COMPREHENSIVE ANNUAL FINANCIAL REPORT

CHATHAM COUNTY, GEORGIA

124 BULL STREET, SAVANNAH, GEORGIA 31401

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

PREPARED BY
DEPARTMENT OF FINANCE
November 19, 2010

CHATHAM COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2010
TABLE OF CONTENTS

INTRODUCTORY SECTION — PAGE

Letter of Transmittal ..... A - 1
List of Principal Officials ..... A - 6
Organizational Chart ..... A - 8
GFOA Certificate of Achievement for Excellence in Financial Reporting ..... A - 9

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT ..... B - 1

MANAGEMENT'S DISCUSSION AND ANALYSIS ..... C - 1

BASIC FINANCIAL STATEMENTS:

GOVERNMENT-WIDE FINANCIAL STATEMENTS:
Statement of Net Assets ..... D - 1
Statement of Activities ..... D - 2

FUND FINANCIAL STATEMENTS:
Governmental Funds:
Balance Sheet ..... D - 4
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities ..... D - 6
Statement of Revenues, Expenditures, and Changes in Fund Balances ..... D - 7
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities ..... D - 9

Proprietary Funds:
Statement of Fund Net Assets ..... D - 10
Statement of Revenues, Expenses, and Changes in Fund Net Assets ..... D - 11
Statement of Cash Flows ..... D - 12

Fiduciary Funds:
Statement of Fiduciary Net Assets ..... D - 13
Statement of Changes in Fiduciary Net Assets ..... D - 14

NOTES TO THE BASIC FINANCIAL STATEMENTS ..... D - 15

REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A:
Budgetary Comparison Schedule - General Fund ..... E - 1
Budgetary Comparison Schedule - Special Service District Fund ..... E - 5
Notes to Required Supplementary Information ..... E - 7
Required Supplementary Information - Pension Schedules ..... E - 8
Required Supplementary Information - OPEB Schedules ..... E - 9

CHATHAM COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2010
TABLE OF CONTENTS

SUPPLEMENTARY DATA - Combining Fund Financial Statements and Schedules:	PAGE
NONMAJOR GOVERNMENTAL FUNDS:	
Combining Balance Sheet	F - 1
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	F - 3
Budgetary Comparison Schedules - Nonmajor Governmental Funds:	
Special Revenue Funds:	
Chatham Emergency Management Agency	F - 5
Street Lighting	F - 6
Street Paving	F - 7
Confiscated Revenue Fund	F - 8
Emergency Telephone System	F - 9
Land Bank	F - 10
Land Disturbing Activities Ordinance	F - 11
Multiple Grant Fund	F - 12
Child Support Enforcement	F - 13
Hotel/Motel Tax	F - 14
Debt Service Fund	F - 15
NONMAJOR ENTERPRISE FUNDS:	
Combining Statement of Net Assets	F - 16
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets	F - 17
Combining Statement of Cash Flows	F - 18
INTERNAL SERVICE FUNDS:	
Combining Statement of Net Assets	F - 19
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets	F - 20
Combining Statement of Cash Flows	F - 21
FIDUCIARY FUNDS:	
Combining Statement of Plan Net Assets - Pension and OPEB Trust Fund	F - 22
Combining Statement of Changes in Plan Net Assets - Pension and OPEB Trust Fund	F - 23
Combining Statement of Changes in Assets and Liabilities - Agency Funds	F - 24

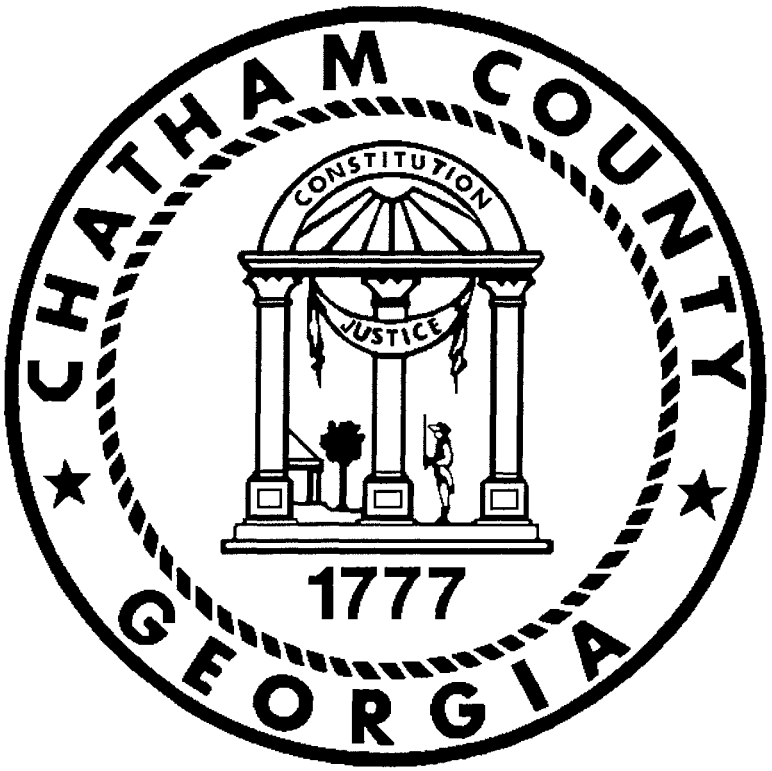
CHATHAM COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2010
TABLE OF CONTENTS

STATISTICAL SECTION

	PAGE
Comment Relative to Statistical Section	G - 1
Narrative to Statistics	G - 2
Net Assets by Component - Last Nine Fiscal Years	G - 3
Graphic Presentation - Total Government Net Assets - Last Nine Fiscal Years	G - 4
Change in Net Assets - Last Nine Fiscal Years	G - 5
Graphic Presentation - Change in Net Assets - Last Nine Fiscal Years	G - 7
Fund Balances of Governmental Funds - Last Ten Fiscal Years	G - 8
Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years	G - 10
Governmental Activities Tax Revenues by Source - Last Nine Fiscal Years	G - 12
Assessed Value and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years	G - 13
Graphic Presentation -Total Taxable Assessed Value and Exemptions - Last Ten Fiscal Years	G - 15
Property Tax Rates - Last Ten Fiscal Years	G - 16
Graphic Presentation - County Government Property Tax Rates - Last Ten Fiscal Years	G - 18
Principal Property Taxpayers	G - 19
Property Tax Levies and Collections - Consolidated Digest - Last Eight Fiscal Years	G - 20
Ratios of Outstanding Debt by Type - Last Nine Fiscal Years	G - 21
Ratios of General Bonded Debt Outstanding - Last Nine Fiscal Years	G - 22
Direct and Overlapping Governmental Activities Debt	G - 23
Legal Debt Margin Information - Last Nine Fiscal Years	G - 24
Demographic and Economic Statistics - Last Ten Fiscal Years	G - 25
Principal Employers - Current and Nine Years Ago	G - 26
Full-time Equivalent County Government Employees by Function - Last Ten Fiscal Years	G - 27
Operating Indicators by Function - Last Nine Fiscal Years	G - 28
Capital Asset Statistics by Function - Last Nine Fiscal Years	G - 29

STATE MANDATED PROGRAM INFORMATION SECTION

Child Support Enforcement Program Information:	
Summary Statement and Schedules of Vehicles	H - 1
Schedule of Salaries and Travel	H - 2
Schedule of Contract Revenues and Expenditures	H - 3
Schedules of Projects Constructed with Special Sales Tax Proceeds	H - 4
Schedule of Required Expenditures Generated by the Hotel/Motel Tax	H - 13

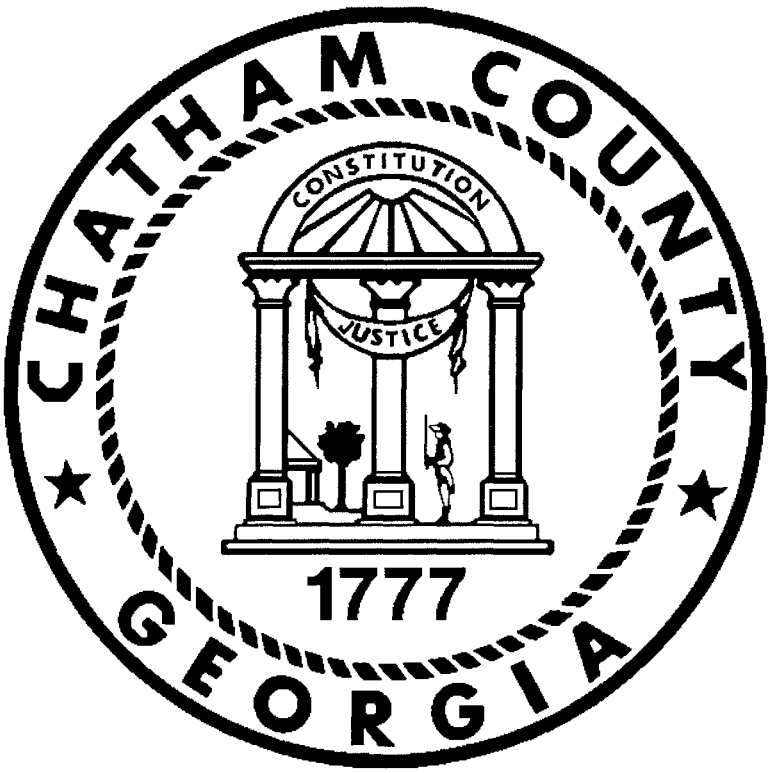

CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

LETTER OF TRANSMITTAL

LIST OF PRINCIPAL OFFICIALS

ORGANIZATIONAL CHART

GFOA CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

COMMISSIONERS OF CHATHAM COUNTY

CHATHAM COUNTY COURTHOUSE
124 BULL STREET
P. O. BOX 8161
SAVANNAH, GEORGIA 31412

(912) 652-7869 VOICE
(912) 652-7874 FAX

http://www.chathamcounty.org

PETE LIAKAKIS
Chairman

PRISCILLA D. THOMAS
District 8
Vice Chairman

DEAN KICKLIGHTER
District 7
Chairman Pro Tem

HELEN L. STONE
District 1

JAMES J. HOLMES
District 2

PATRICK SHAY
District 3

PATRICK K. FARRELL
District 4

HARRIS ODELL, JR.
District 5

DAVID M. GELLATLY
District 6

R. E. ABOLT
County Manager

R. JONATHAN HART
County Attorney

SYBIL E. TILLMAN
County Clerk

November 19, 2010

The Chairman and Members
Board of County Commissioners
Chatham County, Georgia

The Comprehensive Annual Financial Report of Chatham County, Georgia (County) for the year ended June 30, 2010 is hereby submitted to meet the requirements of local ordinances and state statutes. Those requirements state that the County must annually issue a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited by an independent firm of certified public accountants.

Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including disclosures, rests with management. Management hereby asserts that, to the best of its knowledge and belief, the financial report is complete and reliable in all material respects. All disclosures necessary to enable the reader to gain an understanding of the County's activities have been included.

The firm Karp, Ronning & Tindol, CPA, was selected by the Board of County Commissioners to provide independent audit services. The auditor's report on the basic financial statements is included in the Financial Section of this report and expresses an unqualified opinion. In addition to the audit of the financial records, the County is required to undergo an annual single audit in conformity with the provisions of the federal Single Audit Act Amendments of 1996 and the related U.S. Office of Management and Budget's Circular A-133, Audits of States, Local Governments, and Non- Profit Organization. The auditor's report on internal controls and compliance with applicable laws and regulations, including the schedule of findings and questioned costs, are found in the Single Audit Report, which is published separately from the CAFR document. The Single Audit Report can be obtained from the County's Finance Department.

The internal audit function is the responsibility of the Internal Audit Department. Internal audit is an independent appraisal function that examines and evaluates the activities of the County's various departments, agencies, and officials. The Internal Audit Director reports to the County Manager.

In addition to independent review, the County is in the last year of a project to document departmental internal controls and develop risk matrices for each control area. The documentation from this project is useful to both external and internal auditors in their review of county controls and processes. Management is also able to review the risk matrices to evaluate where controls may need improvement.

The Management's Discussion and Analysis is designed to be an objective and easily readable analysis of the County's financial activities on both a short-term and long-term basis. This letter of transmittal is designed to compliment the MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the Independent Auditors' Report.

Profile of the Government

The County, incorporated in 1777, is located in the southeastern part of the state and has a land area of 455 square miles with a population of 256,992. The County is empowered to levy a property tax on both real and personal property located within its boundaries.

The County has operated under the county-manager form of government since 1985. Policy making and legislative authority are vested in the governing Board of Commissioners consisting of a Chairman and eight Commissioners. The Board's responsibilities include passing ordinances, adopting an annual budget, appointing committees, and hiring the County Manager and the County Attorney. The County Manager is responsible for carrying out the policies and ordinances of the governing county commission, for overseeing the day-to-day operations of the County, and for appointing the heads of the County's departments. The Chairman and County Commissioners are elected for a four-year term with the current term expiring on December 31, 2012.

The County provides a full range of services including public safety, health and social services, judicial functions, planning and zoning, parking, sanitation services, recreational activities, cultural events, general administrative services, and the construction and maintenance of highways, streets and infrastructure. Public transportation services are provided by one of the County's component units, Chatham Area Transit. Information on all of the County's component units can be found in Note I A. of the Notes to the Basic Financial Statements.

The County's financial reporting entity incorporates the activities of three component units. The County is considered a primary government. The financial activities of the Chatham Area Transit Authority (CAT) are included as an enterprise fund in the County's financial statements as a part of the primary government. Financial activities of the Chatham County Board of Health and the Live Oak Library System are reported separately from the primary government on the Statement of Net Assets and the Statement of Activities.

The County maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County Commission and to provide appropriate disclosures to the general public. Activities of the General Fund, special revenue funds and debt service fund are included in the annual appropriated budget. Project-length budgets are prepared for the capital project funds. The level of budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount) is the department level within each fund. The County also maintains an encumbrance accounting system as one method of maintaining budgetary control. Although encumbrances lapse at year end, outstanding encumbrances are re-appropriated as part of the following year's budget.

Local Economic Condition and Outlook

The region has a varied manufacturing and industrial base which adds to the area's relative economic stability. Major industries with headquarters or divisions located within the County's boundaries or in close proximity include aircraft manufacturing, construction equipment manufacturing, paper products, chemical manufacturers, sugar, and dental equipment.

The Port of Savannah is a catalyst for the area's economic growth. The port is the farthest inland port on the East Coast and is the nation's fourth busiest container port. Although the port has a number of private businesses with docking facilities, the Georgia Ports Authority has the largest wharfing facilities for cargo handling. More than 2.6 million TEUs (twenty foot equivalent unit containers) were processed at the Port's Garden City terminal in fiscal 2010. This represented a 9.7% increase in container traffic over the 2009 fiscal period. Exports represented 53% of the traffic while imports represented 47%. Infrastructure improvements at the port continued to enhance its capability.

The majority of the area's employment is in the service sector. The County's central business district enjoys stable growth with a variety of stores, specialty shops, hotels and commercial businesses. The combination of convention facilities, a vital historic district and over 14,000 hotel/motel rooms have produced a steady tourism and convention trade for the area. The Savannah Area Convention and Visitors Bureau estimates that Savannah attracted over 11 million visitors in 2009 with at least half staying overnight. Visitor spending exceeded $1.2 billion.

The County is also home to Hunter Army Airfield. Fort Stewart is located nearby in Hinesville, Georgia, covering over 280,000 acres. The two military installations employ approximately 29,000 military and civilian employees.

The diversity of the area's businesses has enabled it to better withstand recent recessionary forces. According to the Georgia Department of Labor, the County's June 2010 unemployment rate was 9.0 percent while the state's average rate was 9.5 percent and the national average was 10 percent. In June 2010 the County had an employed labor force of approximately 118,795.

There are bright spots in Chatham County's future. In September 2009, Mitsubishi Power Systems announced its intent to locate a new, state-of-the-art manufacturing facility in Chatham County, ultimately creating 500 jobs with an investment of $325 million. The facility is being constructed on the "megasite" located in Pooler, Georgia, and will manufacture energy solutions such as gas turbine combuster components.

In November 2010 Gulfstream Aerospace Corporation announced a $500 million, seven year expansion of their Savannah facilities. Gulfstream intends to hire 1,000 employees for engineering and production jobs to meet anticipated future production levels.

JCB Corporation's retooling of its Savannah facility has recently been completed. In November 2010 JCB announced its plan to hire 200 additional employees during 2011 to manufacture skid steer and compact track loaders. In addition, Walmart has announced that it will hire about 250 employees for a new store opening on Savannah's southside in early 2011.

Historical area growth is often measured by assessed property values as listed in the County's property tax digest. For the first time in many years, the County's 2010 tax digest decreased from 2009 levels. The General Fund's property tax digest declined 3.02% or $3.6 million while the County's unincorporated special service district decreased by 2.36% or $366,500.

Financial Planning Efforts

The County incorporates financial planning in its decision making and budget processes. The financial policies adopted by the Board in fiscal 2004 continue to be used as a guideline for fiscal management. Financial policies were updated in July 2010 to reflect the "new fund balance" as noted in GASB Statement 54 and GFOA best practices.

The County Commissioners, with assistance from staff, utilize a five year forecasting model for the two main operating funds and the enterprise funds. The model shows the impact of current year's decisions in "out" years, including the effect on fund balance, as well as the impact of millage rate / service fee changes. This model is also utilized as recurring revenues or expenditures are considered.

Each January the Board receives the Five-Year Capital Improvement Program workbook which outlines the County's CIP needs for the next five years. In February the Board holds workshops to discuss the projects, review project ratings, and discuss funding. This process enables the County to identify long-term capital needs and plan for their implementation.

Also, each February the Board of Commissioners meet with department heads and elected officials at their annual budget retreat to review Commission goals, department goals, and prioritize budgetary needs. Additional workshops may also occur before final budget adoption in June.

The combined factors of financial forecasting results and the recent economic downturn pushed the County into a conservative posture at the onset of the fiscal 2011 budget process. Departments were asked to hold their budgets flat. Once final property tax digest numbers were received, a number of spending cuts were made to County operations to balance the budget. The County was able to avoid staff layoffs in all departments except for building safety and regulatory services staff.

Fund Balance Policy

The County has a fund balance retention policy equal to one month of expenditures in the General Fund M&O Fund and two months of expenditures in the unincorporated Special Service District Fund. Conservative budgeting has enabled the County to adhere to this policy. Funds in excess of stated reserve levels can be redirected to capital improvement project funding. As a result of the policy, the County has been able to transfer budgetary savings to the Capital Projects Fund for maintenance needs, new facilities, and facility upgrades.

Debt Administration

Chatham County's financial condition is demonstrated by the Aa3 rating of its bonds by Moody's Investor Services and AA from Standard and Poor's Corporation. The county was reviewed by Moody's in August 2009 and Standard and Poor's in September 2010.

The constitutional debt limit for direct general obligation bonds is 10 percent of the assessed value of taxable property within the County. The constitutional debt limitation applies to all general obligation bonds authorized. Additional general obligation bonds may be authorized if approved by a majority of those voting in an election held for that purpose. Capital leases and contractual obligations are presented in Note III. F and G and constitute a debt, general obligation, or a pledge of the faith and credit of the County.

Pension Fund

To ensure the provision of benefits for retirees, the County made an additional contribution of $1.8 million to its defined benefit pension plan in fiscal 2010. The contribution was needed to offset declines in investment market values that impacted the plan's funding status.

Other Post-Employment Benefits

In response to GASB Statement 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits other than Pensions,* during fiscal 2008 the County established a separate trust fund to account for its retiree health care and life insurance costs. In 2009 the County received approval from the Internal Revenue Service to establish a Section 115 trust. Transactions related to the pre-funding of OPEB benefits as well as pay-as-you-go claims expenses have been recorded in the OPEB Trust Fund. For fiscal 2010, the County made contributions totalling 80.6% of its Annual OPEB Cost, leaving a Net OPEB Obligation, or annual unfunded portion, of $6.5 million. The County is reviewing various methods to further manage the liability.

Awards & Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report for the fiscal year ended June 30, 2009. This was the twenty-sixth consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, the County

must publish an easily readable and efficiently organized comprehensive annual financial report that satisfies both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The County believes that the 2010 comprehensive annual financial report continues to meet the program's requirements, and is submitting the report to the GFOA to determine its eligibility for another certificate. In addition, the County also received the GFOA's Award for Distinguished Budget presentation for its Adopted Annual Budget for the fiscal year July 1, 2009 – June 30, 2010. The County's budget document was judged proficient in several categories including policy documentation, financial planning and organization.

The Finance Director would like to extend thanks and appreciation to all parties who have provided their support and encouragement to the Department throughout the past year. This includes the County Manager, the County Board of Commissioners, Assistant County Managers, the Internal Audit Director, and the Fixed Assets Coordinator. In addition thanks and appreciation go out to all members of the Finance Department in some way involved in the audit process. The hard work and dedication of Finance Staff is reflected each year in the final report document and in any subsequent awards received.

Sincerely,

R. E. Abolt
County Manager

Linda B. Cramer
Finance Director

CHATHAM COUNTY, GEORGIA
DEPARTMENT OF FINANCE

Finance Director	Linda B. Cramer
Assistant Finance Director	Lesha Lanier
Financial Services Manager	Alisa Fish
Budget Officer	Read Dehaven
Senior Accountant	Roger Deschenes
Senior Accountant	Lynn Stennett
Special Projects Accountant	Vida Hill
Special Projects Accountant	Joyce Prescott
Accountant I	Janie Brooks
Accountant I	Irene Vigh
Payroll Administrator	Melva Sharpe
Risk Manager	Chuck Voelker
Administrative Assistant	Delores Stokes

CHATHAM COUNTY, GEORGIA
PURCHASING DEPARTMENT

Fixed Asset Coordinator	Syrina Mitchell

CHATHAM COUNTY, GEORGIA
BOARD OF COMMISSIONERS

2009-2012

CHAIRMAN	Pete Liakakis
VICE-CHAIRMAN	Dr. Priscilla D. Thomas
CHAIRMAN PRO-TEM	Dean Kicklighter
DISTRICT ONE	Helen L. Stone
DISTRICT TWO	James J. Holmes
DISTRICT THREE	Patrick Shay
DISTRICT FOUR	Patrick K. Farrell
DISTRICT FIVE	Harris Odell, Jr.
DISTRICT SIX	David M. Gellatly
DISTRICT SEVEN	Dean Kicklighter
DISTRICT EIGHT	Dr. Priscilla D. Thomas

Independent Auditor
Karp, Ronning, & Tindol, P.C.
Certified Public Accountants

Russell E. Abolt
County Manager

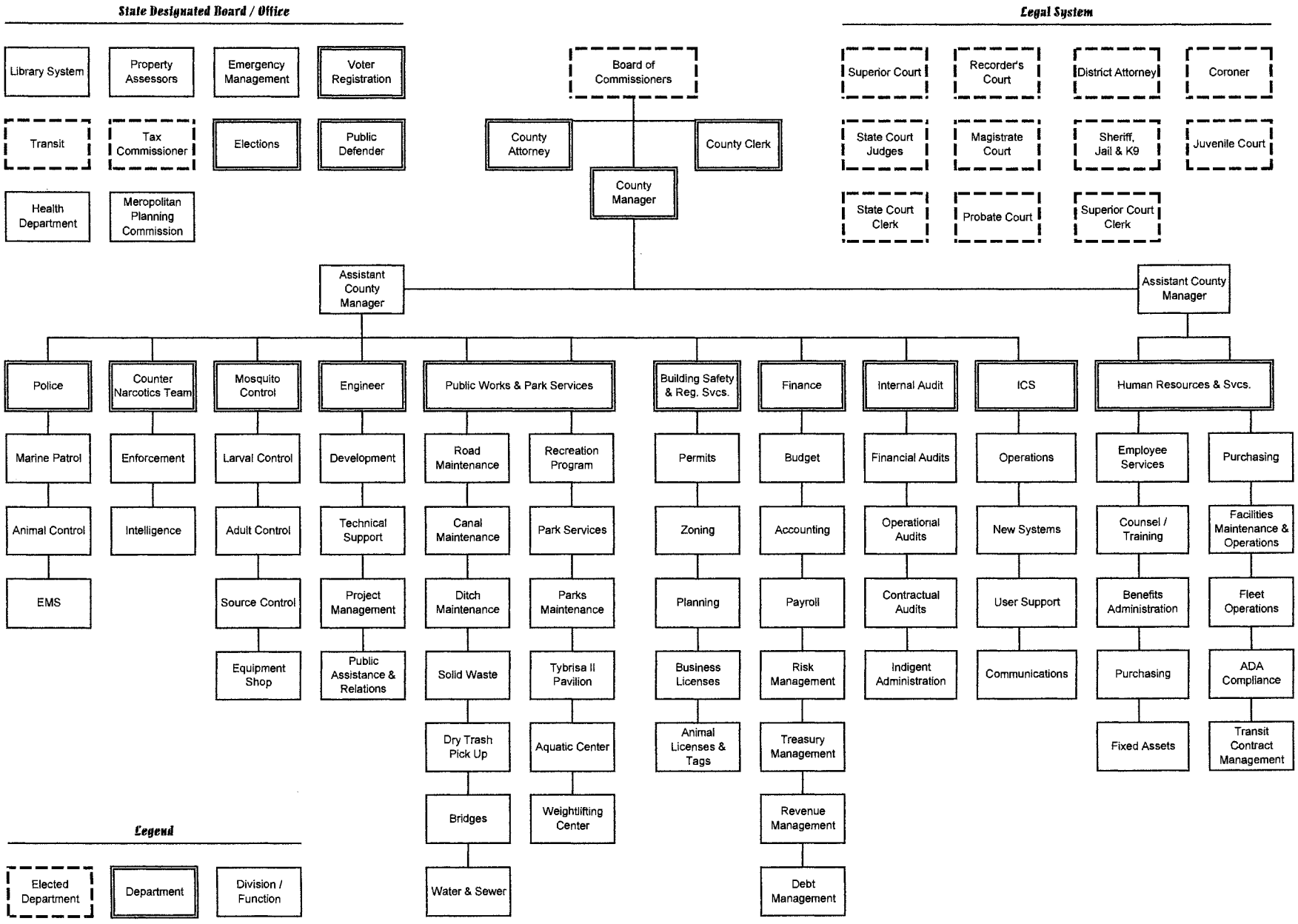
Patrick C. Monahan
Assistant County Manager

R. Jonathan Hart
County Attorney

Sybil E. Tillman
Clerk of Commission

CHATHAM COUNTY ORGANIZATIONAL CHART

By Department / Function



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Chatham County Georgia

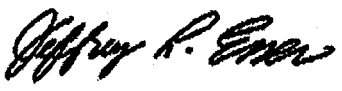
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

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.

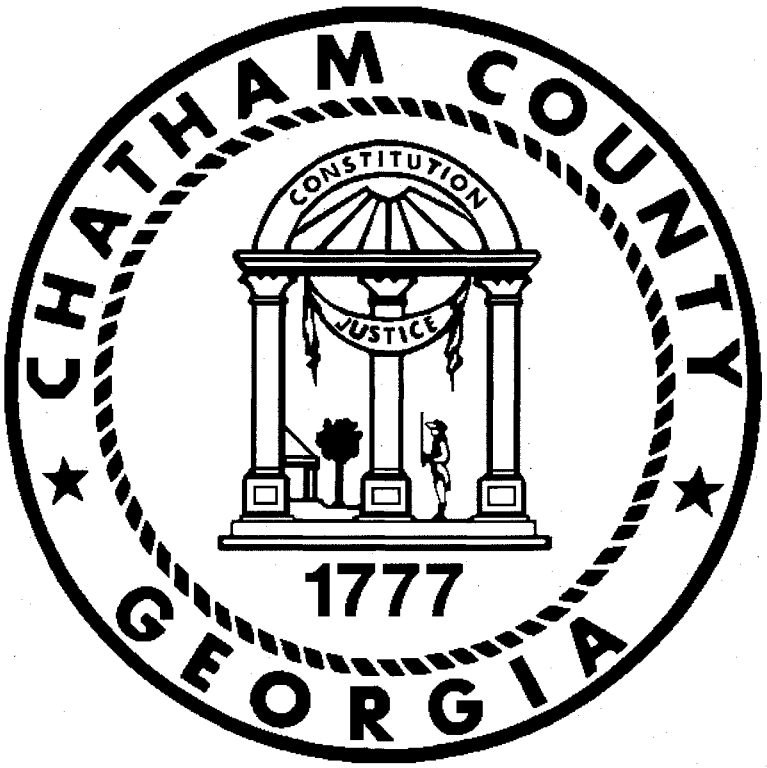




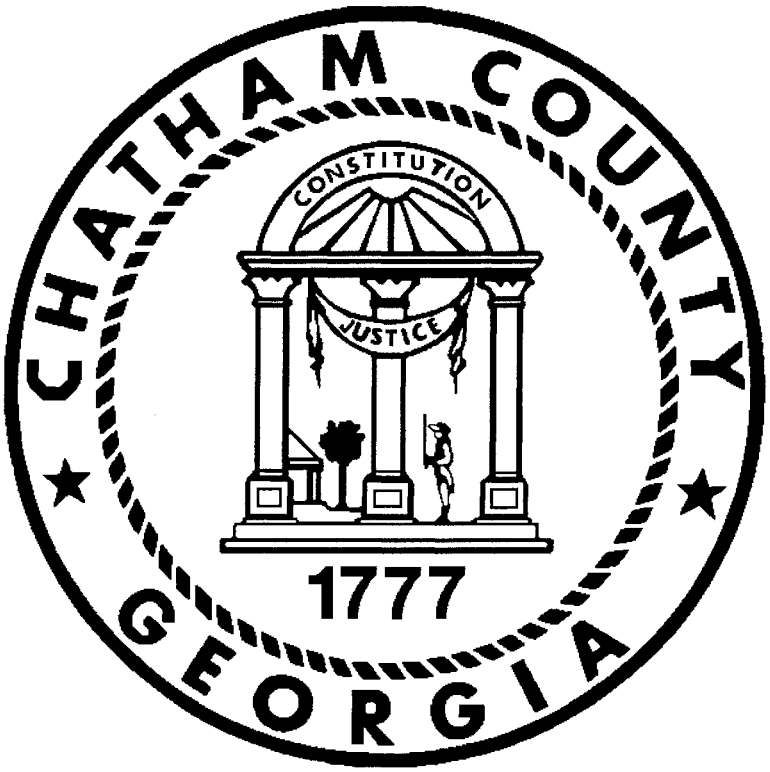
President



Executive Director


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

INDEPENDENT AUDITORS' REPORT
MANAGEMENT'S DISCUSSION AND ANALYSIS


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

KARP, RONNING & TINDOL

CERTIFIED PUBLIC ACCOUNTANTS

RICHARD D. TINDOL, CPA
DERRICK A. COWART, CPA
CHRISTOPHER T. LIGHTLE, CPA
MARTIN L. KARP, CPA
DENNIS W. RONNING, CPA
A.L. KARP (1925-1969)

6600 ABERCORN STREET • P.O. BOX 16149
SAVANNAH, GEORGIA 31405
912-232-0475 TEL • 912-232-0478 FAX
888-261-8702 TOLL FREE
krt@krtcpa.com • www.krtcpa.com

BRADLEY A. LUCAS, CPA, CVA
ANDREW W. BRODMANN, CPA
FRANK A SLOTIN, CPA
DANIEL J. MAHFET, CPA
CAROL L. DRAKE, CPA

INDEPENDENT AUDITORS' REPORT

**To the Members of the Board of Commissioners of
County of Chatham, Georgia:**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Chatham County, Georgia (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 the management of the County. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Chatham Area Transit Authority Enterprise Fund, which represent 50.5%, 52.7% and 75.3% respectively, of the assets, net assets and revenues of the Business-type Activities - Enterprise Funds, or the Chatham County Health Department and Live Oak Public Libraries, which represent 100% of the assets, net assets and revenues of the discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Chatham Area Transit Authority Enterprise Fund, the Chatham County Health Department and Live Oak Public Libraries is based solely on the report of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 19, 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 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.

