,161	8,780	20,563	13,544	11,175	28,822	50,118	56,796
Conservation and natural resources	263	962	955	342	517	561	1	47	-	-
Intergovernmental agreement draws	98,988	-	-	-	-	-	-	-	-	-
Horry-Georgetown Tech	-	1,825	1,950	1,950	2,153	2,591	2,800	3,000	3,000	3,973
Higher Education	-	3,267	270	290	303	500	410	910	1,170	1,140
Debt service:								-	-	-
Principal	24,809	30,043	32,033	30,391	18,798	20,150	19,455	21,704	28,130	27,675
Interest and fees	7,157	4,867	5,038	4,680	16,597	15,659	15,377	14,477	16,075	17,359
Other charges	3,808	2,349	1,352	1,356	1,371	1,457	6,419	10,925	5,008	1,025
Total expenditures	252,216	164,964	157,612	156,787	179,965	184,639	197,062	231,947	260,309	269,168
Excess of revenues over (under) expenditures	(115,940)	(20,725)	(6,925)	4,640	(6,605)	14,258	13,861	52,478	31,439	19,261

HORRY COUNTY, SOUTH CAROLINA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (Continued)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(AMOUNTS EXPRESSED IN THOUSANDS)

	For the Fiscal Year Ended June 30									
	2001	2002	2003	2004	2005	2006	2007	2008	2009 as restated	2010
Transfers in	38,274	37,971	37,092	41,013	47,638	57,682	55,044	50,686	48,717	45,103
Transfers out	(38,337)	(38,806)	(37,216)	(41,470)	(48,087)	(57,995)	(55,349)	(50,997)	(49,221)	(45,103)
Intergovernmental loan agreement draws:							-			
Ride Table 1 Projects	-	-	-	-	-	-	-	-	-	-
Ride Table 3 Projects	-	-	-	-	-	-	-	-	-	-
Administrative costs - Airport	-	-	-	-	-	-	-	-	-	-
Proceeds from note payable	493	-	-	-	-	-	-	-	-	-
Refunding bonds issued	-	1,290	-	-	-	35,326	-	-	-	-
Issuance of debt	19,905	24,585	-	14,000	-	-	11,000	62,000	8,155	26,040
Premium on bonds issued	-	211	-	47	-	(439)	-	1,496	-	1,151
Discount on bonds issued	-	-	-	-	-	-	-	-	-	-
Payments to refunded bond escrow agent	-	(2,866)	-	-	-	(34,883)	-	-	(10,671)	(13,260)
Capital leases	-	507	985	1,032	11,606	7,488	-	4,442	-	-
Sale of assets	332	101	182	89	176	101	44	330	400	94
Other	-	-	-	-	(250)	(3,111)	-	-	-	580
Total other financing sources (uses)	20,667	22,993	1,043	14,711	11,083	4,169	10,739	67,957	(2,620)	14,605
Net change in fund balances (4)	$ (95,273)	$ 2,268	$ (5,882)	$ 19,351	$ 4,478	$ 18,427	$ 24,600	$ 120,435	$ 28,819	$ 33,866
Debt service as a percentage of noncapital expenditures	14.2%	24.8%	26.0%	23.7%	22.2%	20.9%	18.7%	17.6%	21.0%	21.2%

(1) Prior to fiscal year ended June 30, 2002, revenues for Charges for Services were classified as Documentary Stamps.
(2) Accommodation taxes are considered Special Assessments.
(3) Prior to fiscal year ended June 30, 2004, expenses for Infrastructure and Regulation were classified as Public Works.
(4) Major Capital Projects Sales Tax added 2008.

Source: Horry County Finance Department

HORRY COUNTY, SOUTH CAROLINA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS)

TAX YEAR	FOR THE FISCAL YEAR ENDED JUNE 30	REAL PROPERTY (1) (2) (3)			PERSONAL PROPERTY (2) (4)		TOTAL TAXABLE ASSESSED VALUE (2) (8)	TOTAL DIRECT TAX RATE (6) (8)	ESTIMATED ACTUAL TAXABLE VALUE (5) (8)	ASSESSED VALUE (2) AS A PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE (5)
		RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	FARM	MOTOR VEHICLES	OTHER				
2000	2001	202,603	592,077	4,914	143,546	107,786	1,050,926	44.5	17,442,481	6.03%
2001	2002	214,406	622,014	4,917	145,638	110,911	1,097,886	50.9	18,327,452	5.99%
2002	2003	225,111	647,943	4,917	141,518	119,455	1,138,944	50.9	19,177,387	5.94%
2003	2004	238,038	663,391	4,953	146,019	115,338	1,167,739	50.9	19,882,193	5.87%
2004	2005	249,986	681,439	4,919	144,584	116,445	1,197,373	50.9	20,592,643	5.81%
2005	2006	309,446	888,857	5,068	146,222	132,501	1,482,094	46.3	25,877,845	5.73%
2006	2007	326,176	980,924	5,031	148,820	145,614	1,606,565	46.3	28,190,764	5.70%
2007	2008	354,361	1,107,275	5,167	142,105	160,068	1,768,976	47.3	31,163,189	5.68%
2008	2009	394,601	1,264,297	5,088	133,789	172,811	1,970,586	47.3	34,797,636	5.66%
2009	2010	419,503	1,278,502	5,162	128,942	174,070	2,006,179	47.3	35,591,828	5.64%