Required Supplementary Information

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

Supplementary Data - Combining Fund Financial Statements and Schedules and State Mandated Program Information

Our audit was conducted for the purpose of forming opinions on the financial statements which collectively comprise the County's basic financial statements. The supplementary data and state mandated program information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Introductory and Statistical Sections

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

Kaup, Ronning & Tindal, P.C.

November 19, 2010

Management's Discussion and Analysis

This Management's Discussion and Analysis (MD&A) section offers you, the reader, a narrative overview and analysis of the financial activities of Chatham County, Georgia for the fiscal year ended June 30, 2010. Please consider the information presented herein with the additional information furnished in the letter of transmittal that can be found beginning on page A-1 of this report.

The MD&A presents both current year and prior year financial information for comparative purposes.

Financial Highlights

- Chatham County's assets exceeded its liabilities at June 30, 2010 by $1,133,179,443 (net assets). Of this amount, $76,647,462 (unrestricted net assets) may be used to meet the County's ongoing obligations to citizens and creditors.

- The County's total net assets increased from the previous year by $54 million. Net assets of governmental activities increased $57,266,021 while net assets from business-type activities decreased by $3,285,295.

- At June 30, 2010, Chatham County's governmental funds balance sheet reports combined ending fund balances of $318,518,184, an increase of $15,601,451 over the previous fiscal year. Of this amount, $312,945,866 remains in the various fund types of the County as unreserved with $14,376,398 designated for capital projects or other significant organizational expenditures.

- The General Fund reported an unreserved fund balance of $26,765,482, an annual increase of $474,372. Of the unreserved fund balance, $14,376,398 was designated for capital projects or other significant organizational expenditures. Total fund balance increased by $601,424 to $30,462,483 in 2010.

- Total long-term liabilities of Chatham County decreased by $2,196,682 from the previous fiscal year as a result of routine debt service payments.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Chatham County's basic financial statements. The basic financial statements include government-wide and fund financial statements as well as notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. These statements are described herein:

Government-wide Financial Statements

Government-wide financial statements are designed to provide a broad overview of the finances of Chatham County, Georgia, in a manner similar to a private-sector business. The government-wide statements include a Statement of Net Assets and a Statement of Activities. These statements appear on pages D-1 to D-3 of the report.

The Statement of Net Assets shows all of the County's assets and liabilities, and the difference between the two is reported as net assets. Changes in net assets over time may be helpful in indicating an improving or deteriorating financial position.

The Statement of Activities presents information showing how the net assets changed during the fiscal year. The statement presents all underlying events that gave rise to the change, regardless of the timing of the related cash flow. Consequently, revenues and expenses are reported in this statement for some items that will only result in cash flow changes in future fiscal periods, such as uncollected taxes and earned but unused vacation leave.

Both statements distinguish functions of Chatham County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

Governmental activities reported in the statements include general government, judiciary, public safety, public works, health and welfare, culture and recreation, housing and development, and interest on long-term debt. Business-type activities in Chatham County include environmental services (solid waste), transportation services (Chatham Area Transit Authority), and other services (water & sewer utility, parking garage, Henderson Golf Course, and building safety and regulatory services).

The government-wide statements include the activities of the County and its component units. The Chatham Area Transit Authority is a legally separate, component unit of the County included within the County's business-type activities as an integral part of the primary government. Financial information for two non-major component units is reported separately from the primary government. The non-major component units are the Chatham County Board of Health and the Live Oak Public Libraries.

Fund Financial Statements

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

Governmental Funds

Governmental funds, presented on pages D-4 to D-9, essentially account for the same functions as those reported as governmental activities in the government-wide financial statements.

However, this set of financial statements focuses on events that produce near-term inflows and outflows of spendable resources and on the balances available at the end of the fiscal year. Such information may be useful in evaluating Chatham County's near-term financing requirements.

Since 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 the governmental activities found in the government-wide financial statements. This will give you a better understanding of the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison.

Governmental funds individually presented in Chatham County's statements include seven major funds: General Fund, Special Service District Fund, Sales Tax I Fund, Sales Tax II Fund, Sales Tax III Fund, Sales Tax IV Fund and Sales Tax V Fund. Chatham County's smaller governmental funds are combined for presentation in a total column termed "Other Governmental Funds". Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in the report.

Chatham County adopts annual budgets for its General Fund, special revenue funds and debt service fund. Budgetary comparison schedules are provided within the report for these funds. Budgetary comparison schedules for the General Fund and the Special Service District are provided as required supplementary information while schedules for the nonmajor funds are found elsewhere in the report.

Proprietary Funds

Chatham County maintains and presents two different types of proprietary funds, enterprise and internal service, on pages D-10 to D-12 of this report.

Enterprise funds report, in greater detail, the same information presented as business-type activities in the government-wide financial statements. Major funds include Chatham Area Transit Authority and the Solid Waste Fund. Details of other enterprise fund transactions are shown in combining statements presented elsewhere in the report.

Internal service funds represent an accounting mechanism used to accumulate and allocate costs internally for Chatham County government. The County has three internal service funds: Health Insurance Fund, Catastrophic Claims Fund and Risk Management Fund. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. Because these funds predominately benefit governmental activities rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Fiduciary Funds

Chatham County uses fiduciary funds to account for resources held for the benefit of parties outside county government. Although these funds are presented in the fund set of statements,

they do not appear in the government-wide financial statements because their resources are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. These funds are presented on pages D-13 to D-14 of this report.

Notes to the Financial Statements

The Notes to the Financial Statements provide additional information essential to a full understanding of the data provided in both government-wide and fund financial statements. Notes are presented beginning on page D-15 of the report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's budget process and the County's progress in funding pension and other post-employment benefits to employees and/or retirees. This information begins on page E-1.

The combining statements referred to earlier in connection with nonmajor funds begin on page F-1. This section includes individual budget to actual schedules for non-major special revenue funds and the debt service fund. Also included are statements for internal service and agency funds. Additional information about the County, which may be of interest to the reader, is found under the Statistical and State Mandated sections of this report.

Government-wide Financial Analysis

Net assets may serve over time as a useful indicator of a government's financial position. The County's combined net assets (governmental and business-type activities) totaled $1,133,179,443 as of June 30, 2010.

During fiscal 2010 the County implemented GASB Statement 51, Accounting and Reporting for Intangible Assets. As a result of this change in accounting principle, beginning net assets were restated by $338,690 to reflect retroactive asset reporting.

The largest portion of Chatham County's net assets (69.5%) reflects its investment in capital assets such as land, building, equipment and infrastructure, less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending needs. Any resources needed to repay the debt associated with capital assets must be provided from sources other than the capital assets themselves since the capital assets cannot be liquidated to pay the related liabilities. In recent years, the County has benefited from Special Purpose Local Option Sales Tax referendums to fund many of its capital assets.

Restricted net assets (23.73%) represent resources that are subject to external restrictions on use. A significant portion of the County's restricted net assets relate to funds restricted by law for the construction of certain capital projects as authorized by public referendum. The remaining category, unrestricted net assets, may be used to meet the County's ongoing obligations to

citizens and creditors. Internally imposed designations of resources are not presented as restricted net assets.

At the end of the current fiscal year, the County reports positive balances in all three categories of net assets for the government as a whole. Unrestricted net assets total $76,647,462, a 3.9% increase over the prior year. Total net assets increased by approximately $54 million over the prior year. Positive balances are also reported for the County's separate governmental and business-type activities.

Summary data on net assets for the current and prior fiscal year are:

Chatham County's Net Assets (in $)

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other assets	367,535,203	341,380,064	17,824,233	19,195,704	385,359,436	360,575,768
Capital assets, net	786,266,086	754,490,257	29,400,853	31,302,468	815,666,939	785,792,725
Total assets	1,153,801,289	1,095,870,321	47,225,086	50,498,172	1,201,026,375	1,146,368,493
Current and other liabilities	14,298,290	14,016,665	3,259,176	3,202,677	17,557,466	17,219,342
Noncurrent liabilities	46,440,536	46,395,904	3,848,930	3,893,220	50,289,466	50,289,124
Total liabilities	60,738,826	60,412,569	7,108,106	7,095,897	67,846,932	67,508,466
Net assets:						
Invested in capital assets, net of related debt	758,599,615	729,953,233	28,986,827	31,191,580	787,586,442	761,144,813
Restricted	265,588,109	240,733,031	3,357,430	3,566,728	268,945,539	244,299,759
Unrestricted	68,874,739	65,110,178	7,772,723	8,643,967	76,647,462	73,754,145
Total net assets	1,093,062,463	1,035,796,442	40,116,980	43,402,275	1,133,179,443	1,079,198,717

Governmental Activities - Governmental activities increased the County's net assets by $57,266,021, accounting for 106% of the total growth in the County's net assets. Key components of the increase were:

- Revenues outpaced spending. Although revenues decreased from prior year levels by over $10 million, revenues still outpaced spending. This can be attributed to the County's capital project funds where revenue is generally collected prior to project appropriation. Even after funds are appropriated, spending on the projects may not be immediate due to permitting and/or design issues. For example, the Sales Tax V Fund has received $97.2 million of tax receipts for expansion of the County's Detention Center. Since the project is still in the planning and design phase, the majority of appropriated funds have not been expended.
- Declines in Tax and HTRG revenues. Tax revenue declined $1.5 million from 2009 levels. In addition, the State of Georgia cancelled its homeowners tax credit grant (HTRG) in 2010. The HTRG was a tax credit granted by the State to residential taxpayers. In prior years the County had given taxpayers a credit for the HTRG on their

County property tax bills, and the State had reimbursed the County for the credit amount. During 2009 the State reimbursed the County $3.6 million for the HTRG. The inclusion of the HTRG in the analysis of tax revenues results in a total revenue decrease of $5.1 million.

- While most expense categories were either relatively even with or below prior year levels, public safety expenditures increased $8.3 million. Most of the change resulted from variations in charges for capital outlay expenses. However, operating costs did increase in some departments including increases of $1.4 million for the Detention Facility and $.5 million for the Counter Narcotics Team.
- Public works expenses declined by $9.6 million from 2009 levels. In 2009 the County charged capital outlay costs of $14.4 million for public works functions. In 2010 the expense decreased to $5.6 million. Culture and recreation also experienced decreases in capital outlay expense over the two year period.
- Investment income. Revenues in this category were half of prior year numbers. Investment income was severely impacted by the low market investment rates being offered in this recessionary environment.

Tax revenue provided 83% of the County's total revenues while charges for various goods and services provided 7.8%. Unrestricted investment earnings represented .9% of total revenues. The County's expenses cover a range of services. Public safety expenses, the largest category of expenses, were $78.7 million, an increase from the prior year total of $70 million. General government expenses totaled over $40 million, slightly less than the prior year total of $41.4 million. Public works expenses were $22.2 million. Total excess revenues over expenses before transfers amounted to $54.5 million. Transfers out to other funds of $2.7 million resulted in a total change in net assets of $57.27 million.

Business-type Activities - Business-type activities net assets decreased $3.3 million for the fiscal year ended June 30, 2010. Prior to transfers out of $2.7 million, business-type activities experienced a deficiency of $586,921. Key factors within the business-type activities included:

- At the end of the fiscal year, the Henderson Golf Fund was closed and net assets of $7.2 million were transferred to the Governmental Activities of the General Fund.
- Charges for services included $900,741 from the implementation of a solid waste service fee of $43 per single family residential unit in fiscal 2010. In addition Chatham Area Transit charges for services increased over $246,000. Fees for building permits decreased by $431,563 from 2009 levels. Staff layoffs for Building Safety and Regulatory Services were enacted in Spring 2010 to offset revenue reductions.
- Federal transit grant revenues decreased $2 million for Chatham Area Transit. The $2.9 million reduction in formula grants was partially offset by increases in capital grants of $670,000.

The following table presents a comparative summary of the changes in net assets for the past two fiscal years:

Chatham County's Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program Revenues:						
- Charges for services	$ 19,856,024	$ 20,268,290	$ 8,429,203	$ 7,209,253	$ 28,285,227	$ 27,477,543
- Operating grants and contributions	5,877,512	4,948,290	995,974	3,879,731	6,873,486	8,828,021
- Capital grants and contributions	11,242,146	14,745,626	6,633,637	5,260,943	17,875,783	20,006,569
General Revenues:						
- Property taxes	135,014,252	136,671,942	7,365,560	7,602,999	142,379,812	144,274,941
- Sales and use taxes	67,109,716	66,749,167			67,109,716	66,749,167
- Other taxes	8,472,967	8,724,781			8,472,967	8,724,781
- Grants and contributions not restricted to specific programs	-	4,138,932			-	4,138,932
- Unrestricted investment earnings	2,220,501	4,480,682	32,822	203,759	2,253,323	4,684,441
- Miscellaneous	3,663,979	2,876,528	1,337,984	1,510,028	5,001,963	4,386,556
Total Revenues	253,457,097	263,604,238	24,795,180	25,666,713	278,252,277	289,270,951
Expenses:						
General Government	40,142,519	41,390,534			40,142,519	41,390,534
Judiciary	29,869,363	28,081,609			29,869,363	28,081,609
Public Safety	78,673,805	70,319,328			78,673,805	70,319,328
Public Works	22,221,382	31,865,047			22,221,382	31,865,047
Health and welfare	11,652,725	11,235,644			11,652,725	11,235,644
Culture and recreation	12,118,894	14,557,184			12,118,894	14,557,184
Housing and development	2,778,599	3,486,707			2,778,599	3,486,707
Interest on long-term debt	1,432,163	1,586,223			1,432,163	1,586,223
Environmental services-Solid Waste			2,881,772	2,753,251	2,881,772	2,753,251
Transportation services-Bus System			18,183,426	18,399,887	18,183,426	18,399,887
Recreational services-Golf			21,421	19,321	21,421	19,321
Other services-Water & Sewer			2,679,367	2,449,676	2,679,367	2,449,676
Other services-Parking			287,934	282,531	287,934	282,531
Other services-Building Safety & Reg Services			1,328,181	1,762,668	1,328,181	1,762,668
Total Expenses	198,889,450	202,522,276	25,382,101	25,667,334	224,271,551	228,189,610
Excess (deficiency) before transfers	54,567,647	61,081,962	(586,921)	(621)	53,980,726	61,081,341
Transfers	2,698,374	(5,312,072)	(2,698,374)	5,312,072	-	-
Total transfers	2,698,374	(5,312,072)	(2,698,374)	5,312,072	-	-
Change in net assets	57,266,021	55,769,890	(3,285,295)	5,311,451	53,980,726	61,081,341
Net assets - beginning	1,035,796,442	979,687,862	43,402,275	38,090,824	1,079,198,717	1,017,778,686
Adjustment for accounting principle change	-	338,690			-	338,690
Net assets - beginning restated	1,035,796,442	980,026,552	43,402,275	38,090,824	1,079,198,717	1,018,117,376
Net assets – ending	$ 1,093,062,463	$1,035,796,442	$ 40,116,980	$ 43,402,275	$ 1,133,179,443	$ 1,079,198,717

Financial Analysis of Chatham County's Funds

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

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

As of June 30, 2010, the County's governmental funds reported combined ending fund balances of $318,518,184, an increase of $15,601,451 in comparison to the previous year. Approximately 98% of the fund balance or $312,945,866 is classified as unreserved. Of this amount, $19,096,011 is available for spending in future years without restrictions that are more limited than the purpose of the fund. Of the unreserved amount, $14,376,398 is designated. Other unrestricted portions of fund balance totaling $279,473,457 represent funding for capital projects budgeted in the County's construction-in-progress funds. Most of these projects (92%) are funded by special purpose local option sales tax, a legally restricted revenue source. The rest are funded through general revenues or bond funds. The remaining fund balance is reserved to indicate that it is not available for future spending because it has already been committed for the following purposes:

- Liquidation of contracts and purchase orders of prior periods - $2,359,571
- Payment of debt service - $107,909
- Public safety purposes, reserved due to legal restrictions on the use of funds - $1,559,491
- Funds that were generated through the County's court system with use restricted by law for certain County programs - $984,051
- Various restricted amounts - $561,296

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, total fund balance in the General Fund was $30,462,483 of which $26,765,482 was unreserved. Unreserved fund balance increased by $474,372 over the prior year amount. Fund balance reserved for encumbrances decreased by $241,080 and other reserved fund balance amounts increased by $368,132. The County's General Fund has met its adopted policy goal of achieving an unreserved fund balance equal to one month's expenditures. Amounts held in excess of the reserve requirement are designated for capital project needs as identified in the Capital Improvement Program or other significant organizational expenditures.

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 19.1% of fiscal 2010 fund expenditures (excluding transfers out), as compared to 19.3% in 2009. Total fund balance represents 21.8% of that same amount, compared to 21.9% in the prior year.

Chatham County's General Fund showed a fund balance increase of $601,424 for the current fiscal year. Key factors in the fund balance increase were:

- Revenues decreased from prior year levels by over $5.4 million. Most of the decline (81%) was related to lower property tax collections. In 2009 property tax revenue

combined with the HTRG credit totaled $121.8 million. In 2010 property tax revenue totaled $117.4 million. Fiscal year property tax billings had incorporated 2009 property tax digest growth of 1.64%. In addition, all other revenue categories showed decreases except for penalties and interest on delinquent taxes, which increased by 4%.

- Expenditures increased by $3.8 million over prior year levels. However, expenditures showed an overall favorable budget variance of $8.6 million. Departmental spending was 92.6% of budgeted amounts.
- The fund transferred out $7.9 million to other County funds. During the year the General Fund transferred over $1.3 million to the Capital Improvement Fund to fund capital projects listed in the CIP Plan. $2.2 million was transferred to the Chatham Area Transit Authority for Teleride paratransit services. $1.2 million was transferred to the Solid Waste Fund for recycling centers. A transfer of $2.1 million was made to the Risk Management Internal Service Fund.

Special revenue funds are used to account for specific revenue sources and expenditures. The County reports the Special Service District Fund (SSD) as a major fund. The SSD Fund reports the operations and activities of Chatham County's unincorporated area which is subject to a special tax levy. Total fund balance of the SSD Fund was $6,679,474, a decrease of $1,133,785 over the prior year. Unreserved fund balance decreased $1,044,051 from 2009 to 2010. An analysis of this fund reveals the following factors:

- Revenues experienced a decrease of $328,601 from 2009 levels. Expenditures also decreased by over $1.2 million.
- The 2009 property tax digest increased by 1.92% for the SSD. While property tax revenues and penalties and interest on delinquent taxes increased by $502,641, the fund was impacted by the elimination of the HRTG which had added revenue of $548,563 in the prior year. Investment income decreased by $116,028 due to lower investment yields and tighter cash flow within the fund.
- Budgeted cost reductions were made to the fund throughout fiscal 2010 and the reduction in expenditures mirrors this. Many departments experienced cost decreases for the year including Police ($542,911 reduction), Metropolitan Planning Commission ($268,860 reduction), Building Safety ($78,712 reduction) and Public Works ($51,899). The decrease in Judiciary function resulted from shifting expenditures related to cost allocations to the General government functions.
- Transfers out to other funds were reduced in fiscal 2010. Due to the implementation of the $43 solid waste service fee, the transfer out to the solid waste fund decreased by over $1 million to $465,000. The transfer out to the Building Safety and Regulatory Services funds was $678,047, a decrease of over $98,000 from the prior year. The SSD Fund transferred $525,561 to the Capital Improvement Fund, and most of the funds transferred were utilized for the purchase of police vehicles.

There are five capital project funds presented as major funds in this report. All the major capital project funds were the result of voter-approved referendums, the most recent being a referendum held in September 2006 that led to the creation of the Sales Tax V Capital Project Fund. The September 2006 referendum authorized the imposition and collection of a 1% special purpose local option sales tax beginning October 2008 and ending September 30, 2014. Tax collections

will be used for various defined capital projects, and will also provide percentage distributions to municipalities for their stated capital projects.

Revenues from special purpose local option sales tax declined $4.4 million at the fund level from 2009 due to the lagging economy. Capital project expenditures in the major funds showed a slight increase from 2009 levels of $755,173. Capital projects in the sales tax funds often take several years to complete and involve a variety of phases so that expenditures in these funds may, by their nature, vary widely from year to year. Schedules detailing SPLOST project expenditures are located in the State Mandated Section.

General Fund Budgetary Highlights

Budget to actual schedules are provided in the required supplementary information other than MD&A for the General Fund and other major governmental funds. Individual columns are provided for both the adopted and amended budgets. A column for actual expenditures and a column for differences between final budget and actual expenditures follow these columns. These schedules can be found beginning on page E-1.

Throughout the year Board approval is obtained for any budget adjustments at the department level as well as any adjustments to salaries and wages within the department. Significant budget adjustments made during the year included:

- January 2010: approved additional funding for Teleride paratransit services of $454,000
- May 2010: approved a fund balance appropriation for a contribution to the Pension Trust Fund of $1,834,000 to improve the funded status of the defined benefit plan
- June 2010: approved transfer of $1,184,243 to the CIP fund for capital equipment and projects including mosquito control equipment, police fleet vehicles, digital radio equipment and recreation improvements

Departmental budgets were also amended during the year to recognize 2009 encumbrance carry-forwards and transfer budgeted benefit costs back to departmental budgets.

Significant variances between the final budget and actual amounts are discussed herein:

- For fiscal 2010 there was a shortfall between revenue budgets and actual revenues of over $3.1 million.
- The County's General Fund recognized digest-based property tax revenue of $115.7 million for 2010. The revenue was $3.5 million below budget estimates of $119.2 million.
- Penalties and interest collected on delinquent taxes exceeded budgeted amounts by over $1 million. However, the revenue category exceeded 2009 levels by only $238,840.
- Local option sales tax (LOST) had a negative budget variance of $630,954 reflective of the national recessionary environment. However, 2010 LOST collections were actually higher than 2009 levels by $442,718.
- Departmental savings produced a positive appropriations variance for the General Fund of almost $9 million which helped offset the decline in tax revenues. There were no departments exceeding their 2010 budget appropriation. Outstanding encumbrances are

not included in the budget variances shown. At year end, the encumbrances in the General Fund totaled $2,169,399 or 24% of the expenditure variance. Encumbrances in effect represent commitments by management for certain goods and services to be paid in a future fiscal period.

- During the year fund balance appropriations of $5.2 million were budgeted. Of this amount, $2.4 was for prior year encumbrances and $978,952 for restricted fees. In addition $1.8 million was appropriated for contributions to the Pension Trust Fund to offset prior-year declines in market values in the County's defined benefit pension plan.

Capital Asset and Debt Administration

Capital Assets - At the conclusion of 2010, the County had invested more than $815 million in a broad range of capital assets including land, buildings, infrastructure, system improvements, machinery, equipment, parks, roads, bridges, major drainage structures and intangible assets. Investment in capital assets, net of depreciation, increased overall by $29 million. The County's financial statements present capital assets in two groups: those assets subject to depreciation such as equipment and operational facilities, and those assets not subject to depreciation such as land, right of ways and construction-in-progress.

The year's major asset activities included:

- Completion and capitalization of various projects and equipment including the purchase of the Commerce Building $6.5 million, CAT transit vehicles $6.8 million, Union Mission Health and Shelter Care Facility $2.3 million, Tom Triplett Park land and land improvements $1.6, Charlie Brooks Park land and land improvements $1.3 million, Fawcett Canal Drainage System $1.3 million, Halycon Drainage System $1 million, Truman Parkway Phase IV right-of-ways $1.3 million, and interoperable radio equipment $1 million.
- Transfer of Henderson Golf Course land from business-type activities to governmental activities, $6.6 million. The Henderson Golf Enterprise Fund was closed at year end, and all assets were transferred to the County's General Fund.
- The Construction-in-progress account reflected activity for a number of projects. Major expenditures for the year were reflected in the following projects:
    - Judicial Courthouse - $4.5 million expended
    - Detention Center Expansion Project - $3.2 million expended
    - Hardin Canal Drainage System - $2.8 million expended
    - Animal Control Facility - $1.2 million expended
    - Louis Mill/Redgate/Rahn Canal Drainage system - $944,371 expended
    - Gateway/Henderson Canal Drainage System - $828,996 expended

The County continues to expend funds as authorized by referendum for capital projects in the Sales Tax I, Sales Tax II, Sales Tax III, Sales Tax IV and Sales Tax V funds. At year end the County had outstanding construction commitments for related projects of $18,604,870. Financing for these construction commitments will be from special purpose local option sales tax collections. Chatham Area Transit had outstanding contract commitments of $5,222,460 related to design and remodeling of its administrative offices and the purchase of nine hybrid buses.

Due to the implementation of GASB Statement 51, fiscal 2009 balances were restated to recognize retroactive reporting of intangible assets. The net book value of intangible assets added to the 2009 schedule was $338,690.

A summary of the County's capital assets is shown below:

Capital Assets at Year-end
Net of Depreciation

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	$ 39,131,388	$ 28,474,662	$ 3,137,856	$ 9,721,727	$ 42,269,244	$ 38,196,389
Right of Ways	337,824,603	336,158,537			337,824,603	336,158,537
Construction-in-progress	47,702,502	42,906,844	144,900	135,000	47,847,402	43,041,844
Buildings and improvements	125,894,413	118,592,290	5,516,566	6,145,455	131,410,979	124,737,745
Machinery and Equipment	14,994,321	13,590,109	15,747,178	10,323,457	30,741,499	23,913,566
Plant		0	4,854,353	4,976,829	4,854,353	4,976,829
Infrastructure	220,718,859	214,767,815			220,718,859	214,767,815
Intangible assets	0	338,690			0	338,690
Totals	$ 786,266,086	$ 754,828,947	$ 29,400,853	$ 31,302,468	$ 815,666,939	$ 786,131,415

Additional information on the County's capital assets can be found in Note III.C on page D-28.

Debt – The County's long-term debt at June 30, 2010 totaled $43,616,934, a decrease of $2.2 million from 2009. Debt service payments for all of the County's obligations were made in accordance with contractual agreements. During the fiscal period, the County issued bonds through the Downtown Savannah Authority in the amount of $2.4 million to acquire land and improvements for a health and shelter care facility as described on page D-34. The bonds mature in 2029.

Net OPEB Obligation – The County's Net OPEB obligation increased $2.2 million from the prior year. The County is partially funding its annual OPEB obligation through a combination of pay-as-you-go and pre-funding of its obligations. The Net OPEB obligation is shown as a noncurrent liability on the government-wide financial statements.

Additional information on Chatham County's long-term obligations can be found in Note III.G.

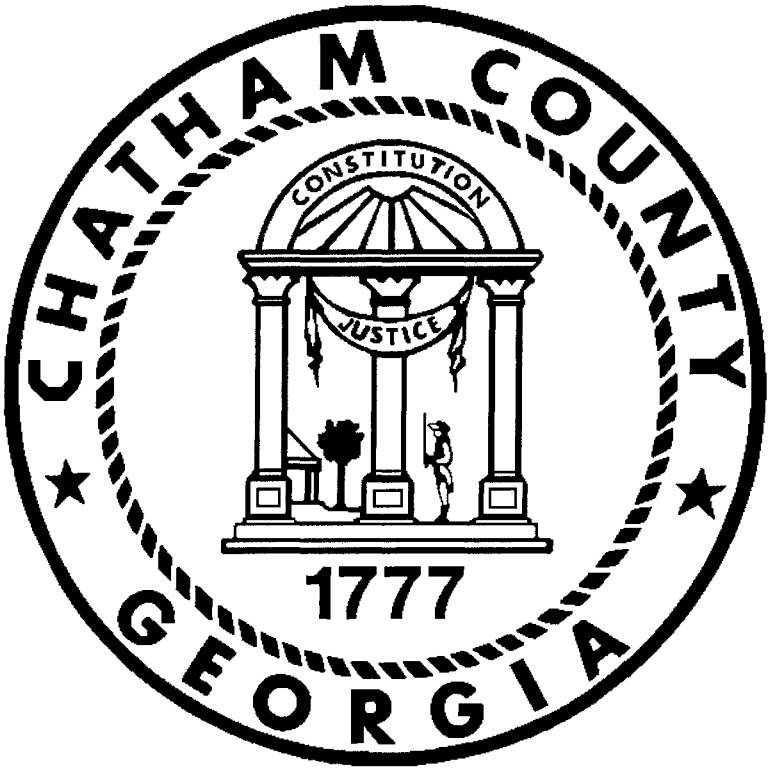
Currently Known Facts, Decisions, or Conditions

Currently known facts, decisions or conditions that are expected to have a significant effect on the financial position (net assets) or results of Chatham County's operations (revenues, expenses and other changes in nets assets) include:

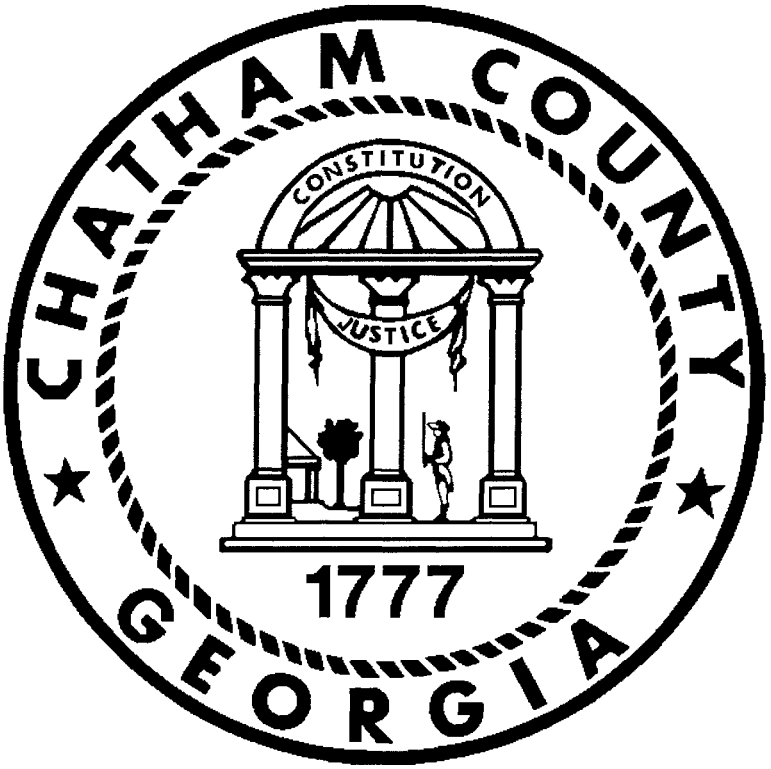
- During the 2009 legislative session, the Georgia General Assembly imposed laws to restrict growth in real property values. House Bill 233 imposed a statewide moratorium on assessment increases for three years, beginning in 2009. Senate Bill 55 requires counties to consider foreclosures and bank sales when determining property fair market values. For calendar 2010 the County's tax digest declined 3.02% in the General Fund and 2.36% in the Special Service tax district. The County anticipates continued declines in its tax digest for 2011 based upon current national trends.
- Original revenue projections for the County's Sales Tax V Capital Projects Fund were approximately $445 million. Due to revenue shortfalls to date, the County has reduced its revenue projection to $392 million. Project budgets have been adjusted accordingly. If sales tax collections continue to decline, additional project budget adjustments may be required.
- The County's Capital Improvement Program contains a number of unfunded projects, many of which are maintenance projects. As operating budgets continue to tighten, the County will be challenged to find additional dollars for maintenance and capital needs.
- The County is in the design phase of an expansion project for the Detention Center. Project completion is expected to occur in 2013. Upon completion, the General Fund will incur additional operating costs related to higher staffing needs and operating costs for the facility. The County has not identified a funding source for the additional operating costs.
- The Adopted 2011 budget included employer contributions of $2,800 per active employee for pre-funding of retirement health care. Due to budgetary constraints, the County was not able to increase the per-employee rate from 2010 levels. In addition the County's OPEB Trust fund also has budgeted $4.5 million for pay-as-you-go retiree health claims. To offset future benefit costs, the County needs to continue to increase funding for the OPEB Trust Fund to manage other post employment benefit costs.