Notes:
(1) Property in the County is reassessed every five years.
(2) Tax-exempt property has already been deducted.
(3) The County assesses real property at either 4% or 6% of estimated market value at the time of reassessment.
(4) The County assessed personal property at 6.0%, 6.75% or 10.5% of estimated taxable market value for FY2007.
(5) Estimated actual taxable value = appraised value.
(6) Direct tax rates are per $1,000 of assessed value.
(7) Taxes for each tax year are due and payable the following fiscal year.
(8) Property that is exempt from the County portion of taxes have been subtracted from Assessed Value and Estimated Actual Taxable Value.

Source/s:
Horry County Finance Department
Horry County Assessor
Horry County Auditor

HORRY COUNTY, SOUTH CAROLINA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

	Tax Year (1)									
	2000 (1)	2001 (1)	2002 (1)	2003 (1)	2004 (1)	2005 (1)	2006 (1)	2007 (1)	2008 (1)	2009 (1)
County Direct Rates (4)										
General Fund	35.8	39.4	39.4	40.2	40.2	36.7	36.7	36.7	36.7	36.7
Debt Retirement	5.7	7.0	7.0	6.2	6.2	5.3	5.3	5.3	5.3	5.3
Senior Citizens Fund	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Horry Georgetown Tech	1.9	1.9	1.9	1.9	1.9	1.9	1.9	1.9	1.9	1.9
Higher Education (Began in 2000)	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7
Recreation (Began in 2001)	-	1.5	1.5	1.5	1.5	1.3	1.3	2.3	2.3	2.3
Total Direct Rate	44.5	50.9	50.9	50.9	50.9	46.3	46.3	47.3	47.3	47.3
Unincorp. County Rates (4)										
Rural Fire (Began in 2003)	-	-	-	18.3	18.3	16.3	16.3	16.3	16.3	16.3
Waste Management (Began in 2003)	-	-	-	5.1	7.1	6.4	6.4	6.4	6.4	6.4
School District Rates (4)	116.4	124.9	124.9	130.4	130.4	129.7	135.3	143.3	143.3	139.3
Other Fire Districts Rates (4)										
Aynor Fire Contract (Began in 2003)	-	-	-	18.3	18.3	16.3	16.3	16.3	16.3	16.3
Atlantic Beach Fire Contract (Began in 2003)	-	-	-	18.3	18.3	16.3	16.3	16.3	16.3	16.3
Murrells Inlet /Garden City Contract (Began in 2003)	-	-	-	10.0	10.0	10.0	10.0	10.0	10.0	10.0
City Rates (4)										
Town of Atlantic Beach	0.1100	0.1100	0.1100	0.0900	0.0900	0.0900	0.0900	0.0945	0.0945	0.0945
Town of Aynor	0.0900	0.0900	0.0900	0.0900	0.0900	0.0708	0.0708	0.0722	0.0722	0.0722
Town of Briarcliff Acres	0.0750	0.0750	0.0420	0.0570	0.0560	0.0470	0.0500	0.0528	0.0556	0.0556
City of Conway	0.0939	0.0939	0.0939	0.0939	0.0967	0.0866	0.0866	0.0866	0.0866	0.0866
City of Loris	0.1150	0.1150	0.1150	0.1150	0.1150	0.1050	0.1050	0.1050	0.1050	0.1050
City of Myrtle Beach	0.0609	0.0632	0.0632	0.0632	0.0632	0.0614	0.0614	0.0614	0.0644	0.0629
City of N. Myrtle Beach	0.0357	0.0357	0.0357	0.0357	0.0357	0.0305	0.0305	0.0305	0.0322	0.0322
City of Surfide Beach	0.0440	0.0440	0.0440	0.0550	0.0550	0.0440	0.0440	0.0440	0.0440	0.0440

HORRY COUNTY, SOUTH CAROLINA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