Requests for Information

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information may be addressed to the Chatham County Finance Director, Chatham County, Georgia, P.O. Box 9297, Savannah, Georgia 31412.


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

GOVERNMENT-WIDE FINANCIAL STATEMENTS


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

CHATHAM COUNTY, GEORGIA
STATEMENT OF NET ASSETS
JUNE 30, 2010

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Chatham County Board of Health	Live Oak Public Libraries
ASSETS					
Cash and investments	$ 327,401,371	$ 7,091,850	$ 334,493,221	$ 1,291,935	$ 2,040,701
Receivables	37,327,871	3,196,360	40,524,231	810,939	335,526
Internal balances	(524,606)	524,606	-	-	-
Prepaid items	430,134	-	430,134	37,574	-
Inventories	131,161	277,505	408,666	-	-
Deferred charges	369,751	-	369,751	-	-
Pension asset	2,016,455	-	2,016,455	-	-
Restricted cash and investments	383,066	6,733,912	7,116,978	-	-
Capital assets:					
Land, improvements, and construction in progress	424,658,493	3,282,756	427,941,249	-	1,909,046
Other capital assets, net of depreciation	361,607,593	26,118,097	387,725,690	71,221	19,802,117
Total assets	1,153,801,289	47,225,086	1,201,026,375	2,211,669	24,087,390
LIABILITIES					
Accounts payable	13,211,144	2,395,546	15,606,690	339,119	5,789
Due to fiduciary funds	-	-	-	-	-
Other liabilities	1,025,791	801,331	1,827,122	-	51,447
Unearned revenue	61,355	62,299	123,654	-	1,178
Noncurrent liabilities:					
Due within one year	5,518,461	265,474	5,783,935	106,900	631,042
Due in more than one year	34,608,789	3,224,210	37,832,999	427,601	396,501
Net OPEB Obligation	6,313,286	359,246	6,672,532	-	-
Total liabilities	60,738,826	7,108,106	67,846,932	873,620	1,085,957
NET ASSETS					
Invested in capital assets, net of related debt	758,599,615	28,986,827	787,586,442	71,221	21,571,163
Restricted for:					
Capital projects	263,315,618	-	263,315,618		1,414,615
Debt service	107,909	-	107,909		-
Solid waste management activities	-	3,357,430	3,357,430		-
Other purposes	2,164,582	-	2,164,582	1,331,035	-
Unrestricted	68,874,739	7,772,723	76,647,462	(64,207)	15,655
Total net assets	$ 1,093,062,463	$ 40,116,980	$ 1,133,179,443	$ 1,338,049	$ 23,001,433

The notes to the basic financial statements are an integral part of this statement.

CHATHAM COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

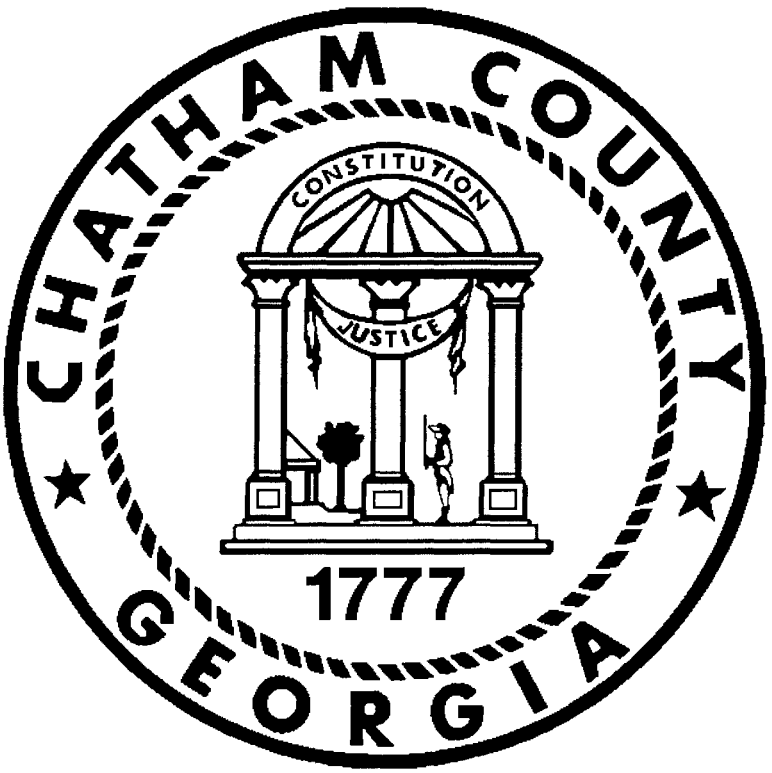
Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government:				
Governmental Activities:				
General Government	$ 40,142,519	$ 6,833,044	$ 140,549	$ 3,014,199
Judiciary	29,869,363	5,816,833	1,497,074	-
Public Safety	78,673,805	5,273,114	4,135,942	-
Public Works	22,221,382	795,069	-	8,227,947
Health and Welfare	11,652,725	55,650	62,258	-
Culture and Recreation	12,118,894	609,683	41,689	-
Housing and Development	2,778,599	472,631	-	-
Interest on Long-term debt	1,432,163	-	-	-
Total governmental activities	198,889,450	19,856,024	5,877,512	11,242,146
Business-type activities:				
Environmental services - Solid waste	2,881,772	1,554,397	-	19,929
Transportation services - Bus system	18,183,426	3,607,722	995,974	6,613,708
Recreational services - Golf	21,421	50,293	-	-
Other services:				
Water and Sewer	2,679,367	2,342,055	-	-
Parking	287,934	307,050	-	-
Building Safety and Regulatory Services	1,328,181	567,686	-	-
Total business-type activities	25,382,101	8,429,203	995,974	6,633,637
Total primary govemment	$ 224,271,551	$ 28,285,227	$ 6,873,486	$ 17,875,783
Component Units:				
Chatham County Board of Health	$ 10,983,892	$ 3,023,411	$ 6,897,013	$ -
Live Oak Public Libraries	11,430,000	269,509	1,102,127	2,092,391
Total component units	$ 22,413,892	$ 3,292,920	$ 7,999,140	$ 2,092,391
General revenues:				
Taxes:				
Property taxes, levied for general purposes				
Property taxes, levied for unincorporated area				
Property taxes, levied for transportation purposes				
Sales taxes for general purposes				
Special purpose local option sales taxes				
Other taxes				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net assets				
Net assets - beginning, restated				
Net assets - ending				

The notes to the basic financial statements are an integral part of this statement.

CHATHAM COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Chatham County Board of Health	Live Oak Public Libraries
$ (30,154,727)		$ (30,154,727)		
(22,555,456)		(22,555,456)		
(69,264,749)		(69,264,749)		
(13,198,366)		(13,198,366)		
(11,534,817)		(11,534,817)		
(11,467,522)		(11,467,522)		
(2,305,968)		(2,305,968)		
(1,432,163)		(1,432,163)		
(161,913,768)		(161,913,768)		
-	$ (1,307,446)	(1,307,446)		
-	(6,966,022)	(6,966,022)		
-	28,872	28,872		
-	(337,312)	(337,312)		
-	19,116	19,116		
-	(760,495)	(760,495)		
-	(9,323,287)	(9,323,287)		
(161,913,768)	(9,323,287)	(171,237,055)		
			$ (1,063,468)	
			-	$ (7,965,973)
			(1,063,468)	(7,965,973)
119,367,823	-	119,367,823	-	-
15,646,429	-	15,646,429	-	-
-	7,365,560	7,365,560	-	-
10,140,321	-	10,140,321	-	-
56,969,395	-	56,969,395	-	-
8,472,967	-	8,472,967	-	7,703,431
-	-	-	-	65,416
2,220,501	32,822	2,253,323	-	9,062
3,663,979	1,337,984	5,001,963	1,515,056	-
2,698,374	(2,698,374)	-	-	-
219,179,789	6,037,992	225,217,781	1,515,056	7,777,909
57,266,021	(3,285,295)	53,980,726	451,588	(188,064)
1,035,796,442	43,402,275	1,079,198,717	886,461	23,189,497
$ 1,093,062,463	$ 40,116,980	$ 1,133,179,443	$ 1,338,049	$ 23,001,433

The notes to the basic financial statements are an integral part of this statement.


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

FUND FINANCIAL STATEMENTS

CHATHAM COUNTY, GEORGIA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2010

	General Fund	Special Service District	Sales Tax I	Sales Tax II
ASSETS				
Cash and investments	$ 28,093,679	$ 7,725,929	$ 16,260,194	$ 5,759,267
Receivables	19,521,659	2,553,008	3,437,758	1,913,242
Due from other funds	2,661,409	-	-	-
Inventories	131,161	-	-	-
Prepaid items	412,389	17,745	-	-
Restricted cash	348,598	-	-	-
Total assets	$ 51,168,895	$ 10,296,682	$ 19,697,952	$ 7,672,509
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 2,784,774	$ 1,748,946	$ 133,347	$ 38,388
Taxes withheld and accrued	29,612	-	-	-
Due to other funds	723,764	-	-	-
Other payables	843,372	48,864	2,254	-
Deferred revenue	16,324,890	1,819,398	3,437,758	1,853,379
Total liabilities	20,706,412	3,617,208	3,573,359	1,891,767
Fund balances:				
Reserved for:				
Inventories and prepaid items	543,551	17,745	-	-
Encumbrances	2,169,399	190,172	-	-
Restricted fees	984,051	-	-	-
Debt service	-	-	-	-
Public safety	-	378,960	-	-
Unreserved:				
Designated, reported in:				
General fund	14,376,398	-	-	-
Undesignated, reported in:				
General fund	12,389,084	-	-	-
Special revenue funds	-	6,092,597	-	-
Capital projects funds	-	-	16,124,593	5,780,742
Total fund balances	30,462,483	6,679,474	16,124,593	5,780,742
Total liabilities and fund balances	$ 51,168,895	$ 10,296,682	$ 19,697,952	$ 7,672,509

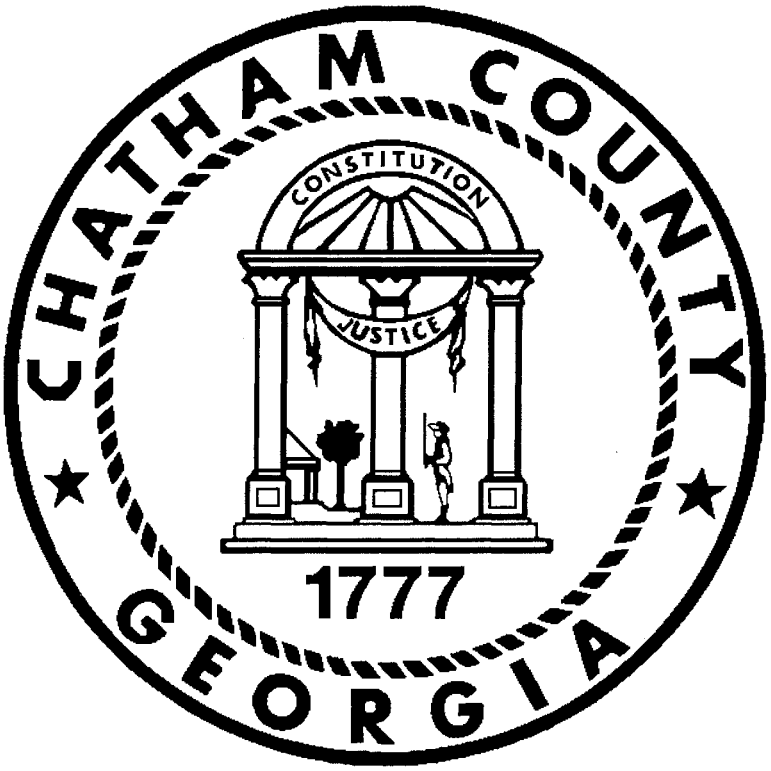
The notes to the basic financial statements are an integral part of this statement.

Sales Tax III	Sales Tax IV	Sales Tax V	Other Governmental Funds	Total
$ 62,911,713	$ 86,160,103	$ 81,273,022	$ 26,416,354	$ 314,600,261
243,540	340,754	5,538,634	3,436,357	36,984,952
-	-	-	-	2,661,409
-	-	-	-	131,161
-	-	-	-	430,134
-	-	-	34,468	383,066
$ 63,155,253	$ 86,500,857	$ 86,811,656	$ 29,887,179	$ 355,190,983
$ 929,355	$ 841,340	$ 159,406	$ 2,446,926	$ 9,082,482
-	-	-	-	29,612
-	-	-	2,462,251	3,186,015
2,298	3,686	2,034	4,376	906,884
-	-	-	32,381	23,467,806
931,653	845,026	161,440	4,945,934	36,672,799
-	-	-	-	561,296
-	-	-	-	2,359,571
-	-	-	-	984,051
-	-	-	107,909	107,909
-	-	-	1,180,531	1,559,491
-	-	-	-	14,376,398
-	-	-	-	12,389,084
-	-	-	614,330	6,706,927
62,223,600	85,655,831	86,650,216	23,038,475	279,473,457
62,223,600	85,655,831	86,650,216	24,941,245	318,518,184
$ 63,155,253	$ 86,500,857	$ 86,811,656	$ 29,887,179	$ 355,190,983

CHATHAM COUNTY, GEORGIA
GOVERNMENTAL FUNDS
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2010

Total fund balances, governmental funds		$ 318,518,184
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets.		786,266,086
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		25,422,906
Bond issuance costs and losses on early retirement are reported as expenditures in the governmental funds.		369,751
Some liabilities, (such as Notes Payable, Capital Lease Contract Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Assets:		
Capital leases	$ (693,169)	
Contractual Obligations	(28,575,930)	
Pollution Control Facilities	(79,824)	
Compensated Absences	(10,595,327)	
Claims and Judgements	(183,000)	(40,127,250)
Net OPEB liability not reported in fund statements		(6,313,286)
Interest payable on long-term obligations is not due and payable in the current period and therefore is not reported in the governmental funds.		(558,864)
Internal service funds are used by management to charge the cost of certain activities such as insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		9,484,936
Net Assets of Governmental Activities in the Statement of Net Assets		$ 1,093,062,463

The notes to the basic financial statements are an integral part of this statement.


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

CHATHAM COUNTY, GEORGIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010

	General Fund	Special Service District	Sales Tax I	Sales Tax II
REVENUES				
Property taxes	$ 117,367,054	$ 15,361,502	$ -	$ -
Local option sales tax	10,269,046	-	-	-
Other taxes	407,855	6,924,528	-	-
Penalties and interest	2,199,932	372,664	-	-
Licenses and permits	949,924	-	-	-
Intergovernmental	2,729,623	843,543	2,034	-
Charges for services	10,194,742	55,661	-	-
Fees and fines	3,168,591	1,476,754	-	-
Investment income	215,588	21,674	54,611	19,678
Other revenue	393,723	3,666	2,228	875
Total revenues	147,896,078	25,059,992	58,873	20,553
EXPENDITURES				
Current:				
General government	33,183,557	2,289,984	-	-
Judicial	26,488,091	1,859,623	-	-
Public safety	51,267,387	13,359,682	-	-
Public works	1,377,110	5,655,838	-	-
Health and welfare	10,762,012	-	-	-
Culture and recreation	10,783,734	-	-	-
Housing and development	569,259	1,242,757	-	-
Debt service:				
Principal	3,934,131	-	-	-
Interest and other charges	1,440,999	-	-	-
Capital outlay	-	-	5,842,577	1,905,725
Total expenditures	139,806,280	24,407,884	5,842,577	1,905,725
Excess (deficiency) of revenues over (under) expenditures	8,089,798	652,108	(5,783,704)	(1,885,172)
OTHER FINANCING SOURCES (USES)				
Bond issuance	-	-	-	-
Transfers in	486,181	611,627	-	-
Transfers out	(7,974,555)	(2,397,520)	-	-
Total other financing sources (uses)	(7,488,374)	(1,785,893)	-	-
Net change in fund balances	601,424	(1,133,785)	(5,783,704)	(1,885,172)
Fund balances - beginning, restated	29,861,059	7,813,259	21,908,297	7,665,914
Fund balances - ending	$ 30,462,483	$ 6,679,474	$ 16,124,593	$ 5,780,742

The notes to the basic financial statements are an integral part of this statement.

Sales Tax III	Sales Tax IV	Sales Tax V	Other Governmental Funds	Total
$ -	$ -	$ -	$ -	$ 132,728,556
-	-	-	-	10,269,046
-	-	56,969,395	1,140,584	65,442,362
-	-	-	-	2,572,596
-	-	-	472,631	1,422,555
-	-	-	7,442,904	11,018,104
30	-	-	2,753,956	13,004,389
-	-	-	283,927	4,929,272
497,660	838,022	539,155	65,204	2,251,592
14,679	66,495	-	663,798	1,145,464
512,369	904,517	57,508,550	12,823,004	244,783,936
-	-	-	3,282,001	38,755,542
-	-	-	361,306	28,709,020
-	-	-	7,281,141	71,908,210
-	-	-	625,137	7,658,085
-	-	-	-	10,762,012
-	-	-	-	10,783,734
-	-	-	968,106	2,780,122
-	-	-	140,000	4,074,131
-	-	-	94,221	1,535,220
8,869,652	10,015,221	8,878,355	12,250,254	47,761,784
8,869,652	10,015,221	8,878,355	25,002,166	224,727,860
(8,357,283)	(9,110,704)	48,630,195	(12,179,162)	20,056,076
-	-	-	2,400,000	2,400,000
-	-	-	3,333,003	4,430,811
-	-	-	(913,361)	(11,285,436)
-	-	-	4,819,642	(4,454,625)
(8,357,283)	(9,110,704)	48,630,195	(7,359,520)	15,601,451
70,580,883	94,766,535	38,020,021	32,300,765	302,916,733
$ 62,223,600	$ 85,655,831	$ 86,650,216	$ 24,941,245	$ 318,518,184

CHATHAM COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

Net change in fund balances - total governmental funds:		$ 15,601,451
Amounts reported for Governmental Activities in the Statement of Activities are different because:		
Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period. This is the amount by which capital outlays $38,227,613 exceeded depreciation $17,223,902 in the current period.		21,003,711
The net effect of various miscellaneous transactions involving capital assets is to increase net assets. The County received $3,442,050 in capital contributions, $7,152,999 in enterprise fund asset transfers and recorded ($161,621) related to disposals.		10,433,428
Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the Statement of Activities when earned.		
Deferred revenue	$ 7,075,108	
Pension asset	1,588,177	8,663,285
Governmental funds report debt proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of debt principal as an expenditure, In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities. This is the amount by which payments exceeded proceeds.		1,674,131
Governmental funds report the effect of bond issuance costs and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due. The net effect of these differences follows:		
Bond issuance costs	$ 48,937	
Amortization of bond issuance costs	(123,644)	
Amortization of bond discounts/premiums	127,367	
Interest expense - debt obligations	50,397	103,057
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:		
Compensated absences	$ (56,364)	
Claims and judgements	291,000	234,636
The current year's increase in the net OPEB liability creates a balance sheet item while increasing net expenses of the functions on the governmentwide statements		(2,080,766)
Internal service funds are used by management to charge the costs of certain activities such as insurance to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities. Internal service funds are used by management to charge the costs of certain activities, such as fleet maintenance and information technology, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.		1,633,088
Change in net assets of governmental activities		$ 57,266,021

The notes to the basic financial statements are an integral part of this statement.

CHATHAM COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF FUND NET ASSETS
JUNE 30, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities
	Chatham Area Transit Authority	Solid Waste Fund	Other Enterprise Funds	Total	Internal Service Funds
ASSETS					
Current assets:					
Cash and investments	$ 610,935	$ 2,696,960	$ 3,783,955	$ 7,091,850	$ 12,801,110
Receivable, net	2,268,106	68,050	860,204	3,196,360	342,920
Due from other funds	723,764	-	-	723,764	-
Inventories	277,505	-	-	277,505	-
Prepaid Expenses	-	-	-	-	-
Restricted cash	-	-	233,717	233,717	-
Total current assets	3,880,310	2,765,010	4,877,876	11,523,196	13,144,030
Non-current assets:					
Restricted cash	-	6,500,195	-	6,500,195	-
Capital assets, net of accumulated depreciation	20,048,726	2,200,621	7,151,506	29,400,853	-
Total non-current assets	20,048,726	8,700,816	7,151,506	35,901,048	-
Total assets	23,929,036	11,465,826	12,029,382	47,424,244	13,144,030
LIABILITIES					
Current Liabilities:					
Accounts payable	1,770,451	152,874	238,504	2,161,829	102,796
Payable from restricted assets	-	-	233,717	233,717	-
Due to other funds	-	-	199,158	199,158	-
Other accrued expenses	771,662	8,597	21,072	801,331	-
Unearned revenue	62,299	-	-	62,299	-
Current portion of long-term liabilities	50,431	198,971	16,072	265,474	-
Total current liabilities	2,654,843	360,442	708,523	3,723,808	102,796
Non-current liabilities:					
Due in more than one year	12,680	3,081,491	130,039	3,224,210	3,556,298
Net OPEB Obligation	118,011	97,962	143,273	359,246	-
Total non-current liabilities	130,691	3,179,453	273,312	3,583,456	3,556,298
Total liabilities	2,785,534	3,539,895	981,835	7,307,264	3,659,094
NET ASSETS					
Invested in capital assets, net of related debt	19,634,700	2,200,621	7,151,506	28,986,827	-
Restricted for solid waste management activites	-	3,357,430	-	3,357,430	-
Unrestricted	1,508,802	2,367,880	3,896,041	7,772,723	9,484,936
Total net assets	$ 21,143,502	$ 7,925,931	$ 11,047,547	$ 40,116,980	$ 9,484,936

The notes to the basic financial statements are an integral part of this statement.

CHATHAM COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities
	Chatham Area Transit Authority	Solid Waste Fund	Other Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES					
Charges for services	$ 3,607,722	$ 1,554,397	$ 3,267,084	$ 8,429,203	$ 19,821,746
Miscellaneous	1,326,235	370	5,376	1,331,981	-
Total operating revenues	4,933,957	1,554,767	3,272,460	9,761,184	19,821,746
OPERATING EXPENSES					
Personal services	9,340,922	1,124,803	1,831,397	12,297,122	-
Contractual services	4,006,223	885,654	1,390,123	6,282,000	20,612,577
Supplies	2,694,054	225,085	424,643	3,343,782	-
Interdepartment charges	-	344,912	162,594	507,506	-
Depreciation	1,917,679	301,318	475,173	2,694,170	-
Other costs	206,175	-	2,100	208,275	-
Total operating expenses	18,165,053	2,881,772	4,286,030	25,332,855	20,612,577
Operating income (loss)	(13,231,096)	(1,327,005)	(1,013,570)	(15,571,671)	(790,831)
NON-OPERATING REVENUES (EXPENSES)					
Intergovernmental	995,974	-	-	995,974	-
Special district transit tax	7,365,560	-	-	7,365,560	-
Interest and investment revenue	1,416	21,342	9,972	32,730	23,919
Interest expense and other	(18,373)	-	92	(18,281)	-
Gain (loss) on sale of capital assets	-	5,945	(30,815)	(24,870)	-
Total non-operating revenue (expenses)	8,344,577	27,287	(20,751)	8,351,113	23,919
Income (loss) before contributions and transfers	(4,886,519)	(1,299,718)	(1,034,321)	(7,220,558)	(766,912)
Capital contributions	6,613,708	19,929	-	6,633,637	-
Transfers in	2,231,323	1,695,943	678,047	4,605,313	2,400,000
Transfers out	-	-	(7,303,687)	(7,303,687)	-
Change in net assets	3,958,512	416,154	(7,659,961)	(3,285,295)	1,633,088
Total net assets - beginning	17,184,990	7,509,777	18,707,508	43,402,275	7,851,848
Total net assets - ending	$ 21,143,502	$ 7,925,931	$ 11,047,547	$ 40,116,980	$ 9,484,936

The notes to the basic financial statements are an integral part of this statement.

CHATHAM COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities
	Chatham Area Transit Authority	Solid Waste Fund	Other Enterprise Funds	Total	Internal Service Funds
Cash flows from operating activities:					
Passenger fares and other revenues	$ 5,123,150	$ 1,536,068	$ -	$ 6,659,218	$ (204,546)
Cash received from customers	-	-	3,041,908	3,041,908	-
Cash payments to employees for services	(9,361,318)	(1,087,915)	(1,703,412)	(12,152,645)	-
Cash payments to suppliers for goods and services	(6,338,034)	(1,407,460)	(1,979,597)	(9,725,091)	(20,438,977)
Cash received from contributions	-	-	-	-	19,814,542
Net cash provided (used) by operating activities	(10,576,202)	(959,307)	(641,101)	(12,176,610)	(828,981)
Cash flows from noncapital financing activities:					
Special district transit tax	7,094,476	-	-	7,094,476	-
Federal and state grants	1,496,907	-	-	1,496,907	-
Intergovernmental loan and borrowing under line of credit	(7,000)	-	-	(7,000)	-
Interest paid	(15,017)	-	-	(15,017)	-
Borrowings from (repayments to) other funds	(517,329)	-	(153,677)	(671,006)	-
Transfers in	2,231,323	1,695,943	678,047	4,605,313	2,400,000
Transfers out	-	-	(150,688)	(150,688)	-
Net cash provided (used) by noncapital financing activities	10,283,360	1,695,943	373,682	12,352,985	2,400,000
Cash flows from capital and related financing activities:					
Capital contributed by other governments	6,613,708	19,929	-	6,633,637	-
Payments from developers	-	-	(2,719)	(2,719)	-
Proceeds from disposal of capital assets	-	5,945	147,779	153,724	-
Interest payments on debt	(3,356)	-	-	(3,356)	-
Principal payments on debt	(47,777)	(187,557)	40,919	(194,415)	-
Acquisitions and construction of capital assets	(6,864,382)	(497,724)	(411,126)	(7,773,232)	-
Net cash (used) by capital and related financing activities	(301,807)	(659,407)	(225,147)	(1,186,361)	-
Cash flows from investing activities:					
Interest earned on cash and investments	1,416	21,342	10,064	32,822	23,919
Net cash provided (used) by investing activities	1,416	21,342	10,064	32,822	23,919
Increase (decrease) in cash and cash equivalents	(593,233)	98,571	(482,502)	(977,164)	1,594,938
Cash and cash equivalents, beginning of year	1,204,168	9,098,584	4,500,174	14,802,926	11,206,172
Cash and cash equivalents, end of year	$ 610,935	$ 9,197,155	$ 4,017,672	$ 13,825,762	$ 12,801,110
Reconciliation of operating income to net cash provided by (used in) operating activities:					
Operating income (loss)	$ (13,231,096)	$ (1,327,005)	$ (1,013,570)	$ (15,571,671)	$ (790,831)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	1,917,679	301,318	475,173	2,694,170	-
Change in assets and liabilities:					
(Increase) decrease in accounts receivables	189,193	(18,699)	(229,841)	(59,347)	(211,750)
(Increase) decrease in inventory	(16)	-	-	(16)	-
(Increase) decrease in prepaid items	509,510	-	-	509,510	-
Increase (decrease) in accounts/claims payable	293,884	48,191	74,560	416,635	173,600
Increase (decrease) in unearned revenue	(281,438)	-	(711)	(282,149)	-
Increase (decrease) in OPEB obligations	26,082	36,888	53,288	116,258	-
Total adjustments	2,654,894	367,698	372,469	3,395,061	(38,150)
Net cash provided (used) by operating activities	$ (10,576,202)	$ (959,307)	$ (641,101)	$ (12,176,610)	$ (828,981)
Noncash investing, capital, and financing activities:					
Capital assets transferred to governmental activities	$ -	$ -	$ 7,152,999	$ 7,152,999	$ -

The notes to the basic financial statements are an integral part of this statement.

CHATHAM COUNTY, GEORGIA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2010

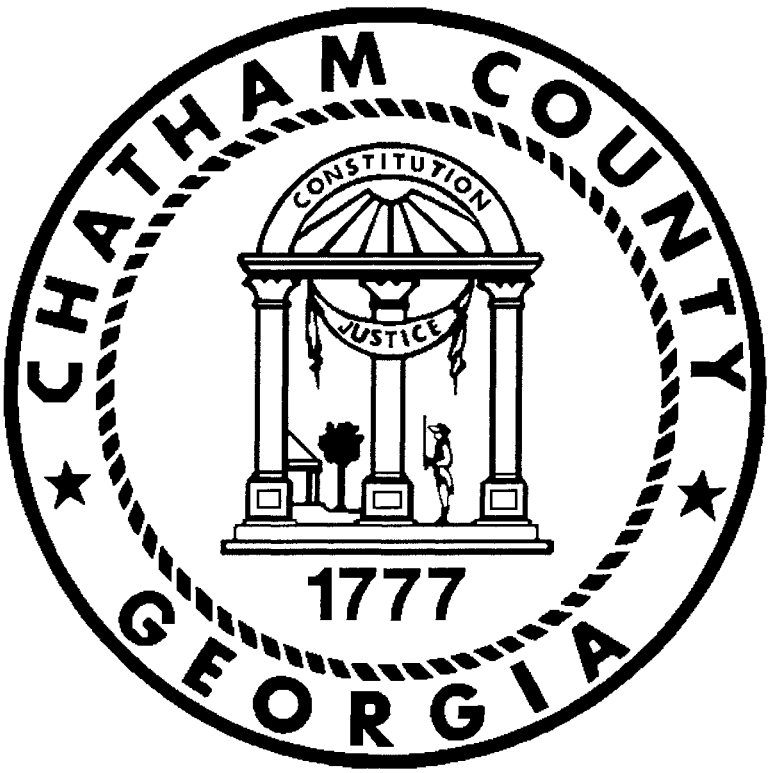
	Agency Funds	Pension (and Other Employee Benefit) Trust Funds
ASSETS		
Cash	$ 25,466,794	$ 10,805,066
Receivables:		
Interest and dividend	-	655,812
Sale of investments	-	4,039,314
Accounts	-	83,202
Investments, at fair value:		
U.S. government and agency obligations	-	17,682,441
Mortgage backed securities	-	4,641,696
Corporate bonds	-	30,579,288
Domestic stocks	-	41,918,985
Real estate investment trust	-	252,056
International equity funds	-	12,652,989
Exchange traded funds	-	1,216,741
Index funds	-	10,111,642
Other asset backed securities		89,211
Total Investments	-	119,145,049
Total assets	25,466,794	134,728,443
LIABILITIES		
Accounts payable	-	1,878,245
Due to others	25,466,794	-
Total liabilities	$ 25,466,794	1,878,245
NET ASSETS		
Held in trust for pension benefits		120,137,041
Held in trust for OPEB benefits		12,713,157
Total net assets		$ 132,850,198

The notes to the basic financial statements are an integral part of this statement.

CHATHAM COUNTY, GEORGIA
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

	Pension (and Other Employee Benefit) Trust Funds
ADDITIONS	
Contributions:	
Employer	$ 20,215,994
Plan members	2,517,623
Total contributions	22,733,617
Investment earnings:	
Net appreciation (depreciation) in fair value of investments	10,589,141
Interest	2,453,010
Dividends	1,013,953
Total	14,056,104
Less investment expense	464,611
Net investment income	13,591,493
Total additions	36,325,110
DEDUCTIONS	
Benefits - Pension	8,617,285
Risk management	3,816,008
Refunds of contributions	218,269
Administrative expense	584,710
Total deductions	13,236,272
Change in net assets	23,088,838
Net assets - beginning	109,761,360
Net assets - ending	$ 132,850,198

The notes to the basic financial statements are an integral part of this statement.


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting entity

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

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

On January 31, 2005, the County entered into an intergovernmental agreement with the Georgia Circuit Public Defender Office of the Eastern Judicial Circuit to provide for criminal indigent defense. Under the agreement, the County reimburses the State for the salaries and operating costs for twenty-seven employees. In addition, the County supplements the salaries of the Chief Public Defender and four Level IV Public Defenders. Only the portion of the costs for which the County is responsible is reported in these financial statements.

Generally accepted accounting principles define the reporting entity and provide parameters to use in determining which potential component units should be included in a primary government's financial statements. Inclusion is based on financial accountability or the fact that exclusion would make the financial statements misleading or incomplete. The financial reporting entity consists of (a) primary government, (b) organizations for which the primary government is financially accountable and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The nucleus of a financial reporting entity usually is a primary government; however, a governmental organization other than a primary government (such as a component unit, a joint venture, a jointly governed organization, or another stand alone government) serves as the nucleus for its own reporting entity when it issues separate financial statements.

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

1. Blended Component Unit

Chatham Area Transit Authority (Authority) - Financial information for the Authority is reported as part of the primary government as a component unit under the blending method. The Authority's governing body is substantially the same as the governing body of the primary government and meets the criteria

for inclusion as a component unit. Complete financial statements of the Chatham Area Transit Authority can be obtained directly from the administrative offices at Chatham Area Transit Authority, P. O. Box 9118, Savannah, Georgia 31412.

2. Discretely Presented Component Units

Live Oak Public Libraries – The Libraries meet the requirements for inclusion as a discretely presented non major component unit; therefore, its financial information is reported together with, but separately from, the primary government in the government-wide financial statements. The County's Board of Commissioners appoints a majority of the Libraries' board members and provides a substantial majority of funding for the operations of the Libraries; therefore, the Libraries are deemed to have a financial benefit/burden relationship with the County. Complete financial statements can be obtained directly from Live Oak Public Libraries, 2002 Bull Street, Savannah, Georgia 31401.

Chatham County Board of Health - The Board of Health meets the requirements for inclusion as a discretely presented non major component unit under a determination made by the State of Georgia; therefore, its financial information is reported together with, but separately from, the primary government as a discretely presented component unit. The Board of Health is a legally separate entity with the County appointing a voting majority of the entity's Board and the ability to impose its will on the Board. Complete financial statements can be obtained directly from Chatham County Board of Health, P.O. Box 14257, Savannah, Georgia 31416-1257.

3. Joint Venture

Under Georgia law, the County is a member of the Coastal Georgia Regional Development Center (RDC) and is required to pay annual dues. During the year ending June 30, 2010, the County paid $72,528 in such dues. Membership in an RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RDC in Georgia. The total council membership is 39, inclusive of 5 members from Chatham County. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RDC. Separate financial statements may be obtained from Coastal Georgia Regional Development Center, P.O. Box 1917, Brunswick, Georgia 31521.

B. Government-wide and Fund Financial Statements

The basic financial statements include both government-wide and fund financial statements. Government-wide statements focus on the County as a whole, and primary activities are categorized as either governmental or business-type. In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resource basis, incorporating long-term assets and receivables as well as long-term debt and obligations. The government-wide Statement of Activities reflects both the gross and net cost by functional category (general government, judiciary, public safety, public works, etc.). Gross expenses (including depreciation) are reduced by related program revenues, charges for services, and operating and capital grants. Program revenues are directly associated with the source function or business-type activity. Program revenues include i) charges for services, ii) operating grants and contributions, and iii) capital grants and contributions. Operating grants include operating-specific and discretionary grants while the capital grants reflect capital-specific grants. Charges for services include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a function or segment. The net cost (by function or business-type activity) is normally covered by general revenue (property, sales and other taxes, intergovernmental revenues, investment income, etc.).

While activities of discretely presented component units are reported in the County's government-wide financial statements, separate columns are utilized so that the activities of these component units can be viewed

independently from those of the primary government.

The government-wide focus is more on the sustainability of the County as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. In the process of aggregating data for the Statement of Net Assets and the Statement of Activities, some amounts reported as interfund activity and balances in the funds are eliminated or reclassified in the government-wide financial statements. Eliminations have been made in the Statement of Activities to remove the "doubling-up" effect of internal service fund activity. Interfund services provided and used are not eliminated in the process of consolidation. Also, the County allocates indirect cost to each of its funds. The indirect costs are eliminated in the government-wide financial statements.

Fund financial statements focus on individual major funds in either the governmental or business-type categories. Non-major funds (by category or fund type) are summarized into a single column.

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

Internal service funds (which traditionally provide services primarily to other funds of the government) are presented in summary form as part of proprietary fund financial statements. Since the principal users of the internal services are the County's governmental activities, financial statements of internal service funds are consolidated into the governmental column when presented at the government-wide level. To the extent possible, the cost of these services is reflected in the appropriate functional activity (general government, judiciary, public safety, public works, etc.).

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

C. Basis of Presentation

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

Major funds are separately presented within the basic financial statements. Major funds represent the government's most important funds and are determined based on percentages of assets, liabilities, revenues, and expenditures/expenses. Governments may also choose to report other funds as major funds if the fund is particularly important to financial statement users. The non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

The County uses the following fund types:

1. Governmental Funds:

The focus of governmental fund measurement (in the fund financial statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather

than upon net income. The following is a description of the governmental funds of the County:

a. General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The major fund (Special Service District) is used to account for special levy ad valorem taxes and other activities for the unincorporated area of the County. In preparation for GASB 54, the Street Paving Fund was dissolved and the assets transferred to the Special Service District Fund.

c. Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on governmental contractual obligations.

d. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Business-type/Proprietary Funds). The County displays four major funds, Sales Tax I, Sales Tax II, Sales Tax III, Sales Tax IV and Sales Tax V. These funds account for the proceeds of a special one cent sales tax adopted by referendum and related expenditures for roads, drainage and other improvements. Although the Sales Tax I and Sales Tax II funds did not meet the fiscal criteria for a major fund in 2010, the County chose to continue their presentation as major funds due to the high level of public interest in their activities.

2. Proprietary Funds:

Proprietary Funds are reported using the economic resources measurement focus. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the County:

a. Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) has a pricing policy designed for the fees and charges to recover similar costs. The major funds (Chatham Area Transit Authority and Solid Waste Management Fund) account for business-type activities for transportation services and solid waste collection and disposition. Per Board action, the Henderson Fund was dissolved and the assets transferred to the General Fund.

b. Internal Service Funds are used to account for the financing of goods or services provided by an activity to other departments or funds of the County on a cost-reimbursement basis. The County's internal service funds are used to account for the financing of certain risk management services, such as health insurance claims, worker's compensation claims, and catastrophic claims that are not covered by insurance.

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support County programs. The reporting focus (economic resources measurement focus) of trust funds is upon net assets and changes in net assets. The funds employ accounting principles similar to proprietary funds. Since agency funds report only assets and liabilities, they do not have a measurement focus; however, receivable and payable balances in the agency funds are recognized on the accrual basis of accounting. Trust and agency funds are used to account for activities that are custodial in nature. The County has one pension trust fund that accounts for the retirement benefits of the County's employees. Effective July 1, 2007, transactions related to retiree healthcare and other post-employment benefits, including activities related to the pre-funding of retiree healthcare, were recorded in the OPEB Trust Fund. There are eight agency funds, seven of which account for the receipts and disbursements of funds by the tax commissioner and

various clerks of court, and the eighth is the flex benefit plan, which accounts for employee withholdings for dependent and medical care under section 125 of the IRS code.

4. Non-Current Governmental Assets/Liabilities:

Information on the County's capital assets and long-term debt is incorporated into the Statement of Net Assets and also disclosed within these notes.

D. Basis of Accounting

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

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

1. Accrual:

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

2. Modified Accrual:

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

E. Assets, Liabilities, and Fund Equity

1. Deposits and Investments

The County has defined Cash and Cash Equivalents to include cash on hand, demand deposits, and cash with fiscal agent. Additionally, each fund's equity in the County's investment pool is considered to be a cash equivalent since the funds can deposit or effectively withdraw cash at any time without prior notice or penalty.

Investments are stated at fair value (quoted market price or the best estimate thereof).

The County operates a linked zero balance cash system with five zero balance accounts. All deposits are made in the collection account, and all disbursements are made from the accounts payable account, the jurors account, insurance account and the payroll account. The bank each day automatically moves all funds from the collection account to an interest bearing super NOW account (master funding account). The County allocates investment earnings of the cash and investment pool to each participating fund on a monthly basis in accordance with the funds' average equity balance in the pool for the month.

2. Receivables

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

The major receivable for the County is property taxes receivable. Property taxes are levied on all taxable real, public utilities, and personal property (including vehicles) located within the County. Assessed values for

The property tax calendar is as follows:

Beginning of fiscal year for taxes	January 1, 2010
First installment real property tax bills rendered (based on prior year digest)	April 1, 2010
First installment real property tax payment due	June 1, 2010
Millage rate adopted by resolution	July 9, 2010
County tax digest approved by the State of Georgia for collection	August 2, 2010
Second installment real and personal property tax bills rendered	October 9, 2010
Second installment real property tax payment due	December 10, 2010
Tax sales 2001-2009 delinquent real property tax and other assessments	Various

property tax purposes are determined by the Chatham County Board of Tax Assessors for all property except public utilities and motor vehicles. Assessed value is set at 40% of market value. Public utility and motor vehicle assessed values are established by the State of Georgia. Property taxes are levied by the last quarter of the year in which they are assessed, or as soon after as deemed practical. Taxes are due and payable when levied. Chatham County may place liens on property once the related tax payments become delinquent. A lien on such property becomes enforceable 60 days after final notification on delinquency of property taxes. Property tax millage rates are usually adopted in July and tax bills are rendered by September 15.

3. Inventories and Prepaid Items

Inventories are stated at cost on the basis of "first in, first out" (FIFO) method of accounting. Inventory in the General and Enterprise Funds consists of expendable supplies held for consumption. Costs are recorded as expenditures at the time inventory is used (consumption method). Reported inventories in the General Fund are equally offset by a fund balance reserve, which indicates that the inventories do not constitute "available spendable resources" even though they are a component of net current assets.

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

4. Restricted Assets

Governmental Funds – Juvenile Court funds held in escrow under the Georgia Co-Ops Program were restricted. Chatham Emergency Management Agency Fund restricted funds were generated from contributions by private industry for use in a separate local emergency planning commission. Other funds were restricted in the Debt Service Fund for unspent bond proceeds and the Land Disturbing Activities Ordinance Fund for tree planting and replacement programs.

Enterprise Funds - The Water and Sewer Fund maintains a separate account for the purpose of segregating funds received for customers' security deposits. Refunds of customer deposits are paid from this account. Liabilities payable from restricted assets are reported separately to indicate that the source of payment is the restricted assets. The Solid Waste Management Fund maintains a separate fund to account for the provision of solid waste collections, transportation, and disposal for the residents of the unincorporated area of Chatham County. This fund provides for the operation of the County's landfills, which were separated from the Public Works Department in 1992 to comply with state accounting and reporting requirements. Solid Waste Fund cash has been restricted for Solid Waste Management activities under the Georgia Solid Waste Management Act and for financial assurance of closure and postclosure costs.

Trust and Agency Funds - Restricted cash and investments are held by various financial institutions in the County's name for the County's Pension Trust Fund.

Additional data on the County's cash and investment policies and risk concentrations is found in Note III. A.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined by the government as assets with an initial individual cost of $5,000 or more and an estimated useful life in excess of two years. Infrastructure assets are capitalized at cost starting at $50,000. Significant interest costs incurred during construction are recorded as part of the asset's cost. In the case of the initial capitalization of general infrastructure assts (i.e., those reported by governmental activities) the County included all such items regardless of their acquisition date or amount. The County was able to estimate the historical cost for the initial reporting of those assets through backtrending (i.e. estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the County constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the government values these capital assets at the estimated fair value of the item at the date of its donation.

The County has capitalized networks/subsystems for the following major infrastructure groups: roads, right of ways, bridges, drainage (open systems), drainage (closed systems), and sidewalks. A capitalization threshold of $21 million was used to determine whether a network/subsystem would be incorporated for retroactive infrastructure reporting.

Capital assets of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Building	10-50
Building Improvements	10
Public Domain Infrastructure	30-50
System Infrastructure	20-50
Intangibles	7-15
Vehicles	5
Office Equipment	4-40
Furniture and Fixtures	5-10

6. Long-Term Liabilities

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Assets.

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

7. Claims, Judgments, and Compensated Absences

The liability for claims and judgements and compensated absences has been accrued. The total liability for proprietary funds is recorded in the proprietary fund type.

The County's policy is to permit employees to accumulate earned but unused vacation, sick pay benefits and compensatory time. The accumulated benefits will be liquidated in future years as employees elect to use them. In the normal course of business, all payments of these accumulated benefits will be funded from appropriations in the year they are to be paid. All compensated absences are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

In accordance with the Fair Labor Standards Act, employees may receive compensatory time off in lieu of overtime pay. Unused compensatory time may be banked up to 480 hours for law enforcement and emergency response personnel and 240 hours for other personnel. Non-exempt employees will be paid for accumulated compensatory time at separation. The potential liability for compensatory time at June 30, 2010 is $153,185.

8. Equity Classifications

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

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

F. Revenues, Expenditures, and Expenses

1. Operating and Non-operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and or services. Also included are all revenues and expenses not related to capital and related financing, non-capital financing, or investing activities. For the County's blended component unit, grants for specific transit activities are reported as operating revenues. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and

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

2. Expenditures/Expenses

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

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

3. Interfund Transactions

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

4. Use of Estimates

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

5. Internal Service Fund Consolidation

Internal service fund revenues and expenses are consolidated as part of governmental activities. Although the Health Insurance Fund provides services to both governmental and business-type activities, the proportionate share to business-type activities is immaterial.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Balances/Net Assets

The Land Bank Fund has a fund deficit of $59,345. The fund's main revenue source is real property sales. In the future, county property purchases negotiated by the Land Bank Fund will be charged a real estate commission to help eliminate the deficit. The Building Safety and Regulatory Services Fund experienced a deficit net assets balance of $161,232. Due to the unstable economy and housing market, expenses have been cut to the minimum and additional staff laid off.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

General: The County maintains a cash and investment pool utilized by the majority of the County's funds. The five major capital project funds – Sales Tax I, Sales Tax II, Sales Tax III, Sales Tax IV, and Sales Tax V – maintain their own individual bank accounts and investments. The cash and investments of the Chatham County Employees' Retirement Plan (CCERP) are also held separately and reported within the Pension Trust Fund. Cash and investments intended for payment of other post-employment benefits are held separately and reported in the other Post-Employment Benefit Trust Fund.

Deposits:
Custodial Credit Risk for deposits is the risk that, in the event of bank failure, a government's deposits may not be returned to it. At June 30, 2010 all of the County's deposits were either covered by federal depository insurance or collateralized through the Georgia Public Funds Pledging Pool, a multiple financial institution collateral pool administered by the Georgia Bankers Association for the State of Georgia.

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

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

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

Investments:
In its investment of both public and pension trust funds, the County follows state statutes and adopted investment policies. As of June 30, 2010 the investments of the Primary Government, OPEB and the CCERP were:

			Maturities in Years			
Type of Investment	Average Credit Rating	Fair Value	Less than 1	1-3	4-5	Greater than 5
Primary Government:						
Georgia Fund I	Aaa	$ 55,909,039	$ 55,909,039	$ -	$ -	$ -
US Government/Agency Sec	Aaa	40,074,895	3,016,680	3,152,310	25,857,175	8,048,730
OPEB Trust Fund:						
Index Funds	NR	10,111,642	10,111,642			
Pension Trust Fund:						
US Government/Agency Sec	Aaa	17,682,441	-	2,640,282	3,051,191	11,990,969
Mortgage Backed Securities	Aaa	4,641,696	-	-	-	4,641,696
Corporate Bonds						
Various	A	21,927,556	1,370,516	3,893,394	4,180,472	12,483,174
Various	Aa	2,873,795	161,870	704,668	455,786	1,551,471
Various	Baa	5,777,937	737,469	1,381,916	893,318	2,765,234
Domestic Stock	NR	41,918,985	41,918,985	-	-	-
Real Estate Investment Trust	NR	252,056	252,056	-	-	-
LMTD Partnership Equity Units	NR	89,211	89,211			
International Equity Funds	NR	12,652,989	12,652,989	-	-	-
Equity Mutual Funds	NR	1,216,741	1,216,741	-	-	-
Total Investments		$ 215,128,983	$ 127,437,198	$ 11,772,570	$ 34,437,942	$ 41,481,274

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

State law also governs the investment of retirement funds (O.C.G.A. 47-20-84) and post-employment benefit funds (O.C.G.A. 47-20-10h and 47-20-10.1) and limits investments to maximum concentrations by investment category (at cost). The County's defined benefit pension plan qualifies as a "large retirement system", a designation which allows the plan additional investments in equity securities.

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

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

Interest rate risk is the risk that the changes in interest rates will adversely affect the value of an investment. The County's Investment Policy states that the County will structure its portfolio to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities prior to their maturity. The Policy also emphasizes the purchase of shorter term or more liquid investments. The Policy does not place formal limits on investment maturities.

Policies of the CCERP limit short-term investments to specified securities: money market accounts, direct obligations of the U.S. Government with maturities of 1 year or less, and commercial paper maturing within 270 days that are rated A-1 or higher by Standard & Poor 's or P-1 by Moody's Investor Services.

Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. The County's Investment Policy seeks to minimize credit risk through diversification of investments within the choices allowed under state statutes. CCERP policies minimize credit risk by setting a target average credit quality of "A" or higher for the bond portfolio. Investments in all corporate fixed income securities are limited to an investment grade of "BAA" or higher as rated by Moody's or "BBB" or higher as rated by Standard & Poor's.

All of the County's investments in U.S. Treasury and Agency securities carry the explicit guarantee of the U.S. government. U.S. Agency securities underlie repurchase agreements.

Foreign currency risk is the risk that exchange rates may effect the valuation of an investment. The Pension Plan has investments in one international equity fund (various currencies) subject to foreign currency risk. The fair value of these funds as of June 30, 2010 was $12,652,989. State law limits the Pension Plan's investment in foreign equities, and the County has not adopted additional policies.

Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. Disclosures are required for any issuer that represents 5% of more of total investments, exclusive of mutual funds, external investment pools, and investments issued or guaranteed by the U.S. government. The County's Investment Policy places maximum limits on investment of public funds as follows:

Bankers' Acceptances maturing within 270 days and eligible for purchase by the Federal Reserve	20%
Certificates of Deposit	20%
U.S. Treasury Obligations	100%
OTFS-Georgia Fund 1 (liquidity pool)	80%
OTFS-GEAP (intermediate pool)	50%
Obligations of Georgia and its political subdivisions	25%
Repurchase agreements collateralized by US Government Securities	25%
Collateralized instruments offered by approved County depository bank(s)	100%
Interests or securities in no-load, open-end mutual funds as provided for in OCGA 36-82-7 (bond proceeds only)	100%
Mortgage pass-throughs/REMICS/CMOs/other mortgage-backed Securities (other than high-risk* derivatives) issued by a US Government Agency or Instrumentality	25%
U.S. Government agencies or instrumentalities	100%
Local community investment opportunities	10%

*CMOs must pass the FFIEC (or surviving and mutually agreed upon equivalent) tests one and two.

In addition, the CCERP's Investment Policy seeks a diversified portfolio of fully negotiable, equity, fixed income, and money market securities, with the following maximum investment limits, stated at cost:

Equity securities	60%
Foreign equity assets	10%
Small or Mid-Cap Stocks	30%
Single Corporate Issuer	5%
Collateralized Mortgage Obligations	15%

There are no limits on fixed income securities issued directly by the U.S. government or any agency thereof. Prohibited investments are also specified in the policy.

The County's Pension Board follows State law in its investment of assets of the OPEB Trust Fund. Current investments are divided between index funds concentrating in fixed income and domestic equities.

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

Basic financial statements:	
Cash and investments	$ 334,493,221
Restricted cash	7,116,978
Trust and agency funds	155,416,909
Total	$ 497,027,108
Notes to financial statements:	
Cash on hand	$ 50,177
Deposits	281,847,948
Investments	215,128,983
Total	$ 497,027,108

B. Receivables

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

Receivables:	Taxes	Accounts	Inter-governmental	Gross Receivables	Allowance for Uncollectibles	Net Receivables
General	$ 17,665,104	$ 50,617	$ 1,961,938	$ 19,677,659	$ (156,000)	$ 19,521,659
Special Service District	2,077,249	385,129	108,630	2,571,008	(18,000)	2,553,008
Sales Tax I	-	-	3,437,758	3,437,758	-	3,437,758
Sales Tax II	-	-	1,913,242	1,913,242	-	1,913,242
Sales Tax III	-	-	243,540	243,540	-	243,540
Sales Tax IV	-	-	340,754	340,754	-	340,754
Sales Tax V	-	-	5,538,634	5,538,634		5,538,634
Chatham Area Transit	-	330,717	1,937,389	2,268,106	-	2,268,106
Solid Waste	-	63,630	4,420	68,050	-	68,050
Nonmajor Governmental	23,706	397,674	3,015,976	3,437,356	(1,000)	3,436,356
Internal Service	-	267,920	75,000	342,920	-	342,920
Nonmajor Enterprise	-	1,054,811	-	1,054,811	(194,607)	860,204
Fiduciary Fund	-	4,778,328	-	4,778,328	-	4,778,328
Total	$ 19,766,059	$ 7,328,826	$ 18,577,281	$ 45,672,166	$ (369,607)	$ 45,302,559

C. Capital Assets

Capital assets activity for the year ended June 30, 2010 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Non-Depreciable Assets:				
Land	$ 28,474,662	$ 10,656,726	$ -	$ 39,131,388
Right of Ways	336,158,537	1,666,066	-	337,824,603
Construction in Progress	42,906,844	23,191,939	18,396,281	47,702,502
Depreciable Assets:				
Buildings and Improvements	154,347,920	11,566,651	-	165,914,571
Machinery and Equipment	48,142,034	5,297,863	3,508,940	49,930,957
Infrastructure	399,791,651	14,834,715	-	414,626,366
Intangible Assets	3,386,900	-	-	3,386,900
Total	1,013,208,548	67,213,960	21,905,221	1,058,517,287
Accumulated Depreciation:				
Buildings and Improvements	(35,755,630)	(4,264,528)	-	(40,020,158)
Machinery and Equipment	(34,551,925)	(3,732,029)	(3,347,318)	(34,936,636)
Infrastructure	(185,023,836)	(8,888,655)	(4,984)	(193,907,507)
Intagible Assets	(3,048,210)	(338,690)	-	(3,386,900)
Total Accumulated Depreciation	(258,379,601)	(17,223,902)	(3,352,302)	(272,251,201)
Total Governmental Activities	754,828,947	49,990,058	18,552,919	786,266,086
Business-Type Activities:				
Non-Depreciable Assets:				
Land	9,721,727	-	6,583,871	3,137,856
Construction in Progress	135,000	9,900	-	144,900
Depreciable Assets:				
Buildings and Improvements	12,128,931	418,682	862,223	11,685,390
Plant	11,684,334	228,801	52,825	11,860,310
Machinery and Equipment	22,903,576	7,325,601	2,171,877	28,057,300
Total	56,573,568	7,982,984	9,670,796	54,885,756
Accumulated Depreciation:				
Buildings and Improvements	(5,983,476)	(478,444)	(293,096)	(6,168,824)
Plant	(6,707,505)	(320,463)	(22,011)	(7,005,957)
Machinery and Equipment	(12,580,119)	(1,895,262)	(2,165,259)	(12,310,122)
Total Accumulated Depreciation	(25,271,100)	(2,694,169)	(2,480,366)	(25,484,903)
Total Business-Type Activities	31,302,468	5,288,815	7,190,430	29,400,853
Total Capital Assets	$ 786,131,415	$ 55,278,873	$ 25,743,349	$ 815,666,939

Due to the implementation of GASB 51, intangible assets were added to the beginning balance in the amount of $3,386,900 with accumulated depreciation of $3,048,210. The net book value of these assets was $338,690.

Depreciation expense was charged to governmental activities as follows:

General government	$ 3,085,125
Judiciary	280,550
Public safety	2,663,999
Public works	9,105,231
Culture and recreation	1,224,112
Health and welfare	864,885
Total depreciation expense	$ 17,223,902

The County has active construction projects as of June 30, 2010. At year-end the government's major commitments are as follows:

	Contract Balance June 30, 2010
Sales Tax I	$ 2,857,007
Sales Tax II	963,975
Sales Tax III	4,739,633
Sales Tax IV	6,445,047
Sales Tax V	884,040
Nonmajor Governmental	2,715,168
Total	$ 18,604,870

The Chatham Area Transit Authority had outstanding at June 30, 2010 contract commitments totaling approximately $5,222,460 related to design and remodeling of the administrative offices and the purchase of nine hybrid buses. These capital asset projects are to be funded through matching federal grants.

D. Interfund receivables, payables and transfers

Interfund receivable and payable balances at June 30, 2010 are as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	$ 2,462,251
	Nonmajor Enterprise	199,158
Chatham Area Transit Authority	General Fund	723,764
Total		$ 3,385,173

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

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

Receiving Fund:	Paying Fund:	Amount
Major Funds		
General	Special Service District	$ 362,493
General	Nonmajor Enterprise Fund	123,688
Special Service District	Nonmajor Governmental	584,627
Special Service District	Nonmajor Enterprise Funds	27,000
Solid Waste	General	1,230,943
Solid Waste	Special Service District	465,000
Chatham Area Transit	General	2,231,323
Nonmajor Funds		
Governmental	General	2,409,567
Governmental	Special Service District	594,701
Governmental	Nonmajor Governmental	328,735
Enterprise Fund	Special Service District	678,047
Internal Service Fund	General	2,100,000
Internal Service Fund	Special Service District	300,000
Total		$ 11,436,124

At the fund level, $7,276,687 was recorded as a transfer out of the Henderson Fund. This transfer out represented the assets reassigned from the Henderson Fund to the general government during 2010 of which $7,152,999 consists of capital assets which are not included above.

Interfund transfers are used to 1) move revenues from the fund where they are authorized for collection by statute or budget to the fund where statute or budget requires expenditure, 2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and 3) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers are eliminated in the government-wide financial statements if the interfund transfer is within the governmental fund group.

E. Short-term Debt

Chatham Area Transit Authority has a $1,500,000 operating line of credit agreement with a bank that expires October 31, 2010, unless extended. The bank made advances on the line of credit in order to provide the Authority with operating funds throughout the year. Interest is payable monthly at LIBOR market index rate plus 2.0%.

A schedule of changes in short-term debt follows:

Fund:	Beginning Balance	Increases	Decreases	Ending Balance
Chatham Area Transit Authority Enterprise Fund	$ -	$ 3,500,000	$ 3,500,000	$ -
Total	$ -	$ 3,500,000	$ 3,500,000	$ -

F. Capital Leases

The County and its agencies have entered into lease agreements as lessee for financing the acquisition of machinery and equipment for various County offices. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

The following is an analysis of capital assets leased under capital leases as of June 30, 2010:

	Governmental Activities	Business-Type Activities
Machinery and Equipment	$ 8,733,203	$ 365,161
Less: Accumulated depreciation	(7,257,051)	(278,659)
Total	$ 1,476,152	$ 86,502

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2010 were as follows:

Year Ending June 30	Governmental Activities	Business-Type Activities
2011	$ 355,590	$ 51,134
2012	324,158	12,784
2013	54,953	-
2014	4,579	-
Total minimum lease payments	739,280	63,918
Less: amount representing interest	(46,111)	(807)
Present value of minimum lease payments	$ 693,169	$ 63,111

G. Long -term debt

Schedule of Contractual Obligations

Purpose	Issue Date	Average Interest Rates	Original Amount	Amount Outstanding
Governmental Activities:				
(1) Downtown Savannah Authority (Chatham County Projects) Series 2005	June 2005	3.00 - 4.25%	$ 29,055,000	$ 15,265,000
(2) Chatham County Hospital Authority Revenue Bonds	April 1993	3.50 - 5.70%	2,245,000	645,000
(3) Downtown Savannah Authority Series 2005A	November 2005	3.00 - 5.00%	6,075,000	5,940,000
(4) Mosquito Control Facility	January 2003	6.08%	4,596,057	4,083,873
(5) Downtown Savannah Authority Series 2009	August 2009	3.81%	2,400,000	2,400,000
Total			$ 44,371,057	$ 28,333,873

Information on each of these contractual obligations is shown below:

Governmental Activities:

(1) Downtown Savannah Authority Revenue Refunding and Improvement Bonds (Chatham County Projects), Series 2005:

In June 2005 the County issued bonds through the Downtown Savannah Authority in the amount of $29,055,000. The bonds bear interest ranging between 3% and 4.25% with final maturity in 2024. Proceeds of the bond issue were used to i) currently refund and redeem all of the outstanding Downtown Savannah Authority Refinanced Courthouse Improvement Detention Bonds, Series 1993A in the amount of $17,404,290, ii) provide new facilities funding of $12,000,000, and iii) pay related costs of issuance. The bonds were issued at a premium of $717,431.