	Tax Year (1)									
	2000 (1)	2001 (1)	2002 (1)	2003 (1)	2004 (1)	2005 (1)	2006 (1)	2007 (1)	2008 (1)	2009 (1)
Special District Rates (4)										
Conway	0.0151	0.0209	0.0234	0.0234	0.0254	0.0227	0.0227	0.0227	0.0227	0.0227
Crabtree	0.0194	0.0252	0.0277	0.0277	0.0297	0.0263	0.0263	0.0263	0.0263	0.0263
Loris	0.0151	0.0209	0.0234	0.0234	0.0254	0.0227	0.0227	0.0227	0.0227	0.0227
Todd Swamp	0.0194	0.0252	0.0277	0.0277	0.0297	0.0262	0.0262	0.0262	0.0262	0.0262
Buck Creek	0.0194	0.0252	0.0277	0.0277	0.0297	0.0265	0.0265	0.0265	0.0265	0.0265
Simpson Creek	0.0194	0.0252	0.0277	0.0277	0.0297	0.0261	0.0261	0.0261	0.0261	0.0261
Green Sea	0.0151	0.0209	0.0234	0.0234	0.0254	0.0227	0.0227	0.0227	0.0227	0.0227
Aynor	0.0151	0.0209	0.0234	0.0234	0.0254	0.0227	0.0227	0.0227	0.0227	0.0227
Little River	0.0151	0.0209	0.0234	0.0234	0.0254	0.0227	0.0227	0.0227	0.0227	0.0227
Socastee	0.0151	0.0209	0.0234	0.0234	0.0254	0.0227	0.0227	0.0227	0.0227	0.0227
Mt Gilead	0.0451	0.0451	0.0391	0.0391	0.0411	0.0338	0.0338	0.0338	0.0238	0.0238
Socastee Rec	0.0171	0.0229	0.0254	0.0254	0.0274	0.0247	0.0247	0.0247	0.0247	0.0247
Murrells Inlet/G.C.	0.0151	0.0151	0.0151	0.0151	0.0171	0.0164	0.0164	0.0164	0.0164	0.0164
Floyds	0.0151	0.0209	0.0234	0.0234	0.0254	0.0227	0.0227	0.0227	0.0227	0.0227
Cartwheel	0.0194	0.0252	0.0277	0.0277	0.0297	0.0266	0.0266	0.0266	0.0266	0.0266
Gapway	0.0194	0.0252	0.0277	0.0277	0.0297	0.0265	0.0265	0.0265	0.0265	0.0265
Myrtle Beach	0.0151	0.0209	0.0234	0.0234	0.0254	0.0227	0.0227	0.0227	0.0227	0.0227
Arcadian Shores (Began in 2000)	0.0501	0.0559	0.0584	0.0584	0.0604	0.0577	0.0577	0.0577	0.0577	0.0577

Notes:
(1) Taxes for each tax year are due and payable the following fiscal year.
(2) A property reappraisal was performed in Tax Year 2005. This reappraisal was delayed by one (1) tax year.
(3) A reappraisal is performed every five years. The County's next scheduled reappraisal date is Tax Year 2009.
(4) Rates are per $1,000 of assessed value.

Source/s: Horry County Assessor and Horry County Finance Department

HORRY COUNTY, SOUTH CAROLINA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

	Fiscal Year 2010 (Tax Year 2009)			Fiscal Year 2001 (Tax Year 2000)			
TAXPAYER	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED VALUE (1)	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TAXABLE ASSESSED VALUE (1)	
Burroughs & Chapin Inc Subsidiaries	35,853,334	1	1.79%	18,164,163	1	1.73%	
Horry Electric Co-operative	18,161,715	2	0.91%	6,894,780	3	0.66%	
Horry Telephone Co-operative/HTC	9,150,492	3	0.46%	4,311,076	5	0.41%	
Bluegreen Vacations Unlimited Inc.	6,650,068	4	0.33%				
Verizon South, Inc.	6,522,700	5	0.33%				
HRP Myrtle Beach Operations LLC	4,303,486	6	0.21%				
Lawyers Title Insurance Corp	3,819,929	7	0.19%				
Wal-Mart Real Estate Business Trust/Sam's	1,336,082	8	0.07%				
Broadway at the Beach Inc. (2)			0.00%	3,962,462	8	0.38%	
Time Warner Ent.-Advance/Newhouse	3,468,210	9	0.17%				
Mariott Ownership Resorts Inc.	3,853,080	10	0.19%				
GTE South (General Telephone)				8,010,510	2	0.76%	
AVX Corporation				9,010,940	4	0.86%	
Montgomery Construction				4,142,300	6	0.39%	Abated 3/07
Carolina Equipment				4,084,810	7	0.39%	Abated 1/02
Justice, Inc.				3,832,900	9	0.36%	Abated 9/04
Ocean Lakes Family Campground				2,599,825	10	0.25%	
Totals	93,119,096		4.65%	65,013,766		6.19%	

Notes:
(1) Property that is exempt from the County portion of taxes have been subtracted from Assessed Value.
(2) 2010 data for Burroughs & Chapin Inc. Subsidiaries includes Myrtle Beach Farms and Broadway At The Beach

Source: Horry County Treasurer

HORRY COUNTY, SOUTH CAROLINA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

			COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY			TOTAL COLLECTIONS TO DATE	
TAX YEAR	FOR THE FISCAL YEAR ENDED JUNE 30	TOTAL TAX LEVY FOR FISCAL YEAR	AMOUNT	PERCENTAGE OF LEVY	COLLECTIONS IN SUBSEQUENT YEARS	AMOUNT	PERCENTAGE OF LEVY
2000	2001	53,313	$ 48,751	91.44%	1,154	$ 49,905	93.61%
2001	2002	62,665	$ 59,068	94.26%	2,423	$ 61,491	98.13%
2002	2003	67,605	$ 63,812	94.39%	1,891	$ 65,703	97.19%
2003	2004	75,692	$ 72,650	95.98%	2,105	$ 74,755	98.76%
2004	2005	78,211	$ 75,544	96.59%	1,475	$ 77,019	98.48%
2005	2006	86,977	$ 85,237	98.00%	1,741	$ 86,978	100.00%
2006	2007	93,573	$ 91,215	97.48%	2,177	$ 93,392	99.81%
2007	2008	104,866	$ 101,674	96.96%	2,434	$ 104,108	99.28%
2008	2009	117,588	$ 110,329	93.83%	4,539	$ 114,868	97.69%
2009	2010	116,592	$ 111,623	95.74%	-	$ 111,623	95.74%

Notes:
(1) Taxes for each tax year are due and payable the following fiscal year.

Sources:
Horry County property tax database

HORRY COUNTY, SOUTH CAROLINA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS, EXCEPT PER CAPITA AMOUNT)

FOR THE FISCAL YEAR ENDED JUNE 30	GOVERNMENTAL ACTIVITIES					BUSINESS-TYPE ACTIVITIES		TOTAL PRIMARY GOVERNMENT	PERCENTAGE OF PERSONAL INCOME (2)	PER CAPITA (2)
	GENERAL OBLIGATION BONDS	SPECIAL ASSESSMENT BONDS	RIDE IGA LOANS	CAPITAL LEASES	BASEBALL STADIUM COPS BONDS	REVENUE BONDS	CAPITAL LEASES			
2002	$ 79,685	$ 18,490	$ 425,086	$ 1,435	$ 2,775	$ 31,551	$ 69	$ 559,091	11.04%	2,714
2003	73,945	17,440	396,623	1,875	2,662	30,855	50	523,450	9.83%	2,484
2004	81,950	16,340	387,234	2,402	2,546	29,355	30	519,857	9.13%	2,389
2005	76,435	15,190	376,159	10,872	2,423	27,765	9	508,853	8.37%	2,242
2006	72,920	13,985	364,791	14,722	2,295	26,080	426	495,219	7.47%	2,076
2007	80,120	12,725	350,132	12,027	2,162	24,300	383	481,849	6.81%	1,928
2008	137,920	11,405	334,103	13,115	2,024	11,140	345	510,052	6.71%	1,982
2009	129,840	10,035	315,760	9,828	1,880	10,620	306	478,269	not available	1,813
2010	134,670	7,105	297,308	6,726	1,570	10,075	266	457,720	not available	not available

Notes:
(1) Trend data is only available for the last nine fiscal years due to the implementation of GASB 34 in fiscal year 2002. Ten years of data; however, will be accumulated over time.
(2) See the schedule of Demographic and Economic Statistics for personal income and population data.

Source: Horry County Finance Department

HORRY COUNTY, SOUTH CAROLINA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS, EXCEPT PER CAPITA AMOUNT)

FOR THE FISCAL YEAR ENDED JUNE 30	GENERAL OBLIGATION BONDS (4)	LESS: AMOUNTS AVAILABLE IN DEBT SERVICE FUND	TOTAL	PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE OF PROPERTY (2)	NET BONDED DEBT PER CAPITA (3)
2001	61,855	2,578	59,277	0.34%	295
2002	79,685	3,939	75,746	0.41%	368
2003	73,945	4,430	69,515	0.36%	337
2004	81,950	4,249	77,701	0.39%	370
2005	76,435	4,417	72,018	0.35%	330
2006	72,920	6,107	66,813	0.26%	294
2007	63,915	9,306	54,609	0.19%	229
2008	122,890	15,441	107,449	0.34%	430
2009	116,050	14,129	101,921	0.29%	397
2010	122,175	13,226	108,949	0.31%	413

Notes:
(1) The restricted for debt service principal column has not been inlcuded because there are no restricted assets for general obligation bonds.
(2) Percentage Estimated Actual Taxable Value of Property = Total Column (above) / the Estimated Actual Taxable Value (see the schedule of Assessed Value and Estimated Actual Value of Taxable Property for Est. Actual Taxable Value).
(3) Net Bonded Debt per capita = Total column (above) / the prior year's (rounded) County Population (see the schedule of Demographic and Economic Statistics for population data).
(4) General obligation bonds total excludes $12,495 in Fire Protection G.O. bonds: 2004 (Series A) & 2005 (Series A).

Source: Horry County Finance Department

HORRY COUNTY, SOUTH CAROLINA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2010
(AMOUNTS EXPRESSED IN THOUSANDS)

ENTITY	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	ESTIMATED SHARE OF OVERLAPPING DEBT
School District	$ 412,640	100.00%	$ 412,640
City of Myrtle Beach	45,780	100.00%	45,780
City of Conway	1,715	100.00%	1,715
City of North Myrtle Beach	5,031	100.00%	5,031
City of Loris	144	100.00%	144
Town of Surfside	1,190	100.00%	1,190
Subtotal, overlapping debt			466,500
Horry County direct debt	122,175	100.00%	122,175
Total direct and overlapping debt		100.00%	$ 588,675

Notes:
(1) Debt Outstanding is all general obligation long-term debt (excluding compensation for future absences, revenue bonds, other "user fee" bonds, and capital leases.)

Source: Finance Department of each entity.