The refunding provided a reduction in total future debt service payments of $742,116 with most of the savings occurring within the first year. The transaction generated an economic gain (difference between the present values of the old and new debt service payments) of $710,522. On June 29, 2005 all of the Series 1993 bonds were called for redemption. Thus, none of the 1993 bond series remain outstanding.

Proceeds from the bond sale will be applied to the following projects, i) renovation of health facilities for the Chatham County Board of Health, ii) conversion of an existing facility into a behavioral health facility, iii) replacement of a dome roof on the Chatham County Aquatic Center, iv) replacement of the Chatham County Animal Control Shelter, v) construction of a fifth floor addition on the South Annex for county offices, and vi) construction or purchase of a facility for the Chatham County Counter Narcotics Team.

Pursuant to the bond issue, the County entered into an intergovernmental contract with the Downtown Savannah Authority whereby the County has an unconditional obligation to provide sufficient funds for debt service payments and related paying agent or bond registrar fees. The County is authorized to exercise its powers of taxation to the extent necessary to pay the amounts required by the contract.

(2) Chatham County Hospital Authority Revenue Bonds:

On April 28, 1993, the Chatham County Hospital Authority (Georgia) issued $2.245 million Revenue Bonds. The bonds were issued by the Chatham County Hospital Authority to provide funds for the purpose of acquiring land and constructing improvements and/or making renovations to existing improvements thereon, in order to provide additional and enhanced public health facilities in Chatham County.

The Bonds are limited obligations of the Authority, payable from payments made by the County to the Authority under the Lease with respect to the Project costs and from other revenues and funds pledged to the payment thereof as described herein. The obligation of the County pursuant to the Lease is to make payments sufficient to pay the principal of, absolute and unconditional within the seven mill limitation prescribed by the Hospital Authorities Law of Georgia, and the County has covenanted to annually levy a tax, within said seven mill limitation, on all property subject to taxation within the County to enable it to make such payments. However, the Bonds do not constitute direct obligations of the County and are not themselves secured by the general credit of taxing power of the County.

(3) Downtown Savannah Authority Revenue Refunding Bonds (Chatham County Projects), Series 2005A:

In November 2005 the County issued bonds through the Downtown Savannah Authority in the amount of $6,075,000. The bonds bear interest ranging between 3.00% and 5.00% with final maturity in 2020. Proceeds of the bond issue were used to i) partially refund and redeem the outstanding Downtown Savannah Authority Revenue Bonds, Series 1999 in the amount of $5,845,000 and ii) pay related costs of issuance. The bonds were issued at a premium of $221,126. Remaining balance for the 2005A Series at June 20, 2010 was $5,940,000.

The refunding provided a reduction in total future debt service payments of $322,407 with most of the savings occurring within the first year. The transaction generated an economic gain (difference between the present values of the old and new debt service payments) of $243,373.

Pursuant to the bond issue, the County entered into an intergovernmental contract with the Downtown Savannah Authority whereby the County has an unconditional obligation to provide sufficient funds for debt service payments and related paying agent or bond registrar fees. The County is authorized to exercise its powers of taxation to the extent necessary to pay the amounts required by contract.

(4) Mosquito Control Facility:

On February 2001, the County entered into an intergovernmental agreement with the Savannah Airport Commission (SAC). Under terms of the agreement the County contracted to reimburse the SAC for the design and construction costs of a Mosquito Control Facility. The County occupied the Mosquito Control Facility on January 1, 2003. The County will repay SAC $4,596,057 over thirty years at an interest rate of 6.08%. Monthly payments of $27,793, began January 1, 2003 and will conclude on December 1, 2032.

The County is also leasing an approximately 7.7 acre site (land lease) where the facility was built for fifty years with annual rental based on the appraised value of the land multiplied by a 12% factor. Rental rates for the land lease will be amended and modified every five years based upon a reappraisal of the value of the land. At inception, the agreement specified an annual land rental of $36,342. Effective January 1, 2008 the annual land rental rate was amended to $38,496 based on the new market valuation. The Savannah Airport Commission voted to implement the new market valuation incrementally over a five-year period ($1,600 divided by 5 years = $320 increase per year). In addition the Commission agreed to decrease the ground lease rate factor from 12% to 10%.

(5) Downtown Savannah Authority Revenue Bonds (Chatham County – Union Mission Project), Series 2009:

In August 2009 the County issued bonds through the Downtown Savannah Authority in the amount of $2,400,000. The bonds bear interest at 3.81% per annum, and will be repaid annually, with final maturity on July 1, 2029. The bonds were sold to Wachovia Bank, N.A. through a private placement transaction, and no premium or discount was recorded at issuance. The bank has the option to "put" or sell the bonds to the Downtown Savannah Authority on July 1, 2014, July 1, 2019 and July 1, 2024. Proceeds from the bond sale were used to i) acquire land and improvements for a health and shelter care facility and ii) pay related bond issuance costs.

The County entered into an intergovernmental agreement with the Downtown Savannah Authority whereby the County has an unconditional obligation to provide sufficient funds for debt service payments and related paying agent or bond registrar fees. The County is authorized to exercise its powers of taxation to the extent necessary to pay the amounts required under the contract.

A summary of annual debt service requirements to maturity for contractual obligations follows:

Annual Debt Service Requirements to Maturity

Year Ending June 30	Governmental Activities Principal	Interest
2011	$ 3,942,626	$ 1,303,527
2012	1,448,104	1,109,148
2013	1,513,926	1,047,713
2014	1,570,111	982,810
2015	1,456,683	915,254
2016-2020	8,307,307	3,573,924
2021-2025	6,225,457	1,885,976
2026-2030	3,097,968	566,700
2031-2033	771,691	62,083
Total	$ 28,333,873	$ 11,447,135

Other Long Term Liabilities:

Governmental Activities:

(1) Pollution Control Facilities Financing

Chatham County, under court order, had agreements with various county municipalities regarding the financing of pollution control facilities. The only outstanding agreement is with the City of Pooler which began in 1984 for $349,230. Annual payments and the schedule by years for the future minimum payments under this agreement are:

Fiscal Year	City of Pooler
2011	$ 9,978
2012	9,978
2013	9,978
2014	9,978
2015	9,978
2016-2018	29,934
Total	$ 79,824

Business-Type Activities:

(2) Closure and Postclosure Care Cost for Solid Waste Enterprise Fund:

The Georgia Comprehensive Solid Waste Management Act effective January 1, 1992 requires the County to strengthen solid waste management practices and to achieve a 25 percent reduction in the amount of solid waste disposed of in landfills and by thermal combustion units by the year 1996. This act requires the County to further comply with the cost reporting mandate in capturing and reporting costs for local solid waste operations, direct costs for solid waste collecting, handling and disposal, indirect administrative costs, such as for shared central services, billable cost, (external and internal), costs for debt retirement, and interest expenses. State and federal laws and regulations require the County to place a final cover on the Wilmington Island landfill, Dillion landfill, Chevis landfill, Sharon Park landfill and Thomas Avenue landfill sites when each stops accepting waste and to perform certain maintenance and monitoring functions at these sites for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that these landfills stop accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity of the landfills. The $3,142,766 reported as the landfill closure and postclosure care liability at June 30, 2010 represents the cumulative amount reported to date based on the use of the percentage of the estimated capacity of the landfills. The percentage of landfill capacity used at June 30, 2010 is estimated to be 100%. The County has closed all the landfills. The actual cost of closure and postclosure care may fluctuate annually due to inflation, changes in technology, or changes in environmental laws and regulations. The County has set aside $3,326,590 for financial assurance of closure and postclosure.

Changes in Long-Term Liabilities

The following is a summary of long-term obligation transactions of the County for the year ended June 30, 2010:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Capital Leases	$ 1,069,852	$ -	$ 376,683	$ 693,169	$ 325,372
Contractual Obligations	29,621,343	2,400,000	3,687,470	28,333,873	3,942,626
Pollution Control Facilities	89,802	-	9,978	79,824	9,978
Compensated Absences	10,538,958	7,158,742	7,102,373	10,595,327	1,165,485
Claims & Judgements	474,000	63,000	354,000	183,000	75,000
Deferred Amounts:					
Issuance cost/Loss on Early Retirement	(444,458)	(48,937)	(123,644)	(369,751)	-
Discounts	(43,937)	-	(5,143)	(38,794)	-
Premium	413,366	-	132,515	280,851	-
Total Governmental Activities	$ 41,718,926	$ 9,572,805	$ 11,534,232	$ 39,757,499	$ 5,518,461
Business-Type Activities:					
Capital Leases	$ 110,888	$ -	$ 47,777	$ 63,111	$ 50,431
Closure and Postclosure Cost	3,326,590	-	183,824	3,142,766	183,824
Compensated Absences	212,754	208,253	137,200	283,807	31,219
Total Business-Type Activities	$ 3,650,232	$ 208,253	$ 368,801	$ 3,489,684	$ 265,474

Capital leases, contractual obligations, pollution control facilities, compensated absences, and claims & judgements are generally liquidated by the general and special service district funds, except for the Chatham County Hospital Authority Revenue Bonds contractual obligation that is liquidated by the debt service fund. Bond Issuance costs are reported as an asset in the Statement of Net Assets.

H. Reserved Fund Balances/Restricted Net Assets/Designated Fund Balances

Reserves are used to indicate that a portion of the fund balance or net assets is legally segregated for a specific future use. The County uses the following reserves:

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

Reserved for Debt Service - Debt Service Fund - The reserve is used for future debt service on revenue bonds. This amount is also shown as Restricted Net Assets on the government-wide statements.

Reserved for Encumbrances - General and Special Revenue Fund - The reserve is used to segregate a portion of fund balance for expenditure for contracts and open purchase orders.

Reserved for Restricted Fees - General Fund - The reserve is composed of juvenile court supervision fees and surcharges collected by the Courts for the victim assistance program and for drug abuse and treatment. Due to legal restrictions on their use, these fees are also shown as restricted net assets on the government-wide statements.

Reserved for Public Safety - Special Revenue Fund - The reserve is restricted for payment of complex investigations, to purchase emergency communications equipment and for other law enforcement purposes deemed appropriate including the local emergency planning committee (LEPC). Due to legal restrictions on their use, amounts reserved for public safety in the nonmajor special revenue funds are shown as restricted net assets on the government-wide statements.

Reserved for Pension and Other Employee Benefits - Trust and Agency Fund - The reserve is restricted for payment of retirement and other post-employment benefits.

Designated – General and Special Revenue Fund – The designation represents portions of fund balance in excess of recommended reserve levels stated in adopted financial policies. Designated funds may be considered for capital projects funding or other significant organizational expenditures, subject to Board approval.

Financial statements prepared on the accrual basis of accounting (proprietary funds and government-wide statements) show restrictions of net assets as follows:

Restricted for Capital Projects – Capital Project Funds – The restriction represents amounts to be used for capital project expenditures as legally restricted through public referendum or contractual obligation.

Restricted for Solid Waste Management Activities – Enterprise Fund – These amounts are legally restricted for certain uses as specified by State statutes and local ordinance.

Restricted for Other Purposes – Special Revenue Funds – The restriction represents amounts restricted by state law for court fees and law enforcement purposes.

IV. OTHER INFORMATION

A. Pension - The Chatham County Employees' Retirement Plan (CCERP)

Chatham County administers a defined benefit pension plan. The plan assets shall be used only for the payment of benefits to the members of the plan, in accordance with the terms of the plan.

1. Summary of Significant Accounting Policies:

Basis of Accounting - CCERP financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments - Investments are reported at fair value. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

2. Plan Description and Contribution Information

Plan Description

The Chatham County Employees' Retirement Plan (Plan) is a single-employer defined benefit pension plan that covers all County employees and former employees now employed within the Savannah-Chatham Metropolitan Police Department. The plan provides retirement, disability, and death benefits to plan members and their beneficiaries. Article IX of the Chatham County Employees' Retirement Plan defines the authority of the Pension Board including their ability to establish and amend the benefit provisions of the plan.

Benefits vest after five years of service. For general employees normal retirement age is 62 and for peace officer's employee's normal retirement age is 55. County employees who retire at normal retirement age are entitled to 2 percent of the final average earnings for each of the first 30 years of credited service plus one percent of final average earnings for the remaining number of years of credited service. Employees who are age 55 with 25 or more years of service have the reduced benefit from 30 years of service in lieu of age. The plan also provides for occupational and non-occupational disability. Members may also retire with unreduced benefits with 25 years of credited service. The plan also provides incentives for early retirements with reduced benefits of a 3 percent per year penalty for early retirement. Full benefits are equal to the average of the highest three years of covered earnings. Cost-of-living adjustments (COLA) are provided at the discretion of the Pension Board.

The County administers the Plan, and the County's responsibility includes pension disbursements and general administration of the Plan under the authority of the Chatham County Pension Board. The Pension Board has contracted with State Street Bank to act as custodian of the assets of the Plan. The accounting and financial reporting functions are performed by the County Finance Department. The County's General Fund bears most of the Plan's administrative costs. The Plan's audited financial statement is included in the County's Comprehensive Annual Financial Report as a Pension Trust Fund. The Plan does not issue a stand-alone financial report. The benefit provisions and all other related plan requirements are established and may be amended by County Ordinance. The Pension Plan is actuarially evaluated every year.

Membership of the plan consisted of the following as of July 1, 2009, the date of the last actuarial evaluation:

Disabled employees, retirees and beneficiaries receiving benefits	471
Terminated plan members entitled to but not yet receiving benefits	63
Active plan members	1,471
Total membership	2,005

Contributions

The annual contribution amounts are actuarially determined. Effective July 1, 2007, the Plan requires contributions of 3.5% by the employee, a 1% increase in the contribution rate from the prior year. The County contributes such additional amounts as are necessary, based on actuarial valuations, to provide the plan with sufficient assets to meet future benefit payments. In 2010, the County contributed $11,584,707 (18.2% of covered payroll), and the contributions paid by employees totaled $2,190,109. The total payroll for employees covered under the plan for the year ended June 30, 2010 was $63.4 million.

3. Annual Pension Cost and Net Pension Obligation (Asset)

The County's annual pension cost and net pension obligation for fiscal 2010 is shown below:

Annual required contribution	$ 9,980,049
Interest on net pension obligation (asset)	(34,262)
Adjustment to annual required contribution	50,742
Annual Pension Cost	9,996,529
Contributions made	(11,584,707)
Increase (decrease) in net pension obligation	(1,588,178)
Net pension obligation (asset), beginning of year	(428,278)
Net pension obligation (asset), end of year	$(2,016,455)

The annual required contribution was determined as part of the July 1, 2009 actuarial valuation using the entry age normal actuarial cost method. The Plan changed from the aggregate actuarial cost method to the entry age normal method on July 1, 2003. The Plan's amortization method is level dollar with closed amortization periods. The equivalent single amortization period is 15 years, based on all of the current amortizations. The actuarial assumptions include an 8.0% investment rate of return (net of administrative expenses). Before the July 1, 2008 valuation, the investment rate of return was 8.5%. Prior to 1998, compensation was assumed to increase each year by an amount equal to 4% of the salary at the beginning of that year. Beginning with the 1998 plan year, salary progression rates were based on actual compensation increases during the 1994-1997 plan years. An inflation factor of 3% is included in the assumptions for salary growth purposes. The assumptions do not include postretirement benefit increases. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. Gains or losses are recognized at 20% per year. The County amortizes the July 1, 2003 unfunded actuarial accrued liability over 30 years (24 remaining), increases or decreases in the actuarial accrued liability due to plan amendments over 20 years, actuarial gains/losses over 15 years, and changes in the actuarial accrued liability due to assumption changes over 30 years. Assumption changes for retired members only are amortized over 10 years.

4. Three Year Trend Information

Data relating to the Plan for the past three years is as follows:

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
2008	$ 7,361,585	102.7	$ (233,695)
2009	8,005,350	102.4	(428,278)
2010	9,996,529	116.1	(2,016,455)

5. Funded Status and Funding Progress

Schedule of Funding Progress
(dollars in thousands)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total Unfunded Actuarial Liability	Funded Ratio	Annual Covered Payroll	Ratio of the Unfunded Actuarial Liability to Annual Covered Payroll
July 1, 2009	$133,288	$190,218	$56,930	70.1%	$63,436	89.7%

Multi-year trend information shown in the Required Supplementary Information section provides information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

B. Post-employment Benefits Other Than Pensions (OPEB)

The County maintains a single-employer defined benefit OPEB plan (the Chatham County OPEB Plan) to provide medical and life insurance benefits to its retirees.

1. Summary of Significant Accounting Policies:

Basis of Accounting – The County has implemented the requirements of Statements 43 and 45 of the Governmental Accounting Standards Board on a prospective basis to the basic financial statements presented herein, and, accordingly, no net OPEB liability existed at the transition date. Financial statements for the Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the Plan are recognized when due. Benefits and claims are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments - Investments are reported at fair value. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

2. Plan Description

Plan Description

The Chatham County OPEB Plan is a single-employer defined benefit plan that provides medical and life insurance benefits upon retirement to the County's retirees and their spouses and/or dependents. Retirees may chose from two medical plans administered by Blue Cross Blue Shield of Georgia. Medicare eligible retirees receive secondary coverage through the County. The County also provides a life insurance benefit of $10,000 for all retirees. Participation in the Plan is voluntary. Benefit levels, contribution rates and eligibility provisions of

the Plan are determined by the Chatham County Board of Commissioners. The Plan does not provide for automatic or ad hoc postretirement benefit increases.

For the plan year, eligibility for life insurance and retiree medical coverage was available upon retirement upon attainment of any one of the following age and service combinations:

Law Enforcement & Emergency Medical Service Employees	General Employees
Age 55 with any service, or Age 50 & 15 years of service, or Any age with 25 years of service.	Age 62 with any service, or Age 55 & 10 years of service, or Any age with 25 years of service.

Investment authority for the Plan is the responsibility of the County's Pension Board through an agreement between the Pension Board and the Chatham County Board of Commissioners. In March 2008, the Chatham County Board of Commissioners established a trust under Section 115 of the United States Internal Revenue Code to further the Board's purpose of providing adequate funding for post-retirement benefits. The Board also entered into an agreement granting the Pension Board investment authority over the assets of the trust. Activities of the Plan are reported on the County's Comprehensive Annual Financial Report as a Trust Fund, Chatham County OPEB Trust Fund. The Plan does not issue a stand-alone financial report. Benefit provisions and all other related plan requirements are established annually by the Board of Commissioners.

The County administers the Plan, and the County's responsibility includes claims administration and general administration. The County's General Fund bears most of the administrative costs of the Plan. The Plan is actuarially evaluated every year. Calculations are based on benefits provided and in effect at the valuation date and the pattern of cost-sharing in place between the County and its plan members.

Membership of the plan consisted of the following as of July 1, 2009, the last valuation date:

Retirees and beneficiaries currently receiving benefits	359
Active plan participants	1,360
Total	1,719

Contributions

Funding for the Plan is derived from two sources: member contributions and employer contributions. Member contributions are set annually by the Board. Annual contributions of Plan members for the current fiscal year were as follows:

Retiree, under 65	$ 503
Retiree + Family, under 65	$1,224
Retiree, 65 and over	$ 419
Retiree + Family, 65 and over	$1,187

Contributions paid by retirees in the current fiscal year totaled $327,516. The County contributes annually an amount equal to the pay-as-you-go cost of retiree healthcare. Subject to budgetary constraints, the County contributes additional amounts to the Plan for advance funding of future liabilities. The Annual OPEB Cost is actuarially determined. In 2010 the County contributed $8,631,286 or 13.6% of the covered payroll for employees of $63,436,000 under the plan for the year ended June 30, 2010.

3. Annual OPEB Cost and Net OPEB Obligation

The County's annual OPEB cost and net OPEB obligation for the past three years is shown below:

Plan Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2008	$9,738,000	81.6%	$1,791,876
June 30, 2009	10,242,000	74.7%	4,383,580
June 30, 2010	10,802,227	80.6%	6,554,521

The Net OPEB Obligation was developed as follows, based on an actuarial valuation date of July 1, 2009:

Annual Required Contribution	$10,711,000
Interest on Unfunded ARC	314,500
Adjustment of ARC	(223,273)
Annual OPEB Cost	10,802,227
Actual Contribution	(8,631,286)
Increase in OPEB Obligation	2,170,941
Net OPEB Obligation(asset), beg of year	4,383,580
Net OPEB Obligation at year end	$6,554,521

4. Funded Status and Funding Progress

Schedule of Funding Progress
(dollars in thousands)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total Unfunded Actuarial Liability	Funded Ratio	Annual Covered Payroll	Ratio of the Unfunded Actuarial Liability to Annual Covered Payroll
July 1, 2009	$12,713	$108,094	($95,381)	11.76%	$63,436	150.36%

Three years of data is shown in the Required Supplementary Information section. As the Plan gains experience, this table and the schedules found in the Required Supplementary Information section will show multi-year trend information about whether the actuarial value of plan assets is decreasing over time relative to the actuarial accrued liability for benefits

5. Actuarial Assumptions and Methods

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. As such, actuarial calculations reflect a long-term perspective. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The Plan uses the projected unit credit actuarial cost method, and the amortization period for the unfunded actuarial accrued liability is 30 years calculated on a level percentage of payroll basis. The investment return assumption or discount rate is assumed to be 7.2% based on the funding policy currently in place. Upon full annual funding of the Annual OPEB Cost, an 8.5% rate would be assumed. The health care cost trend rate (medical and pharmacy) was 8% for 2007 with a decrease of 1% per year until 2010, when the rate levels to 5%. Full participation by the eligible population is assumed. The valuation does not use a core inflation rate directly, although inflation trends are reviewed to ensure consistency in the selection of the discount rate and the

medical trend rate. Calculations are based on the types of benefits provided under the plan at the time of each valuation and on the pattern of cost sharing between the employer and plan members to that point. The County has not entered into any long-term contracts for contributions to the Plan with any party, and, accordingly, there were not amounts of contractually required contributions outstanding at the report date.

6. Unpaid Claims

The OPEB Trust Fund pays health claims and administrative costs related to providing health care benefits for the County's retirees. Incurred but not reported claims totaling $250,114 have been accrued as a liability in the OPEB Trust Fund. The fund's claims experience was:

Fiscal Year	Unpaid Claims Beginning of Year	Incurred Claims Including IBNRs	Actual Claim Payments	Unpaid Claims End of Year
2008	$ -	$4,009,518	$3,726,449	$283,069
2009	283,069	3,772,258	3,798,941	256,386
2010	256,386	3,816,007	3,816,007	250,114

7. Chatham Area Transit Authority

Chatham Area Transit maintains a single-employer defined benefit postemployment life and healthcare plan for its retired employees. Plan benefit provisions and contribution requirements are established and may be amended by the Authority, subject to negotiations between it and the Amalgamated Transit Union. The Annual OPEB Cost, percentage of cost contributed and Net OPEB Obligation were:

Plan Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2008	$ 47,695	14%	$ 41,053
June 30, 2009	49,148	18%	81,457
June 30, 2010	45,957	20%	118,011

As of July 1, 2009, the actuarial accrued liability for benefits was $775,849 and the actuarial value of assets was zero, resulting in an unfunded actuarial accrued liability of $775,849.

Further details on the CAT plan can be obtained from the Chatham Area Transit Authority.

C. Risk Management

Chatham County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The County has established the Catastrophic Claims Fund, an internal service fund, and the Claims and Judgments account within the Risk Management Fund to account for and finance its uninsured risks of loss. The net assets of the Catastrophic Claims Fund at June 30, 2010 are $1,766,063.

The claims liability is disclosed based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Because actual claims liabilities depend upon such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liability is reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and

social factors.

Liabilities for incurred losses to be settled by fixed or reasonably determined payments over a long period of time are reported at their present value using expected future investment yield assumptions ranging from 4 to 6 %. During 2010, there were no annuity contracts purchased.

Group Health:

The County has established a Health Insurance Internal Service Fund whereby premiums paid by other funds are available to pay health claims and administrative costs. Program reserves and Incurred But Not Reported (IBNR) claims of $1,000,455 have been accrued as a liability in the Health Insurance Internal Service Fund based primarily upon the provider's projections. Interfund premiums are based upon the Health Insurance Fund's prior years claims experience. The Group Health Internal Service Fund's total net assets as of June 30, 2010 are $5,026,662. The County retains the first $130,000 of each health claim. Specific Excess Insurance is purchased for each claim that exceeds the $130,000 per claim retention, and Aggregate Excess Insurance is purchased for aggregate annual claims that exceed 125% of the insurance provider's annual projections.

Fiscal Year	Unpaid Claims Beginning of Year	Incurred Claims Including IBNRs	Actual Claim Payments	Unpaid Claims End of Year
2008	$ 1,214,421	$ 10,832,603	$ 11,052,130	$ 994,894
2009	994,894	12,543,083	12,628,970	909,007
2010	909,007	12,249,490	14,158,952	1,000,455

Workers Compensation:

Workers Compensation is administered in the Risk Management Fund. The Worker's Compensation program retains the first $450,000 of each incurred claim. The County purchases Specific Excess Insurance for each individual claim that exceeds the $450,000 retention. Settled claims have not exceeded the commercial excess coverage in any of the past three fiscal years. The liability reported for Incurred But Not Reported (IBNR) claims and program reserves for June 30, 2010 totaled $2,555,843.

Fiscal Year	Unpaid Claims Beginning of Year	Incurred Claims Including IBNRs	Actual Claim Payments	Unpaid Claims End of Year
2008	$ 2,559,537	$ 954,946	$ 1,195,317	$ 2,319,166
2009	2,319,166	1,497,539	1,485,731	2,330,974
2010	2,330,974	2,069,636	1,844,767	2,555,843

D. Commitments and Contingencies

The County reviews all outstanding judgments to determine if any estimated liabilities should be accrued at year end. In the opinion of management, based on this review and on the advice of legal counsel, the ultimate disposition of claims and judgments will not have a material adverse effect on the financial position of the County.

The County participates in a number of Federal and State assisted grant programs. Grant amounts received and receivables are subject to audit by grantor agencies. The amount, if any, of expenditures, which may be disallowed by the granting agencies, cannot be determined at this time. The County expects such amounts, if any, to be immaterial.

The Chatham Hospital Authority (Georgia) Revenue Anticipation Certificates were issued to provide funds for the purpose of acquiring land and construction improvements and making renovations to existing improvements, in order to provide additional and enhanced public health facilities in Chatham County, consisting of (i) a mid-town public health clinic, with adjoining parking facilities, (ii) a mental health, mental retardation and substance abuse treatment satellite facility and (iii) an adolescent residential substance abuse treatment facility. All of said facilities are leased to the County, a political subdivision of the State of Georgia, pursuant to a Lease Agreement, dated as of April 1, 1993, between the Authority and the County, and are subleased by the County to the Chatham County Board of Health, Gateway and the Savannah Area Behavioral Health Collaborative.

The Bonds are limited obligations of the Authority, payable from payments made by the County to the Authority under the Lease with respect to the Projects and from other revenues and funds pledged to the payment thereof as described above. The obligation of the County pursuant to the Lease to make payments sufficient to pay the principal of, redemption premium, if any, and interest due on the bonds is absolute and unconditional within the seven mill limitation prescribed by the Hospital Authorities Law of Georgia, and the County has covenanted to annually levy a tax, within said seven mill limitation, on all property subject to taxation within the County to enable it to make such payments. However, the Bonds do not constitute direct obligations of the County and are not secured by the general credit or taxing power of the County, the State of Georgia, or any political subdivision thereof.

At June 30, 2010, the Revenue Anticipation Certificates outstanding aggregated $645,000.

E. Retiree Health Savings Account

During the fiscal year the County contributed $870,110 for its employees to the VantageCare Retiree Health Savings Program (RHSA) managed by ICMA-RC. Full-time County employees who were eligible for County health insurance received 1.5% of their compensation into an individual RHSA account. As established, any future contributions to the RHSA are at the discretion of the County Board of Commissioners. Employees have two qualifying events that make them eligible to withdraw the funds tax-free for qualifying medical expenses. The two qualifying events are i) employees must have five years of service and have separated from service regardless of age or ii) employees can withdraw funds from the plan while still in service at age 55 with 5 years of service.

F. Restatements of Net Assets/Prior Period Adjustments

Due to implementation of GASB 51, a restatement of beginning net assets of governmental activities was made to reflect a change in accounting principle. Intangible assets were added with a net book value of $338,690.

At the fund level, the Detention Center Capital Projects Fund was combined with the Sales Tax V Fund due to the project being an approved SPLOST project. Previously, the Detention Center Capital Projects Fund was reported as part of the Capital Improvements Projects Fund. This resulted in a prior period adjustment. The net fund deficit amount as of July 1, 2009 was $186,086.

Restatement of Net Assets/Prior Period Adjustments

	Sales Tax V Fund	Nonmajor Governmental - Capital Improvement Program Fund	Governmental Activiities
Beginning fund balance, 7-1-09	$ 38,206,107	$ 26,100,462	$ 1,035,457,752
Adjustment	(186,086)	186,086	338,690
Restated fund balance, 7-1-09	$ 38,020,021	$ 26,286,548	$ 1,035,796,442

G. Subsequent Events

Effective July 1, 2010, the Chatham Area Transit Authority entered into a five year agreement with Veolia Transportation Services, Inc. to manage, operate and maintain the Authority's transit system, utilizing equipment and facilities provided by the Authority and employing and furnishing its own personnel. Veolia's management fee under this agreement will be 5% of the annual operating budget submitted by Veolia and approved by the Authority's Board. The fee which is calculated annually will be payable in twelve equal installments. In addition to the annual fee, the agreement also provides for certain incentive fees if Veolia is able to generate operational efficiencies that will reduce costs and increase farebox revenue.