HORRY COUNTY, SOUTH CAROLINA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	For the Fiscal Year Ended June 30,									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	$ 91,405	$ 89,006	$ 91,850	$ 94,790	$ 97,281	$ 119,413	$ 129,371 (2)	$ 142,364	$ 158,493	$ 161,340
Total net debt applicable to limit	51,335	70,080	65,310	63,315	58,178	55,565	63,915 (2)	122,890 (2)	116,050 (2)	122,175
Legal debt margin	40,070	18,926	26,540	31,475	39,103	63,848	65,456 (2)	19,474 (2)	42,443 (2)	39,165
Total net debt applicable to the limit as a percentage of debt limit	56.16%	78.74%	71.11%	66.80%	59.80%	46.53%	49.40%	86.32%	73.22%	75.73%

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed value (1)	$ 2,010,342
Less: Exempt industrial personal and real property (1)	(4,163)
Plus: Assessed value - Merchant's inventory	10,572
Total assessed value	$ 2,016,751
Debt limit(8% of total assessed value)	$ 161,340
Debt application to limit:	
General obligation bonds (3)	122,175
Total net debt application to limit	122,175
Legal debt margin	$ 39,165

Notes:
(1) Assessed value includes exempt industrial personal and real property
(2) Total net debt applicable to limit and Legal Debt Margin are restated for fiscal years 2007, 2008 and 2009 and the Debt Limit is restated for fiscal year 2007.
(3) General obligation bonds total excludes $12,495 in Fire Protection G.O. bonds: 2004 (Series A) & 2005 (Series A).

Source: Horry County Finance Department

HORRY COUNTY, SOUTH CAROLINA
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS

FOR THE FISCAL YEAR ENDED JUNE 30	AIRPORT REVENUE BONDS						HOSPITALITY FEE SPECIAL OBLIGATION BONDS (AMOUNTS EXPRESSED IN THOUSANDS)			
	AIRPORT CHARGES AND OTHER	LESS: OPERATING EXPENSES	NET AVAILABLE REVENUE	DEBT SERVICE PRINCIPAL	DEBT SERVICE INTEREST	COVERAGE	HOSPITALITY FEE ASSESSMENT COLLECTIONS (1)	DEBT SERVICE PRINCIPAL	DEBT SERVICE INTEREST	COVERAGE
2001	15,527,532	6,852,820	8,674,712	1,330,000	2,147,951	2.49	4,763	415	484	5.30
2002	13,889,728	7,397,052	6,492,676	1,420,000	1,945,227	1.93	5,132	1,000	1,029	2.53
2003	14,478,453	7,750,046	6,728,407	1,500,000	1,862,042	2.00	5,063	1,050	979	2.50
2004	17,278,746	8,619,635	8,659,111	1,590,000	1,773,010	2.57	5,351	1,100	927	2.64
2005	19,595,565	9,967,999	9,627,566	1,685,000	1,677,588	2.86	5,642	1,150	876	2.78
2006	22,238,758	11,525,965	10,712,793	1,780,000	1,575,513	3.19	6,159	1,205	823	3.04
2007	23,858,953	11,196,684	12,662,269	1,890,000	1,466,564	3.77	6,638	1,260	766	3.28
2008 (3)	21,627,977	11,913,538	9,714,439	520,000	991,797	6.43	6,632	1,320	707	3.27
2009	17,721,445	11,261,756	6,459,689	545,000	576,510	5.76	6,179	1,390	641	3.04
2010	16,638,341	11,344,293	5,294,048	575,000	550,666	4.70	5,847	1,050	230	4.57

Notes:
(1) Does not include interest, fund balance usage or transfers in.
(2) Hospitality Fee Special Obligation Bonds began in FY2001 and are applicable to the 1.0% Hospitality Fund collections.
(3) On January 9, 2008, Horry County Redeemed $11,270,000 of Airport Revenue Bonds

Source: Horry County Airport Finance and Horry County Finance Departments

HORRY COUNTY, SOUTH CAROLINA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

YEAR	COUNTY POPULATION (5B)	PERSONAL INCOME (2A) (AMOUNTS EXPRESSED IN THOUSANDS)	PER CAPITA PERSONAL INCOME	SCHOOL ENROLLMENT (1A) (4B)	LABOR FORCE (6B)	EMPLOYMENT (2B) (6B)	COUNTY % UNEMP. (6B)	STATE % UNEMP. (6B)
2000	196,629	4,584,405	23,315 (2B)	28,379	106,429 *	102,698 *	3.5	3.6
2001	201,088	4,830,335	24,021 (2B)	29,009	102,440 *	97,400 *	4.9	5.2
2002	206,039	5,065,263	24,584 (2B)	29,931	105,523 *	100,043 *	5.2	5.9
2003	210,757	5,324,986	25,266 (2B)	31,018	111,541 *	105,203 *	5.7	6.7
2004	217,608	5,694,801	26,170 (3B)	32,840	115,957 **	109,090 **	5.9	6.8
2005	226,992	6,080,889	26,789 (3B)	34,480	121,284 **	114,297 **	5.8 **	6.7
2006	238,493	6,632,252	27,809 (3B)	36,068	128,094 **	121,150 **	5.4	6.5
2007	249,925	7,074,627	28,307 (3B)	36,068	129,820 **	123,373 **	5.0 **	7.6
2008	257,380	7,603,947 (3B)	29,383 (3B)	37,735	131,478	122,061	11.3	11.5
2009	263,868	not available	not available (3B)	37,421	140,297	125,868	10.3	10.7

Notes (A):
(1) Enrollment is as of Spring of that year.
(2) Personal Income = County Population (above) x Per Capita Personal Income (above).