H. Trust Fund Statements

Financial statements for each of the County's trust funds are shown herein, and are provided as a supplement to the plan disclosures found in IV A and IV B of the notes to the basic financial statements:

CHATHAM COUNTY, GEORGIA
PENSION (AND OTHER POST EMPLOYEE BENEFIT) TRUST FUNDS
COMBINING STATEMENT OF PLAN NET ASSETS
June 30, 2010

	Pension Trust Fund	OPEB Trust Fund	TOTAL
ASSETS			
Cash	$ 7,965,982	$ 2,839,084	$ 10,805,066
Interest and dividend	655,812	-	655,812
Sale of investments	4,039,314	-	4,039,314
Accounts	64,869	18,333	83,202
U.S. government and agency obligations	17,682,441	-	17,682,441
Mortgage backed securities	4,641,696	-	4,641,696
Corporate bonds	30,579,288	-	30,579,288
Domestic stocks	41,918,985	-	41,918,985
Real estate investment trust	252,056	-	252,056
Index Funds	-	10,111,642	10,111,642
Other Asset Backed Securities	89,211	-	89,211
Exchange Traded Funds	1,216,741	-	1,216,741
International equity funds	12,652,989	-	12,652,989
Total Investments	109,033,407	10,111,642	119,145,049
Total assets	121,759,384	12,969,059	134,728,443
LIABILITIES			
Accounts payable	1,622,343	255,902	1,878,245
Total liabilities	1,622,343	255,902	1,878,245
NET ASSETS			
Held in trust for pension and other employee benefits	$ 120,137,041	$ 12,713,157	$ 132,850,198

CHATHAM COUNTY, GEORGIA
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
For the year ended June 30, 2010

	Pension Trust Fund	OPEB Trust Fund	TOTAL
ADDITIONS			
Contributions:			
Employer	$11,584,708	$8,631,286	$20,215,994
Plan members	2,190,107	327,516	2,517,623
Total contributions	13,774,815	8,958,802	22,733,617
Investment earnings:			
Net appreciation (depreciation) in fair value of investments	10,553,029	36,112	10,589,141
Interest	2,446,610	6,400	2,453,010
Dividends	1,013,953	-	1,013,953
Total	14,013,592	42,512	14,056,104
Less investment expense	464,611	-	464,611
Net investment income	13,548,981	42,512	13,591,493
Total additions	27,323,796	9,001,314	36,325,110
DEDUCTIONS			
Benefits	8,617,285	-	8,617,285
Risk management	-	3,816,008	3,816,008
Refunds of contributions	218,269	-	218,269
Administrative expense	169,870	414,840	584,710
Total deductions	9,005,424	4,230,848	13,236,272
Change in net assets	18,318,372	4,770,466	23,088,838
Net assets - beginning	101,818,669	7,942,691	109,761,360
Net assets - ending	$120,137,041	$12,713,157	$132,850,198

REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MD&A

CHATHAM COUNTY, GEORGIA
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
RESOURCES (Inflows):				
Property taxes	$ 120,969,832	$ 120,969,832	$ 117,367,054	$ (3,602,778)
Local option sales tax	10,900,000	10,900,000	10,269,046	(630,954)
Other taxes	415,000	415,000	407,855	(7,145)
Penalties and interest on delinquent taxes	1,185,320	1,185,320	2,199,932	1,014,612
Licenses and permits	961,320	961,320	949,924	(11,396)
Intergovernmental	2,237,171	2,812,162	2,729,623	(82,539)
Charges for services	9,994,549	10,044,549	10,194,742	150,193
Fines and fees	3,032,845	3,032,845	3,168,591	135,746
Investment income	365,000	365,000	215,588	(149,412)
Other revenue	386,738	386,738	393,723	6,985
Transfers from other funds	330,800	480,800	486,181	5,381
AMOUNTS AVAILABLE FOR APPROPRIATION	150,778,575	151,553,566	148,382,259	(3,171,307)
CHARGES TO APPROPRIATIONS (Outflows):				
GENERAL GOVERNMENT:				
County Commissioners	861,295	1,259,083	756,312	502,771
Youth Commission	30,000	30,000	30,000	-
County Clerk	103,274	107,620	102,492	5,128
County Manager	676,472	691,409	680,738	10,671
Elections	777,994	787,275	535,517	251,758
Voter Registration	730,450	734,683	594,588	140,095
Finance	2,291,485	2,353,600	2,197,374	156,226
Professional Services	97,058	97,058	97,058	-
Purchasing	742,518	743,052	686,552	56,500
County Attorney	735,403	970,493	970,366	127
Information Communication Systems	2,868,698	2,982,859	2,685,229	297,630
Communications	932,648	1,145,356	612,095	533,261
Human Resources	1,286,529	1,296,223	1,249,542	46,681
Temporary Pool	183,447	183,447	170,099	13,348
Tax Commissioner	4,816,259	4,833,956	4,663,156	170,800
Tax Assessor	4,879,215	4,883,483	4,525,564	357,919
Board of Equalization	172,020	172,020	91,824	80,196
ADA Compliance	164,603	216,344	154,923	61,421
Internal Audit	459,042	474,762	435,006	39,756
Building Maintenance and Operations	2,196,725	2,234,233	2,187,501	46,732
Fleet Operations	883,975	889,846	820,635	69,211
Utilities	849,000	1,029,000	819,704	209,296
Public Information	125,991	125,991	97,475	28,516
Administrative Services	896,413	897,340	839,544	57,796

(Continued)

CHATHAM COUNTY, GEORGIA
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
GENERAL GOVERNMENT (Continued):				
Building Safety and Regulatory Services	$ 122,151	$ 122,151	$ 112,488	$ 9,663
Pensioners' Health Insurance	4,605,000	4,605,000	4,605,000	-
Special Appropriations	99,000	221,499	93,455	128,044
Vacant positions	(745,000)	(745,000)	-	(745,000)
Other	939,530	2,819,183	2,369,320	449,863
Contingencies	2,208,169	319,576	-	319,576
TOTAL GENERAL GOVERNMENT	34,989,364	36,481,542	33,183,557	3,297,985
JUDICIARY:				
Court Administrator	3,391,788	3,431,070	3,353,152	77,918
Court Expenditures	847,577	858,173	830,653	27,520
Alternative Dispute Resolution	153,550	153,550	141,250	12,300
Superior Court Clerk	2,707,821	2,736,634	2,502,103	234,531
District Attorney	5,728,190	5,887,111	5,569,763	317,348
Victim Witness Program	661,324	661,637	659,593	2,044
State Court Judge	1,328,559	1,329,336	1,245,082	84,254
State Court Clerk	1,283,630	1,293,670	1,220,956	72,714
DUI Court	215,353	215,353	213,935	1,418
Magistrate Court	1,373,481	1,375,709	1,307,167	68,542
Probate Court	863,266	868,925	766,297	102,628
Probate Court Filing Fees	150,000	200,000	186,082	13,918
Juvenile Court	4,596,194	4,624,239	4,556,959	67,280
Grand Jury	22,660	22,660	8,930	13,730
Law Library	111,255	111,255	100,079	11,176
Public Defenders Office	2,353,879	2,584,032	2,533,786	50,246
Panel Attorneys	1,558,984	1,563,348	896,133	667,215
Juvenile Court Restricted Expenditures	73,100	396,127	25,733	370,394
Drug Treatment Restricted Expenditures	66,500	242,327	67,309	175,018
5 % Victim Witness Fees Restricted Expenditures	257,100	749,596	303,129	446,467
TOTAL JUDICIARY	27,744,211	29,304,752	26,488,091	2,816,661

(Continued)

CHATHAM COUNTY, GEORGIA
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
PUBLIC SAFETY:				
Counter Narcotics Team	$ 4,335,587	$ 4,574,534	$ 4,383,124	$ 191,410
Marine Police Patrol	739,769	746,269	631,679	114,590
Sheriff's Office	10,140,140	10,476,933	9,597,261	879,672
Detention Center	34,235,480	34,684,090	34,493,940	190,150
Emergency Medical Service	992,758	992,765	987,791	4,974
County Coroner	354,176	354,176	305,645	48,531
Animal Control	801,822	836,822	795,137	41,685
Hazardous Materials	45,000	74,000	72,810	1,190
TOTAL PUBLIC SAFETY	51,644,732	52,739,589	51,267,387	1,472,202
PUBLIC WORKS:				
Public Works	748,000	748,078	747,999	79
Bridge Operations and Maintenance	717,962	719,609	629,111	90,498
TOTAL PUBLIC WORKS	1,465,962	1,467,687	1,377,110	90,577
HEALTH AND WELFARE:				
Indigent Health Center	4,973,624	4,921,301	4,774,788	146,513
Health Department	1,315,750	1,315,750	1,315,750	-
Other Health Services	85,000	85,000	80,000	5,000
Mosquito Control	3,607,153	3,474,894	3,260,076	214,818
Family and Children Services	717,107	769,430	769,430	-
Greenbriar Children's Home	331,968	331,968	331,968	-
Union Mission	-	200,000	200,000	-
Summer Bonanza	30,000	30,000	30,000	-
TOTAL HEALTH AND WELFARE	11,060,602	11,128,343	10,762,012	366,331
CULTURE AND RECREATION:				
Frank G Murray Community Center	118,379	119,055	117,258	1,797
Recreation Department	3,365,526	3,384,222	3,033,409	350,813
Aquatic Center Pool	1,155,778	1,174,867	1,013,985	160,882
Weightlifting Center	273,900	275,840	254,442	21,398
Tybee Pier and Pavilion	27,040	27,040	22,013	5,027
Georgia Forestry	44,617	44,617	43,412	1,205
Library	6,299,215	6,299,215	6,299,215	-
TOTAL CULTURE AND RECREATION	11,284,455	11,324,856	10,783,734	541,122

(Continued)

CHATHAM COUNTY, GEORGIA
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
HOUSING AND DEVELOPMENT:				
Creative Coast	$ -	$ 27,500	$ 27,500	$ -
Co-Operative Extension Service	179,754	180,210	154,139	26,071
Coastal Soil and Water	600	600	500	100
Construction Apprentice Program	197,782	197,782	197,477	305
Community Outreach	259,500	259,500	21,002	238,498
RDC Regional Transit	-	30,000	29,638	362
Bamboo Farm	163,533	163,556	139,003	24,553
TOTAL HOUSING AND DEVELOPMENT	801,169	859,148	569,259	289,889
DEBT SERVICE:				
Principal	4,124,360	4,024,360	3,934,131	90,229
Interest and other charges	1,434,110	1,434,110	1,440,999	(6,889)
TOTAL DEBT SERVICE	5,558,470	5,458,470	5,375,130	83,340
TRANSFERS TO OTHER FUNDS	6,229,610	8,012,610	7,974,555	38,055
TOTAL CHARGES TO APPROPRIATIONS	150,778,575	156,776,997	147,780,835	8,996,162
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	-	(5,223,431)	601,424	5,824,855
FUND BALANCE ALLOCATION	-	5,223,431	-	(5,223,431)
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	$ -	$ -	$ 601,424	$ 601,424

(Concluded)

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – SPECIAL SERVICE DISTRICT
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
RESOURCES (Inflows):				
Property taxes	$ 15,848,917	$ 15,848,917	$ 15,361,502	$ (487,415)
Other taxes	6,945,000	6,945,000	6,924,528	(20,472)
Penalties and interest on delinquent taxes	17,000	17,000	372,664	355,664
Intergovernmental	747,200	1,104,761	843,543	(261,218)
Charges for services	131,900	131,900	55,661	(76,239)
Fines and fees	1,533,800	1,583,800	1,476,754	(107,046)
Investment income	200,000	200,000	21,674	(178,326)
Other revenue	5,000	5,000	3,666	(1,334)
Transfers from other funds	702,000	717,000	611,627	(105,373)
AMOUNTS AVAILABLE FOR APPROPRIATION	26,130,817	26,553,378	25,671,619	(881,759)
CHARGES TO APPROPRIATIONS (Outflows):				
GENERAL GOVERNMENT:				
Finance	78,405	78,405	76,207	2,198
Professional services	21,359	21,359	21,359	-
Human Resources	34,498	36,427	34,828	1,599
County Engineer	1,175,915	1,305,270	1,134,665	170,605
Indirect cost charges	-	178,531	178,531	-
Building Safety and Regulatory Services	428,465	428,730	405,427	23,303
Reimbursable expenses	707,200	720,870	438,967	281,903
Other general government	68,890	68,890	-	68,890
Contingencies	148,723	48,430	-	48,430
TOTAL GENERAL GOVERNMENT	2,663,455	2,886,912	2,289,984	596,928
JUDICIARY:				
Recorders Court	2,060,873	1,882,342	1,859,623	22,719
TOTAL JUDICIARY	2,060,873	1,882,342	1,859,623	22,719
PUBLIC SAFETY:				
Police	13,946,521	13,946,521	13,216,682	729,839
Sheriff/Peace Officers' Retirement	62,120	62,120	48,606	13,514
Crimestoppers	94,394	94,394	94,394	-
TOTAL PUBLIC SAFETY	14,103,035	14,103,035	13,359,682	743,353

(Continued)

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – SPECIAL SERVICE DISTRICT
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
PUBLIC WORKS:				
County Engineer - Traffic Lights	$ 217,900	$ 217,900	$ 198,651	$ 19,249
Public Works	5,440,214	5,514,911	5,442,165	72,746
Fell Street Pump Maintenance	20,000	30,025	15,022	15,003
TOTAL PUBLIC WORKS	5,678,114	5,762,836	5,655,838	106,998
HOUSING AND DEVELOPMENT:				
Metropolitan Planning Commission	970,229	970,229	970,229	-
SAGIS	200,000	200,000	200,000	-
Coastal Area Regional Development Center	72,600	72,600	72,528	72
TOTAL HOUSING AND DEVELOPMENT	1,242,829	1,242,829	1,242,757	72
TRANSFERS TO OTHER FUNDS	1,958,510	2,534,071	2,397,520	136,551
TOTAL CHARGES TO APPROPRIATIONS	27,706,816	28,412,025	26,805,404	1,606,621
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	(1,575,999)	(1,858,647)	(1,133,785)	724,862
FUND BALANCE ALLOCATION	1,575,999	1,858,647	-	(1,858,647)
EXCESS (DEFICIENCY) OF RESOURCES OVER CHARGES TO APPROPRIATIONS	$ -	$ -	$ (1,133,785)	$ (1,133,785)

(Concluded)

A. Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in this report.

1. Departments submit detailed budget requests to the Budget Office, which reviews, compiles the requests, and makes recommendations to the County Manager.

2. The County Manager submits a proposed budget to the Board of County Commissioners no later than the first week in May.

3. The Board of County Commissioners holds such public workshops as it deems necessary and holds an advertised public hearing on the proposed budget at which the first reading of the budget resolution occurs. The budget is finally adopted at a regular Board meeting upon the second reading of the budget resolution prior to June 30th .

4. Annual budgets are adopted for the general fund, special revenue funds and debt service funds for legal budgetary control. Project length budgets are adopted for capital projects funds. Annual budgets are also adopted for other funds as a management tool.

5. Budgets for previously mentioned governmental fund types are maintained on a basis consistent with generally accepted accounting principles. The proprietary funds adopt budgets as a management tool. Since these budgets are not a required disclosure item, they are not presented herein.

6. The County Manager, Finance Director and Budget Officer are authorized to transfer budgeted amounts within departments. The Board of Commissioners may transfer amounts between departments and approve appropriations of additional resources in accordance with Georgia State Laws.

7. Supplemental and decreases in budget appropriations were properly approved by the County Commissioners. For the year ended June 30, 2010, the following supplemental and decrease in appropriations were approved:

Fund Type	Original Appropriations	Supplemental Appropriations	Supplemental Decreases	Final Appropriations
General	$ 150,778,575	$ 6,005,981	$ 7,560	$ 156,776,996
Special Revenue	37,128,113	10,544,258	318,287	47,354,084
Debt Service	214,018	2,503,651	-	2,717,669

8. The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is at the department level.

B. Excess of Expenditures Over Appropriation in Individual Funds

Fund	Department	Negative Variance

NONE

Chatham County, Georgia
Required Supplementary Information – Pension Schedules
June 30, 2010

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the date indicated. Additional information as of the latest actuarial valuation follows:

	Chatham County Employees' Retirement Plan
Actuarial Valuation Date	July 1, 2009
Actuarial Cost Method	Entry Age Normal Actuarial Cost Method
Amortization Method	Level dollar with closed amortization periods
Remaining Amortization Period	15 years
Asset Valuation Method	Adjusted Market Value
Actuarial Assumptions:	
Investment rate of return	8.0%, compounded annually
Projected salary increases	4.0%, compounded annually
Inflation rate	3.0%, compounded annually
Postretirement benefit increases	N/A

Schedule of Funding Progress
(dollar amounts in thousands)
1999 - 2009

Actuarial Valuation Date		Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/1999		$ 73,526	$ 80,317	$ 6,791	91.5	$ 40,940	16.6
07/01/2001	*	85,352	87,146	1,794	97.9	43,134	4.2
07/01/2002		90,420	97,293	6,873	92.9	41,078	16.7
07/01/2003		93,250	106,259	13,009	87.8	43,760	29.7
07/01/2004		94,522	117,585	23,063	80.4	46,320	49.8
07/01/2005		97,427	130,304	32,877	74.8	50,935	64.5
07/01/2006		102,952	142,973	40,021	72.0	55,437	72.2
07/01/2007		113,248	156,624	43,376	72.3	58,929	73.6
07/01/2008		125,759	180,456	54,697	69.7	63,973	85.5
07/01/2009		133,288	190,218	56,930	70.1	63,436	89.7

* The valuation plan year changed from January 1 to July 1. Due to this change, there is an 18 month period between the December 31, 1999 information and the July 1, 2001 information.

Schedule of Employer Contributions
2001-2010

Year Ended	Annual Contribution	Percentage of Annual Pension Cost Contributed	Year Ended	Annual Contribution	Percentage of Annual Pension Cost Contributed
6/30/2001	$ 2,794,392	100.0%	6/30/2006	$ 4,884,890	100.1%
6/30/2002	2,005,964	139.3%	6/30/2007	6,176,443	105.0%
6/30/2003	2,781,215	87.7%	6/30/2008	7,559,734	102.7%
6/30/2004	3,169,496	95.2%	6/30/2009	8,199,933	102.4%
6/30/2005	3,690,313	83.4%	6/30/2010	11,584,707	116.1%

Chatham County OPEB Trust Plan
Schedule of Valuation Details
June 30, 2010

Valuation Date:	July 1, 2009
Actuarial Cost Method:	Projected Unit Credit
Amortization Method:	Level Percentage of Payroll
Remaining Amortization Period:	30 years
Asset Valuation Method:	Market value
Investment Return Assumption:	7.2%
Health Care Cost Trend Rate:	8% current year, 1% incremental decrease annually to 5% rate by 2010
Population information:	
Retirees & current beneficiaries	359
Active plan participants	1,360
Total	1,719

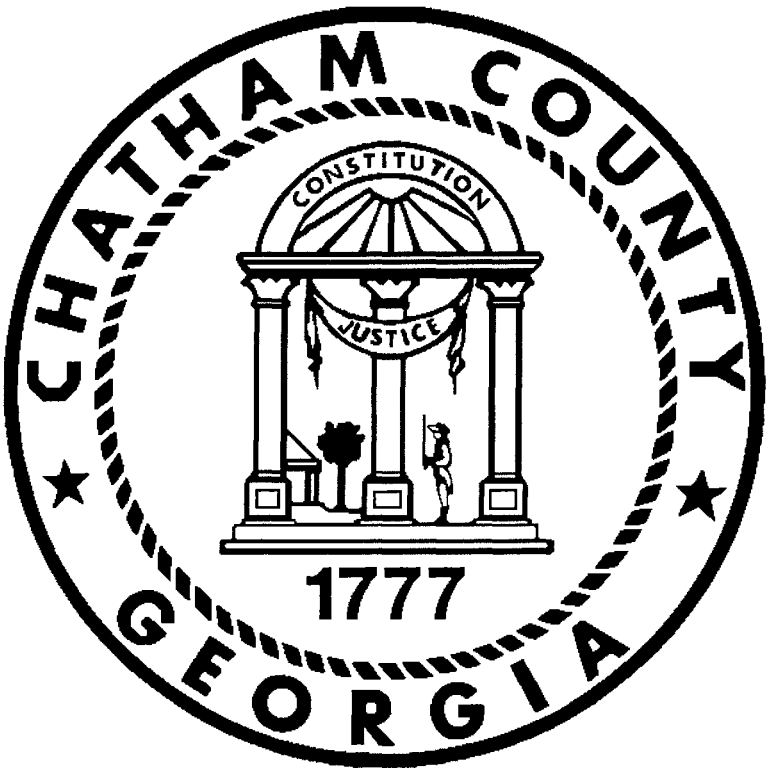
Chatham County OPEB Trust Plan
Schedule of Funding Progress
June 30, 2010
(dollars in thousands)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total Unfunded Actuarial Liability	Funded Ratio	Annual Covered Payroll	Ratio of the Actuarial Liability to Annual Covered Payroll
July 1, 2007	$4,425	$91,278	$86,853	4.85%	$58,929	147.4%
July 1, 2008	7,943	99,598	91,655	7.98%	63,973	143.3%
July 1, 2009	12,713	108,094	95,381	11.76%	63,436	150.36%

Chatham County OPEB Trust Plan
Schedule of Employer Contributions
2008-2010

Year Ended	Annual Contribution	Percentage of Annual OPEB Cost Contributed
June 30, 2008	$ 7,946,124	81.6%
June 30, 2009	7,650,296	74.7%
June 30, 2010	8,631,286	80.6%

SUPPLEMENTARY DATA – COMBINING FUND FINANCIAL STATEMENTS AND SCHEDULES


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

NONMAJOR FUNDS
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS:

The Special Revenue Funds are used to account for proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes.

Chatham Emergency Management Agency - This agency provides emergency service in a disaster area and in the event of enemy attack.

Street Lighting Fund - To account for the Special assessments levied for street lighting services.

Street Paving Fund - To account for the special assessments levied for street improvements.

Confiscated Revenue Fund - To account for funds received from participation in drug related cases.

Emergency Telephone System Fund - To account for funds generated from telephone subscriber surcharge fees for operation of the emergency 911 system.

Land Bank Fund - To account for funds generated from the sale of surplus land.

Land Disturbing Activities Ordinance Fund - To account for fees generated under the Land Disturbing Ordinance.

Multiple Grant Fund – To account for grants of the County.

Child Support Recovery Unit – To account for operations of the Child Support Recovery Unit under the Eastern Circuit District Attorney which is funded by a grant from State of Georgia Department of Human Resources.

Hotel/Motel Tax Fund – To account for the hotel/motel taxes collected.

DEBT SERVICE FUND:

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, related costs and certain contractual obligations.

CAPITAL PROJECTS FUNDS:

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

Capital Improvement Program - To account for the construction and acquisition of major capital projects which cost in excess of $ 10,000.

Capital Improvement Bond Fund (Series 1999) - To account for the proceeds of the $9,300,000 DSA Revenue Bonds, Series 1999 to be used for construction, improvement and replacement for specific capital projects.

Capital Improvement Bond Fund (Series 2005) – To account for the proceeds of the $29,055,000 DSA Revenue Bonds, Series 2005 to be used for refunding of existing debt, construction and capital improvements to buildings.

CHATHAM COUNTY, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2010

	Special Revenue Funds					
	Chatham Emergency Management	Street Lighting	Street Paving	Confiscated Revenue Fund	Emergency Telephone System	Land Bank
ASSETS						
Cash and investments	$ 393,243	$ 39,931	$ -	$ 543,146	$ 1,080,614	$ -
Receivable, net	41,026	22,706	-	-	289,010	-
Restricted cash	27,469	-	-	-	-	-
Total assets	$ 461,738	$ 62,637	$ -	$ 543,146	$ 1,369,624	$ -
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	$ 13,644	$ 36,064	$ -	$ 27,700	$ 729,687	$ -
Due to other funds	-	-	-	-	-	58,938
Other payables	-	-	-	-	-	407
Deferred revenue	-	17,888	-	-	-	-
Total liabilities	13,644	53,952	-	27,700	729,687	59,345
Fund balances:						
Reserved for:						
Public safety	25,148	-	-	515,446	639,937	-
Debt service	-	-	-	-	-	-
Unreserved reported in:						
Special revenue funds	422,946	8,685	-	-	-	(59,345)
Capital project funds	-	-	-	-	-	-
Total fund balances	448,094	8,685	-	515,446	639,937	(59,345)
Total liabilities and fund balances	$ 461,738	$ 62,637	$ -	$ 543,146	$ 1,369,624	$ -

				Capital Projects				
Land Disturbing Activities Ordinance	Multiple Grant Fund	Child Support Enforcement	Hotel/Motel Tax Fund	Capital Improvement Program	Capital Improvement Bond Fund	2005 Series Capital Improvement Bond Fund	Debt Service	Total Other Governmental Funds
$ 240,254	$ -	$ -	$ -	$ 22,372,629	$ 201,304	$ 1,438,978	$ 106,255	$ 26,416,354
-	2,118,612	733,657	108,515	-	-	122,831	-	3,436,357
5,345	-	-	-	-	-	-	1,654	34,468
$ 245,599	2,118,612	$ 733,657	$ 108,515	$ 22,372,629	$ 201,304	$ 1,561,809	$ 107,909	$ 29,887,179
$ -	450,000	$ 38,634	$ 54,257	$ 923,326	$ 29,055	$ 144,559	$ -	$ 2,446,926
-	1,654,032	695,023	54,258	-	-	-	-	2,462,251
3,555	87	-	-	327	-	-	-	4,376
-	14,493	-	-	-	-	-	-	32,381
3,555	2,118,612	733,657	108,515	923,653	29,055	144,559	-	4,945,934
-	-	-	-	-	-	-	-	1,180,531
-	-	-	-	-	-	-	107,909	107,909
242,044	-	-	-	-	-	-	-	614,330
-	-	-	-	21,448,976	172,249	1,417,250	-	23,038,475
242,044	-	-	-	21,448,976	172,249	1,417,250	107,909	24,941,245
$ 245,599	$ 2,118,612	$ 733,657	$ 108,515	$ 22,372,629	$ 201,304	$ 1,561,809	$ 107,909	$ 29,887,179

CHATHAM COUNTY, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010

	Special Revenue Funds					
	Chatham Emergency Management	Street Lighting	Street Paving	Confiscated Revenue Fund	Emergency Telephone System	Land Bank
REVENUES						
Other taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	133,697	-	-	-	-	-
Charges for services	-	466,025	-	-	2,287,931	-
Fees and fines	-	-	-	283,927	-	-
Investment earnings	351	115	384	1,151	1,934	-
Other revenue	42,324	-	-	10,280	-	1,000
Total revenues	176,372	466,140	384	295,358	2,289,865	1,000
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Judiciary	-	-	-	-	-	-
Public safety	970,321	-	-	198,973	2,379,691	-
Public works	-	459,487	161,671	-	-	-
Housing and development	-	-	-	-	-	11,888
Debt service:						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	970,321	459,487	161,671	198,973	2,379,691	11,888
Excess (deficiency) of revenues over (under) expenditures	(793,949)	6,653	(161,287)	96,385	(89,826)	(10,888)
OTHER FINANCING SOURCES (USES)						
Bond issuance	-	-	-	-	-	-
Transfers in	961,309	-	-	-	91,758	-
Transfers out	-	-	(14,335)	-	-	-
Total other financing sources and uses	961,309	-	(14,335)	-	91,758	-
Net change in fund balances	167,360	6,653	(175,622)	96,385	1,932	(10,888)
Fund balances - beginning	280,734	2,032	175,622	419,061	638,005	(48,457)
Fund balances - ending	$ 448,094	$ 8,685	$ -	$ 515,446	$ 639,937	$ (59,345)

				Capital Projects				
Land Disturbing Activities Ordinance	Multiple Grant Fund	Child Support Enforcement	Hotel/Motel Tax Fund	Capital Improvement Program	Capital Improvement Bond Fund	2005 Series Capital Improvement Bond Fund	Debt Service	Total Other Governmental Funds
$ -	$ -	$ -	$ 1,140,584	$ -	$ -	$ -	$ -	$ 1,140,584
472,631	-	-	-	-	-	-	-	472,631
-	4,527,991	2,781,216	-	-	-	-	-	7,442,904
-	-	-	-	-	-	-	-	2,753,956
-	-	-	-	-	-	-	-	283,927
320	-	-	-	52,072	(601)	9,393	85	65,204
-	-	1,095	-	115,608	-	279,472	214,019	663,798
472,951	4,527,991	2,782,311	1,140,584	167,680	(601)	288,865	214,104	12,823,004
-	3,282,001	-	-	-	-	-	-	3,282,001
-	361,306	-	-	-	-	-	-	361,306
-	880,705	2,851,451	-	-	-	-	-	7,281,141
-	3,979	-	-	-	-	-	-	625,137
385,926	-	-	570,292	-	-	-	-	968,106
-	-	-	-	-	-	-	140,000	140,000
-	-	-	-	-	-	-	94,221	94,221
-	-	-	-	6,616,048	206,553	3,080,762	2,346,891	12,250,254
385,926	4,527,991	2,851,451	570,292	6,616,048	206,553	3,080,762	2,581,112	25,002,166
87,025	-	(69,140)	570,292	(6,448,368)	(207,154)	(2,791,897)	(2,367,008)	(12,179,162)
-	-	-	-	-	-	-	2,400,000	2,400,000
-	-	69,140	-	1,910,796	-	300,000	-	3,333,003
-	-	-	(570,292)	(300,000)	-	-	(28,734)	(913,361)
-	-	69,140	(570,292)	1,610,796	-	300,000	2,371,266	4,819,642
87,025	-	-	-	(4,837,572)	(207,154)	(2,491,897)	4,258	(7,359,520)
155,019	-	-	-	26,286,548	379,403	3,909,147	103,651	32,300,765
$ 242,044	$ -	$ -	$ -	$ 21,448,976	$ 172,249	$ 1,417,250	$ 107,909	$ 24,941,245

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – CHATHAM EMERGENCY MANAGEMENT AGENCY
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Revenue from other governmental units	$ -	$ -	$ 133,697	$ 133,697
Investment income	-	-	351	351
Other	-	-	42,324	42,324
Total revenues	-	-	176,372	176,372
EXPENDITURES:				
Current:				
Public safety - CEMA	961,309	1,242,043	970,321	271,722
Total expenditures	961,309	1,242,043	970,321	271,722
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(961,309)	(1,242,043)	(793,949)	448,094
OTHER FINANCING SOURCES (USES):				
Transfers in	961,309	961,309	961,309	-
Total other financing sources	961,309	961,309	961,309	-
NET CHANGE IN FUND BALANCE	-	(280,734)	167,360	448,094
FUND BALANCE, BEGINNING OF YEAR	-	280,734	280,734	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ 448,094	$ 448,094

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – STREET LIGHTING
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for services	$ 627,420	$ 627,420	$ 466,025	$ (161,395)
Investment income	-	-	115	115
Total revenues	627,420	627,420	466,140	(161,280)
EXPENDITURES:				
Current:				
Public works	627,420	629,452	459,487	169,965
Total expenditures	627,420	629,452	459,487	169,965
NET CHANGE IN FUND BALANCE	-	(2,032)	6,653	8,685
FUND BALANCE, BEGINNING OF YEAR	-	2,032	2,032	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ 8,685	$ 8,685