Sources (B):
(1) S. C. Statistical Abstract
(2) S. C. Employment Security Commission, Labor Market Research Division
(3) Bureau of Economic Analysis
(4) Horry County Schools 2008
(5) U.S. Census Bureau
(6) U.S. Department of Labor

* Reflects adjustments to new statewide controls
** Reflects revised inputs,reestimation, and new statewide controls

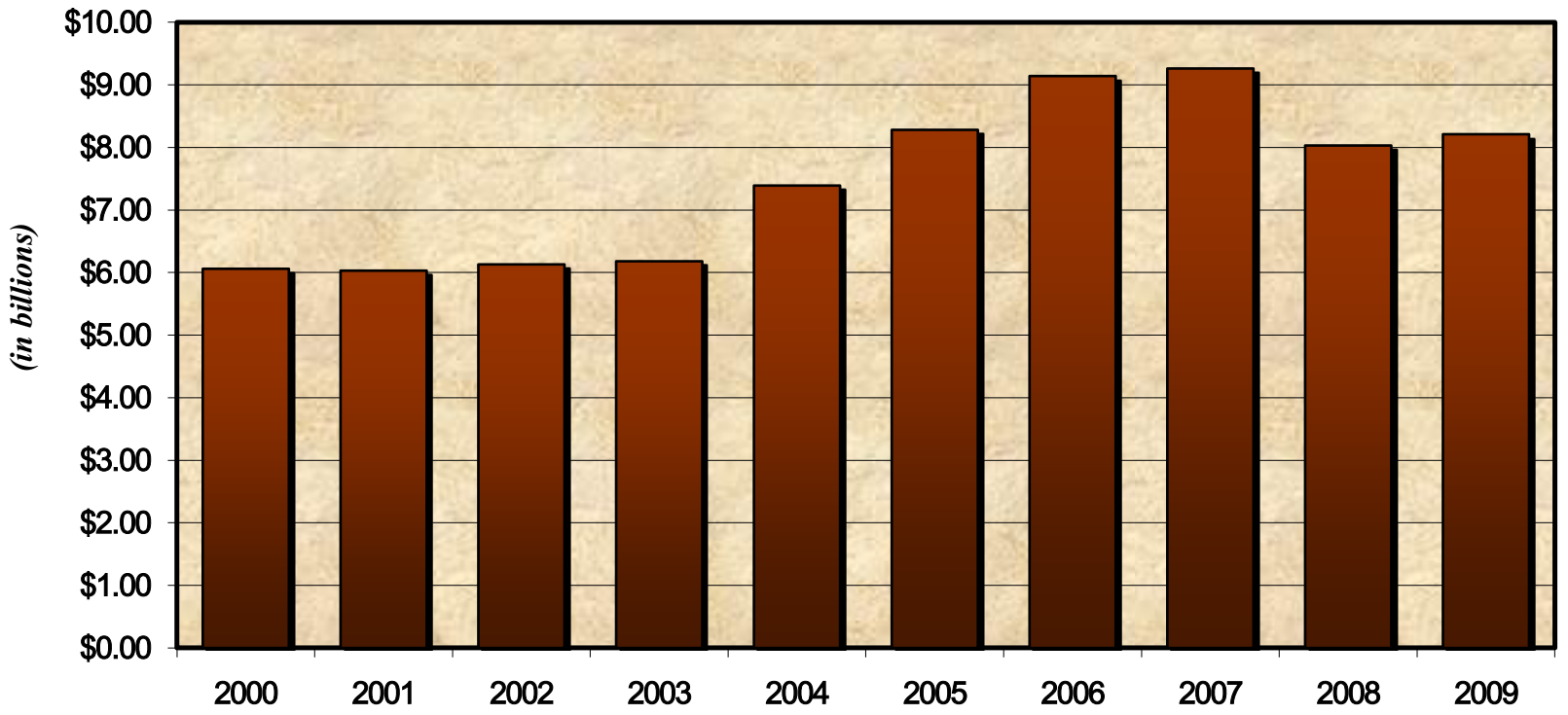
HORRY COUNTY, SOUTH CAROLINA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

	2010			2001 (3)		
EMPLOYER	EMPLOYEES (5)	RANK (5)	PERCENTAGE OF TOTAL EMPLOYMENT (2)	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
Horry County School District	4,870	1	3.47%	3,640	1	3.39%
Wal-Mart	2,061	2	1.47%			0.00%
Horry County Government (4)	1,913	3	1.36%	1,361	3	1.27%
Grand Strand Regional Medical Center	1,200	4	0.86%	900	8	0.84%
Conway Hospital	1,150	5	0.82%	980	7	0.91%
Coastal Carolina University	1,057	6	0.75%			0.00%
Myrtle Beach National	980	7	0.70%	1,054	5	0.98%
City of Myrtle Beach	902	8	0.64%	763	9	0.71%
LorisCommunity Hospital	900	9	0.64%	711	10	0.66%
Blue Cross Blue Sheild	827	10	0.59%	1,011	6	0.94%
AVX Corporation				2,121	2	1.98%
Sands Oceanfront Resort				1,200	4	1.12%
Totals	15,860		11.30%	13,741		12.80%