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – STREET PAVING
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment income	$ 4,000	$ 4,000	$ 384	$ (3,616)
Total revenues	4,000	4,000	384	(3,616)
EXPENDITURES:				
Current:				
Public works	179,435	164,622	161,671	2,951
Total expenditures	179,435	164,622	161,671	2,951
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(175,435)	(160,622)	(161,287)	(665)
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(15,000)	(14,335)	665
Total other financing sources	-	(15,000)	(14,335)	665
NET CHANGE IN FUND BALANCE	(175,435)	(175,622)	(175,622)	-
FUND BALANCE, BEGINNING OF YEAR	175,435	175,622	175,622	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ -	$ -

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – CONFISCATED REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Fines and fees	$ -	$ -	$ 283,927	$ 283,927
Investment income	-	-	1,151	1,151
Other	-	-	10,280	10,280
Total revenues	-	-	295,358	295,358
EXPENDITURES:				
Current:				
Public safety	50,000	419,061	198,973	220,088
Total expenditures	50,000	419,061	198,973	220,088
NET CHANGE IN FUND BALANCE	(50,000)	(419,061)	96,385	515,446
FUND BALANCE, BEGINNING OF YEAR	50,000	419,061	419,061	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ 515,446	$ 515,446

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – EMERGENCY TELEPHONE SYSTEM
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for services	$ 2,238,584	$ 2,238,584	$ 2,287,931	$ 49,347
Investment income	-	-	1,934	1,934
Total revenues	2,238,584	2,238,584	2,289,865	51,281
EXPENDITURES:				
Current:				
Public safety	2,499,056	3,109,561	2,379,691	729,870
Total expenditures	2,499,056	3,109,561	2,379,691	729,870
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(260,472)	(870,977)	(89,826)	781,151
OTHER FINANCING SOURCES (USES):				
Transfers in	260,472	232,972	91,758	(141,214)
Total other financing sources	260,472	232,972	91,758	(141,214)
NET CHANGE IN FUND BALANCE	-	(638,005)	1,932	639,937
FUND BALANCE, BEGINNING OF YEAR	-	638,005	638,005	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ 639,937	$ 639,937

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – LAND BANK
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment income	$ -	$ -	$ -	$ -
Other	353,812	65,000	1,000	(64,000)
Total revenues	353,812	65,000	1,000	(64,000)
EXPENDITURES:				
Current:				
Housing and development	353,812	65,000	11,888	53,112
Total expenditures	353,812	65,000	11,888	53,112
NET CHANGE IN FUND BALANCE	-	-	(10,888)	(10,888)
FUND BALANCE, BEGINNING OF YEAR	-	-	(48,457)	(48,457)
FUND BALANCE, END OF YEAR	$ -	$ -	$ (59,345)	$ (59,345)

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – LAND DISTURBING ACTIVITIES ORDINANCE
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Licenses and permits	$ 388,672	$ 388,672	$ 472,631	$ 83,959
Investment income	5,000	5,000	320	(4,680)
Total revenues	393,672	393,672	472,951	79,279
EXPENDITURES:				
Current:				
Housing and development	403,538	548,691	385,926	162,765
Total expenditures	403,538	548,691	385,926	162,765
NET CHANGE IN FUND BALANCE	(9,866)	(155,019)	87,025	242,044
FUND BALANCE, BEGINNING OF YEAR	9,866	155,019	155,019	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ 242,044	$ 242,044

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – MULTIPLE GRANT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Revenue from other governmental units	$ 112,800	$ 8,514,699	$ 4,527,991	$ (3,986,708)
Total revenues	112,800	8,514,699	4,527,991	(3,986,708)
EXPENDITURES:				
Current:				
General government	-	4,764,568	3,282,001	1,482,567
Judiciary	-	991,444	361,306	630,138
Public safety	112,800	1,099,065	880,705	218,360
Public works	-	1,659,622	3,979	1,655,643
Total expenditures	112,800	8,514,699	4,527,991	3,986,708
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	-	-	-	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ -	$ -

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – CHILD SUPPORT ENFORCEMENT
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Revenue from other governmental units	$ 2,813,930	$ 2,813,930	$ 2,781,216	$ (32,714)
Other	-	-	1,095	1,095
Total revenues	2,813,930	2,813,930	2,782,311	(31,619)
EXPENDITURES:				
Current:				
Public safety	2,883,930	2,883,930	2,851,451	32,479
Total expenditures	2,883,930	2,883,930	2,851,451	32,479
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(70,000)	(70,000)	(69,140)	860
OTHER FINANCING SOURCES (USES):				
Transfers in	70,000	70,000	69,140	(860)
Total other financing sources (uses)	70,000	70,000	69,140	(860)
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	-	-	-	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ -	$ -

CHATHAM COUNTY, GEORGIA
SPECIAL REVENUE FUND – HOTEL/MOTEL TAX FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Taxes:				
Hotel/motel taxes	$ 1,350,000	$ 1,350,000	$ 1,140,584	$ (209,416)
Total revenues	1,350,000	1,350,000	1,140,584	(209,416)
EXPENDITURES:				
Current:				
Housing and development	675,000	675,000	570,292	104,708
Total expenditures	675,000	675,000	570,292	104,708
EXCESS OF REVENUES OVER EXPENDITURES	675,000	675,000	570,292	(104,708)
OTHER FINANCING SOURCES (USES):				
Transfers out	(675,000)	(675,000)	(570,292)	104,708
Total other financing sources (uses)	(675,000)	(675,000)	(570,292)	104,708
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, BEGINNING OF YEAR	-	-	-	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ -	$ -

CHATHAM COUNTY, GEORGIA
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment income	$ -	$ -	$ 85	$ 85
Other	214,018	214,018	214,019	1
Total revenues	214,018	214,018	214,104	86
EXPENDITURES:				
Debt Service:				
Bond principal retirement	140,000	140,000	140,000	-
Interest and fiscal charges	49,018	210,019	94,221	115,798
Capital Outlay	-	2,342,650	2,346,891	(4,241)
Total expenditures	189,018	2,692,669	2,581,112	111,557
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	25,000	(2,478,651)	(2,367,008)	111,643
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	2,400,000	2,400,000	-
Transfers out	(25,000)	(25,000)	(28,734)	(3,734)
Total other financing sources (uses)	(25,000)	2,375,000	2,371,266	(3,734)
NET CHANGE IN FUND BALANCE	-	(103,651)	4,258	107,909
FUND BALANCE, BEGINNING OF YEAR	-	103,651	103,651	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ 107,909	$ 107,909

NONMAJOR PROPRIETARY FUNDS

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.

Water and Sewer Fund - To account for the provision of water and sewer services to the residents of the County. All activities necessary to provide such services are accounted for in this fund.

Parking Garage Fund - To account for parking services.

Henderson Golf Course- To account for recreational golf services.

Building Safety & Regulatory Services Fund – To account for the collection of permits, plan reviews, inspections and zoning fees.

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS:

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost reimbursement basis.

Health Insurance Fund - To account for the claims arising from employee medical costs for which the County is self-insured.

Catastrophic Claims Fund - To account for catastrophic claims in excess of $100,000.

Risk Management Fund – To account for workers compensation claims and other risk management activities.

CHATHAM COUNTY, GEORGIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2010

	Water and Sewer Fund	Parking Garage Fund	Henderson Golf Club Fund	Building Safety and Regulatory Services	Total
ASSETS					
Current assets:					
Cash and investments	$ 2,326,915	$ 1,457,040	$ -	$ -	$ 3,783,955
Receivable, net	860,096	108	-	-	860,204
Restricted cash	233,717	-	-	-	233,717
Total current assets	3,420,728	1,457,148	-	-	4,877,876
Capital assets:					
Capital assets (net of accumulated depreciation)	5,226,986	1,685,907	-	238,613	7,151,506
Total assets	8,647,714	3,143,055	-	238,613	12,029,382
LIABILITIES					
Current liabilities:					
Accounts payable	236,068	2,436	-	-	238,504
Payable from restricted assets	233,717	-	-	-	233,717
Due to other funds	-	-	-	199,158	199,158
Other accrued expenses	3,256	8,710	-	9,106	21,072
Current portion of long-term liabilities	5,146	1,694	-	9,232	16,072
Total current liabilities	478,187	12,840	-	217,496	708,523
Non-current liabilities:	-				
Due in more than one year	41,637	13,704	-	74,698	130,039
Net OPEB Obligation	26,716	8,906	-	107,651	143,273
Total non-current liabilities	68,353	22,610	-	182,349	273,312
Total liabilities	546,540	35,450	-	399,845	981,835
NET ASSETS					
Invested in capital assets, net of related debt	5,226,986	1,685,907	-	238,613	7,151,506
Unrestricted	2,874,188	1,421,698	-	(399,845)	3,896,041
Total net assets	$ 8,101,174	$ 3,107,605	$ -	$ (161,232)	$ 11,047,547

CHATHAM COUNTY, GEORGIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

	Water and Sewer Fund	Parking Garage Fund	Henderson Golf Club Fund	Building Safety and Regulatory Services	Total
OPERATING REVENUES					
Charges for services	$ 2,342,055	$ 307,050	$ 50,293	$ 567,686	$ 3,267,084
Miscellaneous	1,054	-	4,322	-	5,376
Total operating revenues	2,343,109	307,050	54,615	567,686	3,272,460
OPERATING EXPENSES					
Personal services	437,368	122,209	-	1,271,820	1,831,397
Contractual services	1,344,861	9,186	-	36,076	1,390,123
Other supplies and expenses	365,766	29,714	-	29,163	424,643
Interdepartmental charges	144,967	50,676	-	(33,049)	162,594
Depreciation	355,590	76,149	19,321	24,113	475,173
Other costs	-	-	2,100	-	2,100
Total operating expenses	2,648,552	287,934	21,421	1,328,123	4,286,030
Operating income (loss)	(305,443)	19,116	33,194	(760,437)	(1,013,570)
NON-OPERATING REVENUES (EXPENSES)					
Interest and investment revenue	6,420	3,007	545	-	9,972
Interest expense	-	-	-	92	92
Gain (loss) on sale of assets	(30,815)	-	-	-	(30,815)
Total non-operating revenue (expenses)	(24,395)	3,007	545	92	(20,751)
Income (loss) before transfers	(329,838)	22,123	33,739	(760,345)	(1,034,321)
Transfers in	-	-	-	678,047	678,047
Transfers out	-	-	(7,276,687)	(27,000)	(7,303,687)
Change in net assets	(329,838)	22,123	(7,242,948)	(109,298)	(7,659,961)
Total net assets - beginning	8,431,012	3,085,482	7,242,948	(51,934)	18,707,508
Total net assets - ending	$ 8,101,174	$ 3,107,605	$ -	$ (161,232)	$ 11,047,547

CHATHAM COUNTY, GEORGIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010

	Water and Sewer Fund	Parking Garage Fund	Henderson Golf Club Fund	Building Safety and Regulatory Services	Total
Cash flows from operating activities:					
Cash received from customers	$ 2,108,709	$ 306,898	$ 58,615	$ 567,686	$ 3,041,908
Cash payments to employees for services	(427,308)	(118,856)	-	(1,157,248)	(1,703,412)
Cash payments to suppliers for goods and services	(1,844,974)	(72,277)	(2,100)	(60,246)	(1,979,597)
Net cash provided (used) by operating activities	(163,573)	115,765	56,515	(649,808)	(641,101)
Cash flows from noncapital financing activities:					
Borrowings from (repayments to) other funds	-	-	(152,346)	(1,331)	(153,677)
Transfers in	-	-	-	678,047	678,047
Transfers out	-	-	(123,688)	(27,000)	(150,688)
Net cash provided (used) by noncapital financing activities	-	-	(276,034)	649,716	373,682
Cash flows from capital and related financing activities:					
Proceeds from developers	(2,719)	-	-	-	(2,719)
Proceeds from sale capital assets	147,779		-	-	147,779
Principal payments on debt	40,919	-	-	-	40,919
Acquisitions and construction of capital assets	(409,863)	-	(1,263)	-	(411,126)
Net cash (used) by capital and related financing activities	(223,884)	-	(1,263)	-	(225,147)
Cash flows from investing activities:					
Interest earned on cash and investments	6,420	3,007	545	92	10,064
Net cash provided (used) by investing activities	6,420	3,007	545	92	10,064
Net increase (decrease) in cash and cash equivalents	(381,037)	118,772	(220,237)	-	(482,502)
Cash and cash equivalents, beginning of year	2,941,669	1,338,268	220,237	-	4,500,174
Cash and cash equivalents, end of year	$ 2,560,632	$ 1,457,040	$ -	$ -	$ 4,017,672
Reconciliation of operating income to net cash provided by (used in) operating activities:					
Operating income (loss)	$ (305,443)	$ 19,116	$ 33,194	$ (760,437)	$ (1,013,570)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	355,590	76,149	19,321	24,113	475,173
Change in assets and liabilities:					
(Increase) decrease in accounts receivables	(234,400)	559	4,000	-	(229,841)
Increase (decrease) in accounts payable and other accrued liabilities	10,620	17,298	-	46,642	74,560
Increase (decrease) in unearned revenue	-	(711)	-	-	(711)
Increase (decrease) in net OPEB obligations	10,060	3,354	-	39,874	53,288
Total adjustments	141,870	96,649	23,321	110,629	372,469
Net cash provided (used) by operating activities	$ (163,573)	$ 115,765	$ 56,515	$ (649,808)	$ (641,101)
Noncash investing, capital, and financing activities:					
Capital assets transferred to governmental activities	$ -	$ -	$ 7,152,999	$ -	$ 7,152,999

CHATHAM COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2010

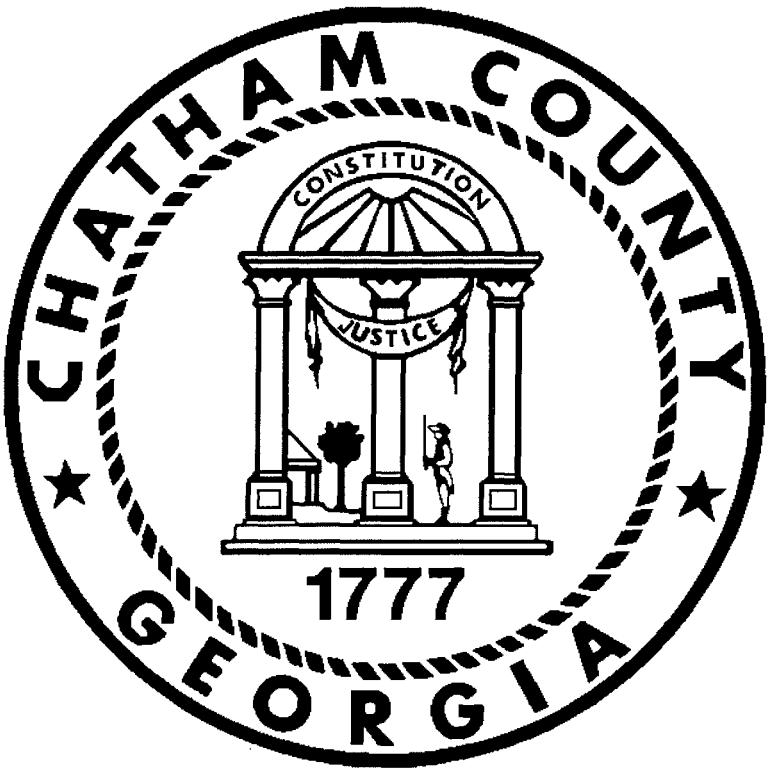
	Health Insurance	Risk Management Fund	Catastrophic Claims	Total
ASSETS				
Current assets:				
Cash and investments	$ 5,691,401	$ 5,343,646	$ 1,766,063	$ 12,801,110
Receivable, net	335,716	7,204	-	342,920
Total assets	6,027,117	5,350,850	1,766,063	13,144,030
LIABILITIES				
Current Liabilities:				
Accounts payable	-	102,796	-	102,796
Noncurrent Liabilities:				
Claims payable	1,000,455	2,555,843	-	3,556,298
Total liabilities	1,000,455	2,658,639	-	3,659,094
NET ASSETS				
Unrestricted	5,026,662	2,692,211	1,766,063	9,484,936
Total net assets	$ 5,026,662	$ 2,692,211	$ 1,766,063	$ 9,484,936

CHATHAM COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

	Health Insurance	Risk Management Fund	Catastrophic Claims	Total
OPERATING REVENUES				
Employee contributions	$ 2,516,699	$ -	$ -	$ 2,516,699
Employer contributions	13,150,395	-	-	13,150,395
Other	3,284,254	870,398	-	4,154,652
Total operating revenues	18,951,348	870,398	-	19,821,746
OPERATING EXPENSES				
Risk management	15,425,459	3,086,277	-	18,511,736
Administrative fees	2,036,324	64,517	-	2,100,841
Total operating expenses	17,461,783	3,150,794	-	20,612,577
Operating income (loss)	1,489,565	(2,280,396)	-	(790,831)
NON-OPERATING REVENUES (EXPENSES)				
Interest and investment revenue (expense)	8,191	11,930	3,798	23,919
Total non-operating revenue (expenses)	8,191	11,930	3,798	23,919
Income (loss) before transfers	1,497,756	(2,268,466)	3,798	(766,912)
Transfers in	-	2,400,000	-	2,400,000
Change in net assets	1,497,756	131,534	3,798	1,633,088
Total net assets - beginning	3,528,906	2,560,677	1,762,265	7,851,848
Total net assets - ending	$ 5,026,662	$ 2,692,211	$ 1,766,063	$ 9,484,936

CHATHAM COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010

	Health Insurance	Risk Management Fund	Catastrophic Claims	Total
Cash flows from operating activities:				
Employee and employer contributions	$ 15,667,094	$ -	$ -	$ 15,667,094
Other	3,284,254	863,194	-	4,147,448
Risk management fees	(204,546)	-	-	(204,546)
Payment of claims, fees and expenses	(17,432,387)	(3,006,590)	-	(20,438,977)
Net cash provided (used) by operating activities	1,314,415	(2,143,396)	-	(828,981)
Cash flows from noncapital financing activities:				
Transfers in	-	2,400,000	-	2,400,000
Net cash provided (used) by noncapital financing activities	-	2,400,000	-	2,400,000
Cash flows from investing activities:				
Interest earned on cash and investments	8,191	11,930	3,798	23,919
Net cash provided (used) by investing activities	8,191	11,930	3,798	23,919
Net increase (decrease) in cash and cash equivalents	1,322,606	268,534	3,798	1,594,938
Cash and cash equivalents, beginning of year	4,368,795	5,075,112	1,762,265	11,206,172
Cash and cash equivalents, end of year	$ 5,691,401	$ 5,343,646	$ 1,766,063	$ 12,801,110
Reconciliation of operating income to net cash provided by (used in) operating activities:				
Operating income (loss)	$ 1,489,565	$ (2,280,396)	$ -	$ (790,831)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Change in assets and liabilities:				
(Increase) decrease in other receivables	(204,546)	(7,204)	-	(211,750)
Increase (decrease) in accounts / claims payable	29,396	144,204	-	173,600
Total adjustments	(175,150)	137,000	-	(38,150)
Net cash provided (used) by operating activities	$ 1,314,415	$ (2,143,396)	$ -	$ (828,981)


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

FIDUCIARY FUNDS

TRUST FUNDS:

Pension Trust Fund – To account for the public employee retirement plan.

Other Post-Employment Benefit (OPEB) Fund – To account for transactions related to retiree healthcare and other post-employment benefits, including activities related to the prefunding of retiree healthcare.

AGENCY FUNDS:

Agency Funds are used to account for assets held by a governmental unit in a trustee capacity as an agent for individuals, private organizations and other governmental units.

Tax Commissioner - To account for all real, personal, tangible, and intangible recording taxes collected and forwarded to the County and other governmental bodies.

Flexible Benefit Plan - To provide eligible Employees with a means of (1) selecting benefits from a "cafeteria" which are best to his/her family's needs and (2) paying for certain types of expenses with PRE-TAX income dollars (referred to as Flexible Dollars), thus reducing taxable income and increasing net take-home pay.

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

Clerk of Superior Court
Registry of Superior Court
Clerk's Office State Court
Sheriff's Office of State and Superior Court
Clerk's Office Magistrate Court
Probate Court

CHATHAM COUNTY, GEORGIA
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS
COMBINING STATEMENT OF PLAN NET ASSETS
JUNE 30, 2010

	Pension Trust Fund	OPEB Trust Fund	Total
ASSETS			
Cash	$ 7,965,982	$ 2,839,084	$ 10,805,066
Receivables:			
Interest and dividend	655,812	-	655,812
Sale of investments	4,039,314	-	4,039,314
Accounts	64,869	18,333	83,202
Investments:			
U.S. government and agency obligations	17,682,441	-	17,682,441
Mortgage backed securities	4,641,696	-	4,641,696
Corporate bonds	30,579,288	-	30,579,288
Domestic stocks	41,918,985	-	41,918,985
Real estate investment trust	252,056	-	252,056
International equity funds	12,652,989	-	12,652,989
Exchange traded funds	1,216,741	-	1,216,741
Index Funds	-	10,111,642	10,111,642
Other asset backed securities	89,211	-	89,211
Total Investments	109,033,407	10,111,642	119,145,049
Total assets	121,759,384	12,969,059	134,728,443
LIABILITIES			
Accounts payable	1,622,343	255,902	1,878,245
Total liabilities	1,622,343	255,902	1,878,245
NET ASSETS			
Held in trust for pension and other employee benefits	$ 120,137,041	$ 12,713,157	$ 132,850,198

CHATHAM COUNTY, GEORGIA
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

	Pension Trust Fund	OPEB Trust Fund	Total
ADDITIONS			
Contributions:			
Employer	$ 11,584,708	$ 8,631,286	$ 20,215,994
Plan members	2,190,107	327,516	2,517,623
Total contributions	13,774,815	8,958,802	22,733,617
Investment earnings:			
Net appreciation (depreciation) in fair value of investments	10,553,029	36,112	10,589,141
Interest	2,446,610	6,400	2,453,010
Dividends	1,013,953	-	1,013,953
Total net investment earnings	14,013,592	42,512	14,056,104
Less investment expense	464,611	-	464,611
Net investment income	13,548,981	42,512	13,591,493
Total additions	27,323,796	9,001,314	36,325,110
DEDUCTIONS			
Benefits	8,617,285		8,617,285
Risk management		3,816,008	3,816,008
Refunds of contributions	218,269	-	218,269
Administrative expense	169,870	414,840	584,710
Total deductions	9,005,424	4,230,848	13,236,272
Change in net assets	18,318,372	4,770,466	23,088,838
Net assets - beginning	101,818,669	7,942,691	109,761,360
Net assets - ending	$ 120,137,041	$ 12,713,157	$ 132,850,198

CHATHAM COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2010

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
TAX COMMISSIONER				
Assets:				
Cash and investments	$ 15,562,685	$ 183,120,727	$ 179,886,207	$ 18,797,205
Total Assets	$ 15,562,685	$ 183,120,727	$ 179,886,207	$ 18,797,205
Liabilities:				
Due to others	$ 15,562,685	$ 183,120,727	$ 179,886,207	$ 18,797,205
Total Liabilities	$ 15,562,685	$ 183,120,727	$ 179,886,207	$ 18,797,205
CLERK OF SUPERIOR COURT				
Assets:				
Cash and investments	$ 472,603	$ 3,390,988	$ 3,411,538	$ 452,053
Total Assets	$ 472,603	$ 3,390,988	$ 3,411,538	$ 452,053
Liabilities:				
Due to others	$ 472,603	$ 3,390,988	$ 3,411,538	$ 452,053
Total Liabilities	$ 472,603	$ 3,390,988	$ 3,411,538	$ 452,053
REGISTRY OF SUPERIOR COURT				
Assets:				
Cash and investments	$ 8,932,962	$ 8,745,749	$ 14,287,131	$ 3,391,580
Total Assets	$ 8,932,962	$ 8,745,749	$ 14,287,131	$ 3,391,580
Liabilities:				
Due to others	$ 8,932,962	$ 8,745,749	$ 14,287,131	$ 3,391,580
Total Liabilities	$ 8,932,962	$ 8,745,749	$ 14,287,131	$ 3,391,580
CLERK'S OFFICE STATE COURT				
Assets:				
Cash and investments	$ 221,533	$ 1,603,660	$ 1,651,792	$ 173,401
Total Assets	$ 221,533	$ 1,603,660	$ 1,651,792	$ 173,401
Liabilities:				
Due to others	$ 221,533	$ 1,603,660	$ 1,651,792	$ 173,401
Total Liabilities	$ 221,533	$ 1,603,660	$ 1,651,792	$ 173,401

CHATHAM COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2010

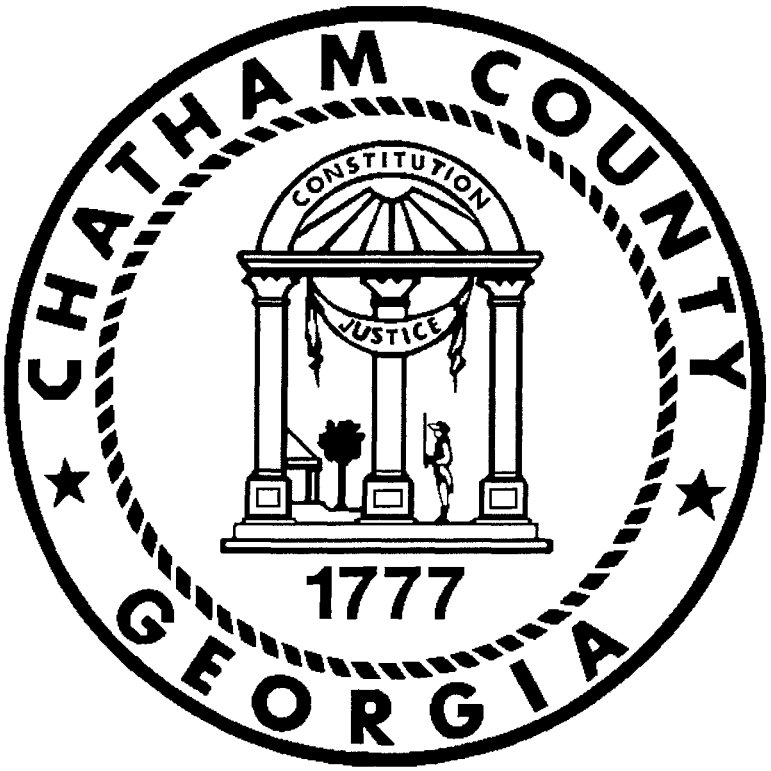
	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
SHERIFF'S OFFICE STATE AND SUPERIOR COURTS				
Assets:				
Cash and investments	$ 2,317,498	$ 1,380,572	$ 1,215,767	$ 2,482,303
Total Assets	$ 2,317,498	$ 1,380,572	$ 1,215,767	$ 2,482,303
Liabilities:				
Due to others	$ 2,317,498	$ 1,380,572	$ 1,215,767	$ 2,482,303
Total Liabilities	$ 2,317,498	$ 1,380,572	$ 1,215,767	$ 2,482,303
CLERK'S OFFICE MAGISTRATE COURT				
Assets:				
Cash and investments	$ 98,025	$ 1,866,963	$ 1,853,940	$ 111,048
Total Assets	$ 98,025	$ 1,866,963	$ 1,853,940	$ 111,048
Liabilities:				
Due to others	$ 98,025	$ 1,866,963	$ 1,853,940	$ 111,048
Total Liabilities	$ 98,025	$ 1,866,963	$ 1,853,940	$ 111,048
PROBATE COURT				
Assets:				
Cash and investments	$ 61,523	$ 93,025	$ 153,712	$ 836
Total Assets	$ 61,523	$ 93,025	$ 153,712	$ 836
Liabilities:				
Due to others	$ 61,523	$ 93,025	$ 153,712	$ 836
Total Liabilities	$ 61,523	$ 93,025	$ 153,712	$ 836
JUVENILE COURT				
Assets:				
Cash and investments	$ 31,137	$ 90,850	$ 86,213	$ 35,774
Total Assets	$ 31,137	$ 90,850	$ 86,213	$ 35,774
Liabilities:				
Due to others	$ 31,137	$ 90,850	$ 86,213	$ 35,774
Total Liabilities	$ 31,137	$ 90,850	$ 86,213	$ 35,774

CHATHAM COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2010

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
FLEX BENEFIT PLAN				
Assets:				
Cash and investments	$ 9,841	$ 811,201	$ 798,448	$ 22,594
Total Assets	$ 9,841	$ 811,201	$ 798,448	$ 22,594
Liabilities:				
Due to others	$ 9,841	$ 811,201	$ 798,448	$ 22,594
Total Liabilities	$ 9,841	$ 811,201	$ 798,448	$ 22,594
TOTAL				
Assets:				
Cash and investments	$ 27,707,807	$ 201,103,735	$ 203,344,748	$ 25,466,794
Total Assets	$ 27,707,807	$ 201,103,735	$ 203,344,748	$ 25,466,794
Liabilities:				
Due to others	$ 27,707,807	$ 201,103,735	$ 203,344,748	$ 25,466,794
Total Liabilities	$ 27,707,807	$ 201,103,735	$ 203,344,748	$ 25,466,794

COMMENT RELATIVE TO STATISTICAL SECTION

Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These reflect social and economic data, financial trends, and the fiscal capacity of the government. The tables are un-audited due to the nature of the information contained therein.


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

STATISTICAL SECTION

This part of the Chatham 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 **Page**

Financial Trends G-3

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 G-12

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity G-21

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 G-25

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 G-27

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.