Notes:
The Total Employment is as of June of that year

Source:
(1) Mytle Beach Regional Economic Development
SC Employment Security Commission
(2) U.S Department of Labor Bureau of Labor Statistics
(3) 2001 Horry County Comprehensive Annual Financial Report
(4) Horry County Human Resources Department
(5) Myrtle Beach Chamber of Commerce

HORRY COUNTY, SOUTH CAROLINA
GROSS RETAIL SALES FIGURES
LAST TEN YEARS



CALENDAR YEAR	GROSS SALES *(in Billions)*	PERCENTAGE CHANGE
2000	$6.06	4.7
2001	$6.03	(1.0)
2002	$6.13	1.7
2003	$6.18	1.0
2004	$7.39	19.5
2005	$8.28	12.0
2006	$9.14	10.4
2007	$9.26	1.3
2008	$8.03	(13.3)
2009	$8.21	2.3

Sources:
S. C. Statistical Abstract
S. C. Department of Revenue

HORRY COUNTY, SOUTH CAROLINA
FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30,									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Functions and Programs										
Governmental Activities:										
General Government	806	801	794	831	865	921	940	964	970	968
Public Safety										
Police	267	289	288	299	320	337	342	347	333	280
Fire	262	259	258	273	272	279	291	288	314	319
Infrastructure and Regulation										
Public Works	121	122	122	122	121	122	136	127	115	93
Fleet	17	17	17	17	17	17	17	15	18	15
Culture, Recreation and Tourism										
Libraries	41	42	42	47	48	48	57	50	57	53
Parks	6	8	12	15	18	18	18	18	77	79
Business-type Activities:										
Airports	104	104	132	132	131	132	133	118	131	106
Total Primary Government	1624	1642	1665	1736	1792	1874	1934	1927	2015	1913

Source: Horry County Human Resources Department

HORRY COUNTY, SOUTH CAROLINA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Functions and Programs	For the Fiscal Year Ended June 30,								
	2002 (3)	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities:									
General Government									
Information Technology/GIS:									
# of GIS Parcels Maintained (7)	N/A	177,603	187,924	199,653	210,710	218,282	227,572	231,344	232,551
# of Servers Maintained	7	15	35	52	81	98	98	123	103
Register of Deeds:									
Total Documents Filed	124,906	147,773	176,586	196,108	209,675	184,043	177,261	150,260	130,657
Assessor:									
Assessments of Building Permits	9,723	11,635	9,235	11,314	13,561	16,630	15,294	12,854	10,228
Special Assessments	17,774	23,722	23,434	26,206	22,998	19,391	21,054	17,507	10,346
Real Property Parcels	172,472	177,906	184,466	189,956	203,304	207,221	226,799	237,276	241,974
Human Rosources:									
# of Applications Taken	5,000	5,500	6,456	5,637	7,500	8,735	7,392	8,322	4,777
Public Safety									
Police:									
# of Calls for Service	98,612	102,765	100,389	114,269	117,079	132,328	139,302	134,514	129,909
# of Index Crimes (1) (7)	7,911	8,228	8,374	9,312	N/A	8,586	9,752	9,164	10,045
Index Crime Clearance Rate (1) (7)	28.50%	25.04%	22.30%	24.70%	N/A	16.85%	20.45%	19.00%	19.50%
# of Call Responsive Officers Per Shift	15	17	17	17	18	18	18	20	20
Fire:									
# of Calls for Service	31,640	32,313	33,597	35,210	38,424	40,910	43,188	42,594	42,612
# of Structure Fires	641	631	620	617	667	654	721	674	651
# of Ambulance Transports	9,880	15,117	14,989	16,171	18,138	21,478	20,510	20,961	20,982
# of Career Fire Fighters Per Shift	48	57	61	73	73	81	85	93	97
Emergency 911:									
# of 911 Calls	196,385	193,045	222,345	204,195	212,511	228,418	225,530	221,693	214,880
# of Radio Dispatches	162,889	162,943	162,576	173,537	177,758	170,482	189,244	190,962	187,323
# of Telecommunicators per shift	8	8	9	10	10	10	10	10	10
Sheriff's Office/Jail:									
# of Bookings	12,927	12,546	12,782	13,934	13,867	14,804	16,172	15,880	13,400
Average daily population	475	502	525	550	619	650	632	632	641
Infrastructure and Regulation									
Code Enforcement:									
# Building Permits	7,873	7,544	8,070	9,647	11,981	9,909	8,459	6,673	7,397
Public Works:									
Miles of Dirt Road Scraped	994	1,025	843	843	900	880	793	779	748
Dirt Roads Paved	11.64	5.43	16.00	1.76	11.13	11.63	2.69	1.77	13.99
Signage Replaced/Installed (7)	N/A	N/A	N/A	802	849	968	1,364	1,421	1,500
Miles of Ditches Cleaned	2,658	2,660	2,660	2,666	2,666	2,666	2,700	1,123	268

HORRY COUNTY, SOUTH CAROLINA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Functions and Programs	For the Fiscal Year Ended June 30,								
	2002 (3)	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities (Continued):									
Engineering:									
Dirt Roads Paved	7.39	2.52	4.05	11.07	4.30	9.19	9.07	9.72	19.01
Fleet:									
# Vehicles Maintained	538	550	573	608	649	659	695	700	824
# Heavy Equipment Vehicles Maintained	217	220	223	223	306	310	259	270	229
# Vehicles Repaired or Work Orders	8,060	8,324	7,284	8,190	7,849	8,236	8,501	8,277	8,111
Culture, Recreation and Tourism									
Library:									
Circulation	678,703	740,816	824,341	903,583	943,501	969,542	1,041,436	1,141,871	1,095,571
Patron Traffic Count	464,646	500,199	561,870	653,643	652,584	662,494	758,719	772,354	749,652
New Patrons Registered	12,679	15,345	21,757	24,371	25,125	28,487	28,780	26,572	23,555
Parks & Recreation:									
# Programs	57	68	84	91	141	153	161	180	187
Baseball Stadium:									
Paid Tickets (2)	171,192	174,211	176,659	167,293	170,285	163,056	187,009	183,094	167,334
Business-type Activities:									
Airports									
Deplanements	644,834	622,251	748,225	777,936	719,744	783,241	835,496	740,602	772,733
Industrial parks - (Three Parks) (4) (5) (6) (7)									
Atlantic Business Center - Leased/Sold/Transferred (acres)	" "	" "	" "	" "	22.50	6.32	62.20	6.32	-
Atlantic Business Center - % of County owned acres	" "	" "	" "	" "	24.48%	6.88%	67.67%	6.88%	0.00%
Cool Springs Business Pk. - Sold/Transferred (acres)	" "	" "	" "	" "	-	12.98	-	-	-
Cool Springs Business Pk. - % of County owned acres	" "	" "	" "	" "	0.00%	14.81%	0.00%	0.00%	0.00%
Pineridge Business Center - Sold/Transferred (acres)	" "	" "	" "	" "	4.63	2.00	4.00	17.80	-
Pineridge Business Center - % of County owned acres	" "	" "	" "	" "	6.71%	2.90%	5.79%	25.78%	0.00%
Total Land Sold / Transferred (acres)	N/A	N/A	N/A	N/A	27.13	21.30	66.20	24.12	-
Total % of County owned acres in four parks	N/A	N/A	N/A	N/A	10.13%	7.95%	24.71%	9.00%	0.00%

Notes:
(1) # of Index Crimes & Clearance Rates not available due to software migration issues.
(2) Fiscal Year is January through December. Revenue months are April through September.
(3) Operating indicators are not available by function prior to FY2002; however, ten years of data will be accumulated over time.
(4) Operating indicators are not available for the Industrial Parks prior to FY2006.
(5) Operating indicators were changed and restated in FY2009 for FY2006 - FY2009 to accommodate and illustrate Owners changing needs.
(6) The beginning balance of total acreage owned by the County (used in the calculation of % of County owned acres) is as of July 1, 2005.
(7) Operating Indicators that are not available are indicated with N/A

Source: Various County Departments

HORRY COUNTY, SOUTH CAROLINA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	For the Fiscal Year Ended June 30,					
	2005 (1)	2006	2007	2008	2009	2010
Functions and Programs						
Governmental Activities:						
General Government						
Building Complexes	4	4	4	4	4	4
Public Safety						
Police:						
Patrol units	213	315	351	368	352	320
Fire/Rescue:						
Stations	40	40	40	41	41	39
Trucks(Fire/Pumpers)	59	61	67	66	66	67
Ambulances	21	27	33	32	36	36
Health and Social Services						
Health Departments (bldg)	3	3	3	4	4	3
Social Services (bldg)	1	1	1	1	1	1
Infrastructure and Regulation						
Highways and streets:						
Roads (miles)	1281	1271	1369	1334	1413	1426
Heavy equipment:						
Motorgraders	23	23	25	25	25	24
Dump trucks	20	23	22	21	24	17
Other	87	92	133	139	206	173
Culture, Recreation and Tourism						
Museums	1	1	1	1	1	2
Libraries	9	9	9	9	9	9
Bookmobile	1	1	1	1	1	1
Parks:						
Parks	20	20	20	20	35	35
Tennis Courts	15	15	15	15	7	7
Ball Fields	28	28	28	28	34	34
Soccer Fields	15	15	15	15	19	20
Conservation/Natural Resources						
Off Site Facilities:						
Boat Landings	27	27	27	27	27	27
Watersheds	6	6	6	6	6	6
Business-type Activities:						
Airports						
Locations	4	4	4	4	4	4
Runways	4	4	4	4	4	4
Industrial Parks						
Locations	4	4	4	4	4	4
Baseball Stadium						
Baseball field (1/3 ownership)	1	1	1	1	1	1

Notes:
(1) Capital Asset data is not available prior to FY2005; however, ten years of data will be accumulated over time.

Source: Horry County Finance Department