Chatham County, Georgia
Net Assets by Component
(accrual basis of accounting)
Last Nine Fiscal Years

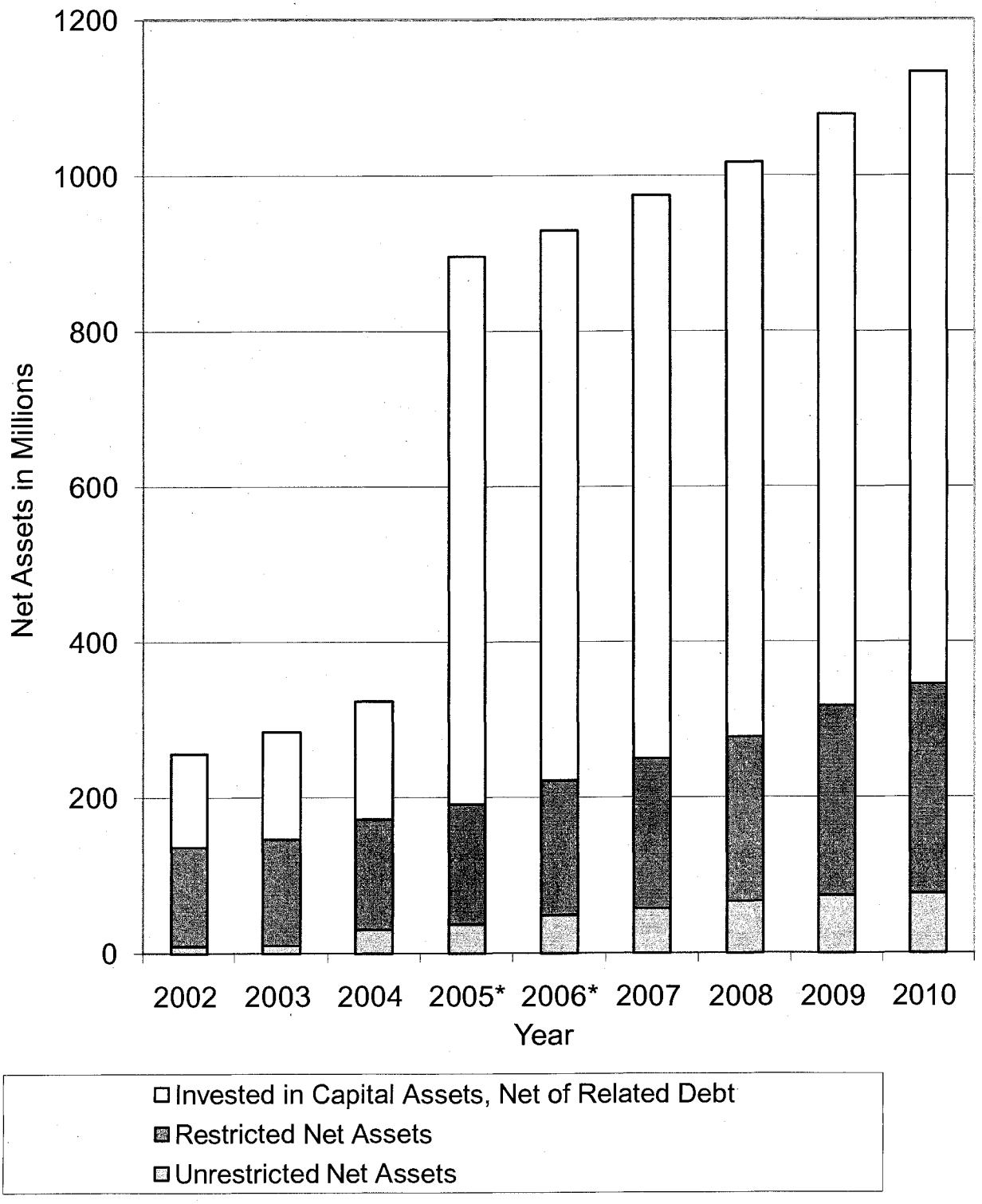
	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities									
Invested in capital assets, net of related debt	$ 106,561,598	$ 117,363,408	$ 125,672,124	$ 680,133,250 [1]	$ 678,740,933 [2]	$ 696,028,733 [2]	$ 713,145,139	$ 729,614,543	$ 758,599,615
Restricted	123,889,739	132,923,076	138,919,670	150,477,644	169,451,499	189,088,649	207,390,200	240,733,031	265,588,109
Unrestricted	(1,198,395)	3,372,561	21,164,204	28,104,633	42,827,583	50,055,974	59,152,523	65,110,178	68,874,739
Total governmental activities net assets	$ 229,252,942	$ 253,659,045	$ 285,755,998	$ 858,715,527	$ 891,020,015	$ 935,173,356	$ 979,687,862	$ 1,035,457,752	$ 1,093,062,463
Business-type activities									
Invested in capital assets, net of related debt	$ 13,619,102	$ 20,597,344	$ 26,080,588	$ 24,881,272	$ 28,911,730	$ 28,956,177	$ 27,537,903	$ 31,191,580	$ 28,986,827
Restricted	2,745,651	3,261,440	3,197,699	3,726,855	3,807,712	3,234,176	3,452,123	3,566,728	3,357,430
Unrestricted	10,589,556	6,736,743	8,920,966	9,064,831	5,838,624	7,318,244	7,100,798	8,643,967	7,772,723
Total business-type activities net assets	$ 26,954,309	$ 30,595,527	$ 38,199,253	$ 37,672,958	$ 38,558,066	$ 39,508,597	$ 38,090,824	$ 43,402,275	$ 40,116,980
Primary government									
Invested in capital assets, net of related debt	$ 120,180,700	$ 137,960,752	$ 151,752,712	$ 705,014,522 [1]	$ 707,652,663 [2]	$ 724,984,910 [2]	$ 740,683,042	$ 760,806,123	$ 787,586,442
Restricted	126,635,390	136,184,516	142,117,369	154,204,499	173,259,211	192,322,825	210,842,323	244,299,759	268,945,539
Unrestricted	9,391,161	10,109,304	30,085,170	37,169,464	48,666,207	57,374,218	66,253,321	73,754,145	76,647,462
Total primary government net assets	$ 256,207,251	$ 284,254,572	$ 323,955,251	$ 896,388,485	$ 929,578,081	$ 974,681,953	$ 1,017,778,686	$ 1,078,860,027	$ 1,133,179,443

[1] Increase in capital assets due to implementation of GASB 34 Infrastructure requirement in 2006 retro to 2005.
[2] Increase in capital assets due to implementation of GASB 34 Infrastructure requirement in 2006.

Note: 10 years information not available. GASB 34 implementation year was 2002

Chatham County, Georgia

Total Government Net Assets
Last Nine Fiscal Years



*GASB 34 infrastructure reporting occurred in 2006, retroactive to 2005.

Chatham County, Georgia
Change in Net Assets
Last Nine Fiscal Years

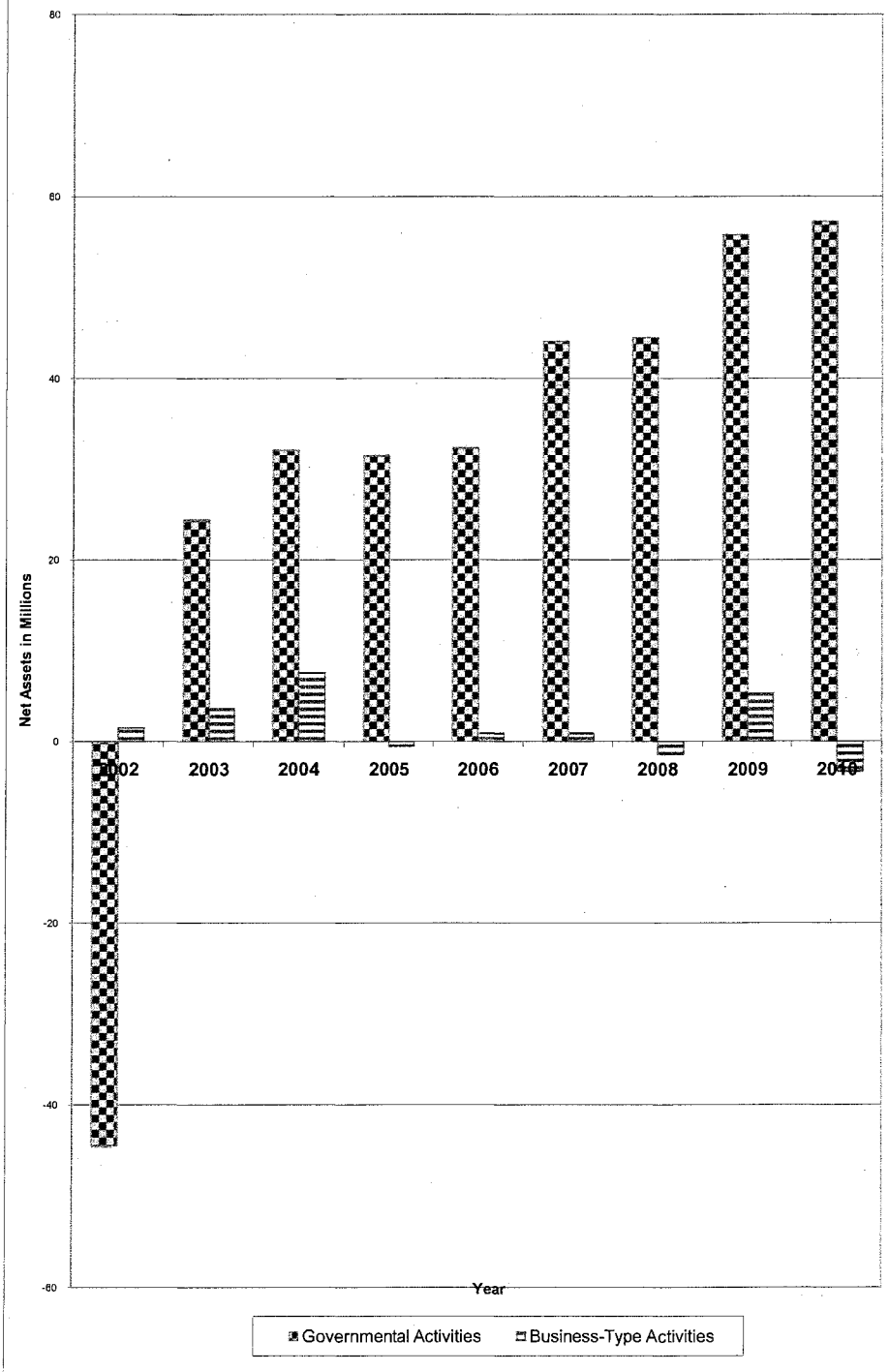
	Fiscal Year			
	2002	2003	2004	2005
Expenses				
Governmental activities:				
General government	$ 24,241,377	$ 21,717,462	$ 22,981,430	$ 24,443,974
Judiciary	18,714,343	16,826,962	18,406,097	20,283,800
Public safety	43,446,492	45,866,679	47,664,676	49,643,795
Public works	39,238,618	33,451,315	27,935,642	25,338,583
Health & Welfare	9,685,308	9,991,188	9,567,838	10,035,031
Culture and Recreation	10,891,326	9,163,624	9,416,115	21,808,482
Housing and development	1,037,142	1,199,049	1,412,605	1,758,770
Interest on long-term debt	3,325,735	3,044,736	2,891,924	2,915,656
Total governmental activities expenses	150,580,341	141,261,015	140,276,327	156,228,091
Business-type activities:				
Environmental Services-Solid Waste	2,127,838	2,128,014	1,986,172	2,090,871
Transportation Services-Bus	11,341,419	13,006,053	13,737,575	14,601,618
Recreation Services-Golf	1,221,338	1,127,090	1,151,150	946,652
Other Services-Water & Sewer	1,444,691	1,422,000	1,495,201	1,691,215
Other Services-Parking	190,343	213,543	220,047	215,646
Other Services-Building Safety&Reg Serv	-	-	-	1,176,247
Total business-type activities expenses	16,325,629	17,896,700	18,590,145	20,722,249
Total primary government expenses	$ 166,905,970	$ 159,157,715	$ 158,866,472	$ 176,950,340
Program Revenues				
Governmental activities:				
Charges for services:				
General Government	$ 2,920,144	$ 4,075,520	$ 3,308,622	$ 4,214,628
Judiciary	6,159,214	6,404,289	6,807,645	6,725,542
Public Safety	3,107,430	4,082,159	4,760,820	4,006,887
All Other Services	973,128	1,290,375	1,287,857	1,412,357
Operating grants and contributions	6,089,107	5,510,024	5,514,146	5,317,329
Capital grants and contributions	4,518,793	1,955,575	1,403,663	1,062,332
Total governmental activities program revenues	23,767,816	23,317,942	23,082,753	22,739,075
Business-type activities:				
Charges for services:				
Transportation - Bus System	3,147,530	2,775,299	3,443,935	3,702,773
Water & Sewer	1,579,698	1,620,619	1,656,729	1,685,041
All Other Services	1,498,334	1,417,532	1,577,808	2,493,538
Operating grants and contributions	3,212,034	6,618,979	5,838,090	4,498,703
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	9,437,596	12,432,429	12,516,562	12,380,055
Total primary government program revenues	$ 33,205,412	$ 35,750,371	$ 35,599,315	$ 35,119,130
Net (expense)/revenue				
Governmental activities	$ (126,812,525)	$ (117,943,073)	$ (117,193,574)	$ (133,489,016)
Business-type activities	(6,888,033)	(5,464,271)	(6,073,583)	(8,342,194)
Total primary government net (expense)	$ (133,700,558)	$ (123,407,344)	$ (123,267,157)	$ (141,831,210)
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Taxes				
Property taxes	$ 80,245,189	$ 83,128,587	$ 86,238,752	$ 90,592,873
Sales taxes	8,568,769	8,909,793	8,750,846	9,249,775
Special purpose local option sales taxes	44,071,115	45,192,025	51,669,376	52,400,168
Other taxes	5,056,933	6,476,720	7,520,307	8,203,505
Contributions not restricted for specific prog	-	-	-	-
Unrestricted investment earnings	5,041,284	3,312,015	1,688,363	5,107,224
Miscellaneous	3,881,239	4,249,485	2,054,532	2,331,875
Special Items-Loss on Sale of Assets	(56,486,564)	-	-	-
Transfers	(8,088,516)	(8,919,449)	(8,631,649)	(2,894,520)
Total governmental activities	82,289,449	142,349,176	149,290,527	164,990,900
Business-type activities:				
Taxes	-	-	4,829,542	5,113,079
Contributions not restricted for specific prog	-	-	-	300,943
Unrestricted investment earnings	241,680	125,611	103,419	274,369
Miscellaneous	4,275	60,429	112,699	(767,012)
Transfers	8,088,516	8,919,449	8,631,649	2,894,520
Total business-type activities	8,334,471	9,105,489	13,677,309	7,815,899
Total primary government	$ 90,623,920	$ 151,454,665	$ 162,967,836	$ 172,806,799
Change in Net Assets				
Governmental activities	$ (44,523,076)	$ 24,406,103	$ 32,096,953	$ 31,501,884
Business-type activities	1,446,438	3,641,218	7,603,726	(526,295)
Total primary government	$ (43,076,638)	$ 28,047,321	$ 39,700,679	$ 30,975,589

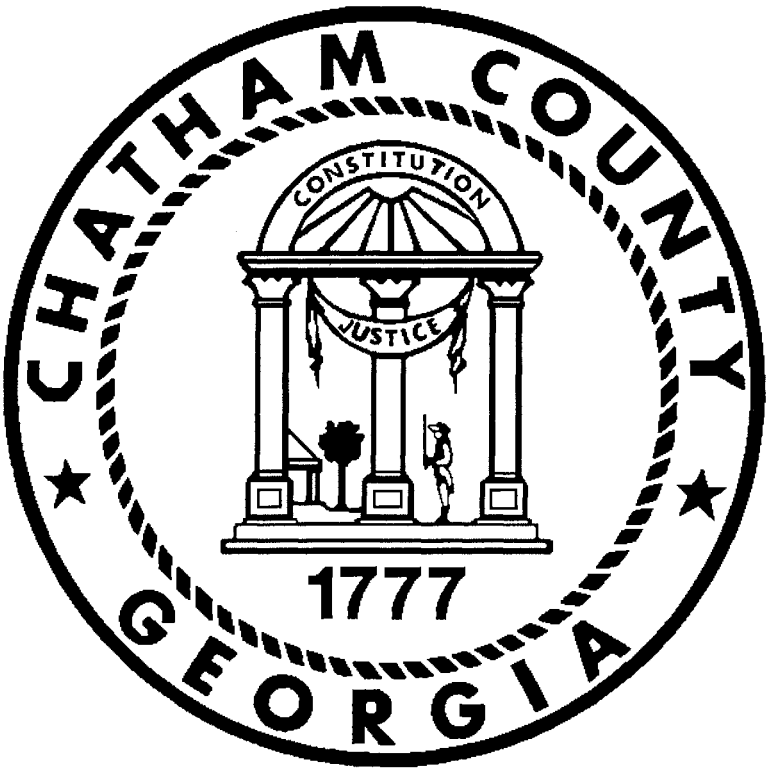
Note: 10 years information not available. GASB 34 implementation year was 2002

	Fiscal Year				
	2006	2007	2008	2009	2010
	$ 26,628,117	$ 31,378,123	$ 36,273,315	$ 41,390,534	$ 40,142,519
	22,706,196	24,177,726	27,166,934	28,081,609	29,869,363
	58,527,308	63,510,567	69,967,038	70,319,328	78,673,805
	47,283,087	59,577,210	45,916,050	31,865,047	22,221,382
	12,715,744	9,510,033	11,009,709	11,235,644	11,652,725
	13,069,470	14,430,717	10,893,167	14,557,184	12,118,894
	2,888,091	3,893,952	3,966,632	3,486,707	2,778,599
	2,391,033	1,853,056	1,744,059	1,586,223	1,432,163
	186,209,046	208,331,384	206,936,904	202,522,276	198,889,450
	3,013,304	2,386,961	2,716,415	2,753,251	2,881,772
	15,820,334	16,800,605	17,542,383	18,399,887	18,183,426
	859,989	944,428	845,951	19,321	21,421
	1,829,210	1,734,867	2,332,897	2,449,676	2,679,367
	220,922	282,492	280,300	282,531	287,934
	1,460,642	1,372,667	1,659,874	1,762,668	1,328,181
	23,204,401	23,522,020	25,377,820	25,667,334	25,382,101
	$ 209,413,447	$ 231,853,404	$ 232,314,724	$ 228,189,610	$ 224,271,551
	$ 6,149,689	$ 7,144,308	$ 6,894,489	$ 7,038,775	$ 6,833,044
	6,449,303	6,876,140	6,107,013	5,889,247	5,816,833
	4,424,964	4,520,152	4,675,567	5,449,195	5,273,114
	1,486,074	1,219,505	2,113,296	1,891,073	1,933,033
	4,930,727	4,655,009	4,718,898	4,948,290	5,877,512
	1,233,710	11,483,299	1,165,703	14,745,626	11,242,146
	24,674,467	35,898,413	25,674,966	39,962,206	36,975,682
	4,134,209	4,272,812	4,581,017	3,361,718	3,607,722
	1,658,568	1,922,083	1,848,202	1,894,733	2,342,055
	3,314,076	2,651,658	2,834,551	1,952,802	2,479,426
	1,410,159	3,135,668	1,288,094	3,879,731	995,974
	4,015,642	1,396,623	1,130,809	5,260,943	6,633,637
	14,532,654	13,378,844	11,682,673	16,349,927	16,058,814
	$ 39,207,121	$ 49,277,257	$ 37,357,639	$ 56,312,133	$ 53,034,496
	$ (161,534,579)	$ (172,432,971)	$ (181,261,938)	$ (162,560,070)	$ (161,913,768)
	(8,671,747)	(10,143,176)	(13,695,147)	(9,317,407)	(9,323,287)
	$ (170,206,326)	$ (182,576,147)	$ (194,957,085)	$ (171,877,477)	$ (171,237,055)
	$ 104,165,430	$ 117,172,970	$ 128,541,648	$ 136,671,942	$ 135,014,252
	10,757,985	11,131,700	11,320,293	10,099,667	10,140,321
	60,501,173	63,129,402	63,927,742	56,649,500	56,969,395
	7,551,652	8,837,226	8,678,131	8,724,781	8,472,967
	3,931,963	3,996,029	4,000,200	4,138,932	-
	7,520,599	11,683,260	10,373,448	4,480,682	2,220,501
	2,691,205	4,601,500	3,412,435	2,876,528	3,663,979
	-	-	-	-	-
	(3,280,940)	(3,965,774)	(4,477,453)	(5,312,072)	2,698,374
	193,839,067	216,586,313	225,776,444	218,329,960	219,179,789
	5,608,939	6,410,747	7,239,064	7,602,999	7,365,560
	-	-	-	-	-
	648,245	712,810	560,859	203,759	32,822
	18,731	4,375	-	1,510,028	1,337,984
	3,280,940	3,965,774	4,477,453	5,312,072	(2,698,374)
	9,556,855	11,093,706	12,277,376	14,628,858	6,037,992
	$ 203,395,922	$ 227,680,019	$ 238,053,820	$ 232,958,818	$ 225,217,781
	$ 32,304,488	$ 44,153,342	$ 44,514,506	$ 55,769,890	$ 57,266,021
	885,108	950,530	(1,417,771)	5,311,451	(3,285,295)
	$ 33,189,596	$ 45,103,872	$ 43,096,735	$ 61,081,341	$ 53,980,726

Chatham County, Georgia

Change in Net Assets
Last Nine Fiscal Years




CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

Chatham County, Georgia
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2001	2002	2003	2004	2005
General Fund					
Reserved	$ 2,288,618	$ 2,440,507	$ 1,962,010	$ 1,992,564	$ 3,760,341
Unreserved	(3,968,001)	2,214,452	2,742,413	8,134,025	10,183,297
Total General Fund	$ (1,679,383)	$ 4,654,959	$ 4,704,423	$ 10,126,589	$ 13,943,638
Special Service District					
Reserved	$ 786,824	$ 761,126	$ 111,559	$ 1,138,333	$ 679,750
Unreserved	1,225,777	3,581,105	6,163,612	8,791,426	11,157,347
Total Special Service District	$ 2,012,601	$ 4,342,231	$ 6,275,171	$ 9,929,759	$ 11,837,097
All other governmental funds					
Reserved	$ 4,415,619	$ 4,639,183	$ 1,009,876	$ 1,226,310	$ 1,055,617
Unreserved, reported in					
Special Revenue funds	895,802	973,328	894,761	959,944	1,153,918
Capital Projects funds	108,306,893	111,273,867	125,680,255	138,497,038	141,194,181
Total all other governmental funds	$ 113,618,314	$ 116,886,378	$ 127,584,892	$ 140,683,292	$ 143,403,716

Fiscal Year				
2006	2007	2008	2009	2010
$ 2,202,127	$ 2,814,403	$ 3,211,614	$ 3,569,949	$ 3,697,001
14,500,833	20,173,244	20,643,756	26,291,110	26,765,482
$ 16,702,960	$ 22,987,647	$ 23,855,370	$ 29,861,059	$ 30,462,483
$ 215,801	$ 534,767	$ 635,702	$ 676,611	$ 586,877
8,588,678	10,044,579	10,094,085	7,136,648	6,092,597
$ 8,804,479	$ 10,579,346	$ 10,729,787	$ 7,813,259	$ 6,679,474
$ 1,193,937	$ 1,130,387	$ 1,087,973	$ 1,185,865	$ 1,288,440
590,083	573,016	918,602	539,802	614,330
190,836,999	205,491,350	225,340,221	263,516,748	279,473,457
$ 192,621,019	$ 207,194,753	$ 227,346,796	$ 265,242,415	$ 281,376,227

Chatham County, Georgia
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

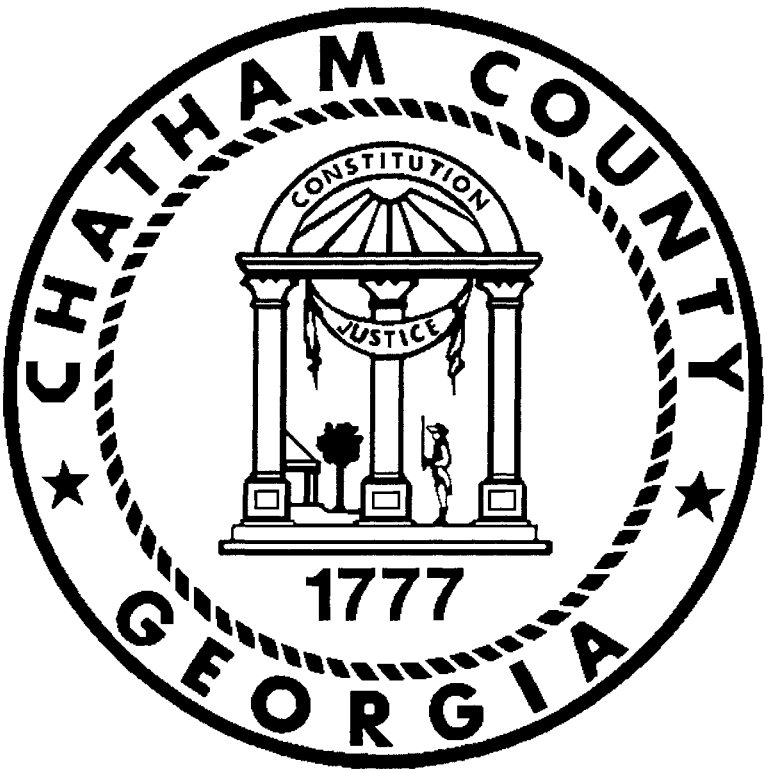
	Fiscal Year				
	2001	2002	2003	2004	2005
Revenues					
Property tax	$ 76,148,722	$ 69,064,044	$ 73,237,473	$ 82,750,870	$ 86,980,432
Local option sales tax	8,346,449	8,568,769	8,306,131	8,750,846	9,249,775
Other taxes	46,321,182	57,696,817	60,578,538	57,087,983	60,603,673
Penalties and Interest	1,954,951	2,108,384	1,248,836	1,808,209	1,510,494
Licenses and permits	1,790,208	1,198,285	1,081,253	1,829,092	1,136,300
Homeowners tax relief grant	-	-	-	3,488,275	3,612,441
Revenue from other gov't units	11,805,432	9,718,028	7,028,810	5,750,084	6,435,251
Charges for services	9,925,853	9,601,148	12,547,031	10,229,259	11,342,194
Fines and fees	5,334,926	5,165,863	5,403,653	5,588,261	5,711,945
Investment Income	-	4,687,673	3,175,409	1,642,692	4,980,101
Other revenue	9,784,304	4,769,567	4,293,955	1,571,843	1,173,356
Total revenues	171,412,027	172,578,578	176,901,089	180,497,414	192,735,962
Expenditures					
General government	20,600,407	19,822,695	20,082,941	21,181,708	24,016,367
Judiciary	17,033,806	18,300,436	16,565,051	17,537,217	19,787,110
Public safety	40,262,831	42,456,799	46,540,134	45,734,051	49,157,991
Public works	4,239,640	38,405,970	33,836,879	5,112,330	5,776,600
Health and Welfare	7,386,005	9,446,215	9,854,872	9,108,951	9,789,185
Culture and recreation	7,781,509	10,444,552	8,958,031	7,492,517	8,270,291
Housing and development	548,395	1,279,262	1,376,179	1,450,885	1,875,603
Capital Outlay	56,095,712	23,974,368	12,416,556	36,456,440	48,003,058
Debt Service					
Principal	5,788,599	8,380,671	4,896,402	14,751,374	3,932,425
Interest	3,800,747	3,352,543	3,036,617	3,089,763	3,299,340
Total expenditures	163,537,651	175,863,511	157,563,662	161,915,236	173,907,970
Excess of revenues over (under) expenditures	7,874,376	(3,284,933)	19,337,427	18,582,178	18,827,992
Other financing sources (uses)					
Transfers in	1,483,255	5,489,282	4,352,426	4,250,937	2,395,058
Transfers out	(9,729,800)	(10,250,753)	(13,205,106)	(13,085,936)	(5,289,578)
Settlement Proceeds	-	2,292,526	-	-	-
Sale of Capital Assets	-	17,700,000	-	-	-
Capital Leases	1,852,450	-	-	-	-
Debt Issuance Proceeds	-	-	4,596,057	2,050,000	-
Premium on Debt issuance	-	-	-	-	717,431
Debt Issuance Refunding Proceeds	-	-	-	-	29,055,000
Payment to Refunded Bond Escrow Agent	-	-	-	-	(17,404,290)
Total other financing sources (uses)	(6,394,095)	15,231,055	(4,256,623)	(6,784,999)	9,473,621
Net change in fund balances	$ 1,480,281	$ 11,946,122	$ 15,080,804	$ 11,797,179	$ 28,301,613
Debt services as a percentage of noncapital expenditures	5.9%	7.7%	5.5%	11.8%	4.6%

Fiscal Year				
2006	2007	2008	2009	2010
$ 104,352,737	$ 116,150,102	$ 125,521,319	$ 133,397,243	$ 132,728,556
10,582,405	11,340,317	11,264,839	10,711,764	10,269,046
67,567,352	73,143,916	72,377,755	70,169,978	65,442,362
1,540,502	1,357,969	1,372,762	2,001,759	2,572,596
1,222,548	1,179,107	1,605,962	1,361,049	1,422,555
3,931,963	3,996,029	4,000,200	4,138,932	-
8,013,138	7,909,650	7,220,809	19,898,333	11,018,104
11,486,708	11,869,879	12,690,690	13,439,295	13,004,389
5,404,765	5,779,874	5,090,674	5,051,395	4,929,272
6,805,336	11,412,977	11,284,540	4,500,136	2,251,592
1,753,418	2,670,657	2,475,578	989,803	1,145,464
222,660,872	246,810,477	254,905,128	265,659,687	244,783,936
25,758,655	28,550,112	33,329,080	37,072,462	38,755,542
21,751,337	23,304,201	26,137,105	28,035,246	28,709,020
55,809,616	60,604,208	66,708,288	70,327,890	71,908,210
5,975,556	6,461,241	7,013,356	7,503,887	7,658,085
9,304,219	9,414,523	10,185,649	10,417,256	10,762,012
9,155,539	9,323,037	10,158,944	11,255,735	10,783,734
2,845,698	3,179,079	3,955,423	3,492,920	2,780,122
54,077,355	71,710,508	62,734,320	41,958,305	47,761,784
4,139,581	3,841,360	3,989,548	4,986,053	4,074,131
1,560,742	1,908,476	1,815,755	1,680,278	1,535,220
190,378,298	218,296,745	226,027,468	216,730,032	224,727,860
32,282,574	28,513,732	28,877,660	48,929,655	20,056,076
16,122,395	11,470,537	11,581,007	11,408,332	4,430,811
(22,307,997)	(18,630,923)	(19,526,460)	(19,555,914)	(11,285,436)
-	-	-	-	-
-	-	-	202,707	
265,000	1,279,942	238,000		
-	-	-	-	2,400,000
221,126	-	-	-	-
6,075,000	-	-	-	-
(6,291,317)	-	-	-	-
(5,915,793)	(5,880,444)	(7,707,453)	(7,944,875)	(4,454,625)
$ 26,366,781	$ 22,633,288	$ 21,170,207	$ 40,984,780	$ 15,601,451
3.2%	3.1%	3.0%	3.5%	3.0%

Chatham County, Georgia
Governmental Activities Tax Revenues By Source
Last Nine Fiscal Years
(accrual basis of accounting)

Fiscal Year	Property Tax	General Sales Tax	Special Purpose Local Option Sales Tax	Other Taxes	Total
2002	$80,245,189	$ 8,568,769	$ 44,071,115	$ 5,056,933	$ 137,942,006
2003	83,128,587	8,909,793	45,192,025	6,476,720	143,707,125
2004	86,238,752	8,750,846	51,669,376	7,520,307	154,179,281
2005	90,412,938	9,249,775	52,626,584	8,203,505	160,492,802
2006	104,165,430	10,757,985	60,501,173	7,551,652	182,976,240
2007	117,172,970	11,131,700	63,129,402	8,837,226	200,271,298
2008	128,541,648	11,320,293	63,927,742	8,678,131	212,467,814
2009	136,671,942	10,099,667	56,649,500	8,724,781	212,145,890
2010	135,014,252	10,140,321	56,969,395	8,472,967	210,596,935

Note: 10 years information not available. GASB 34 implementation year was 2002


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

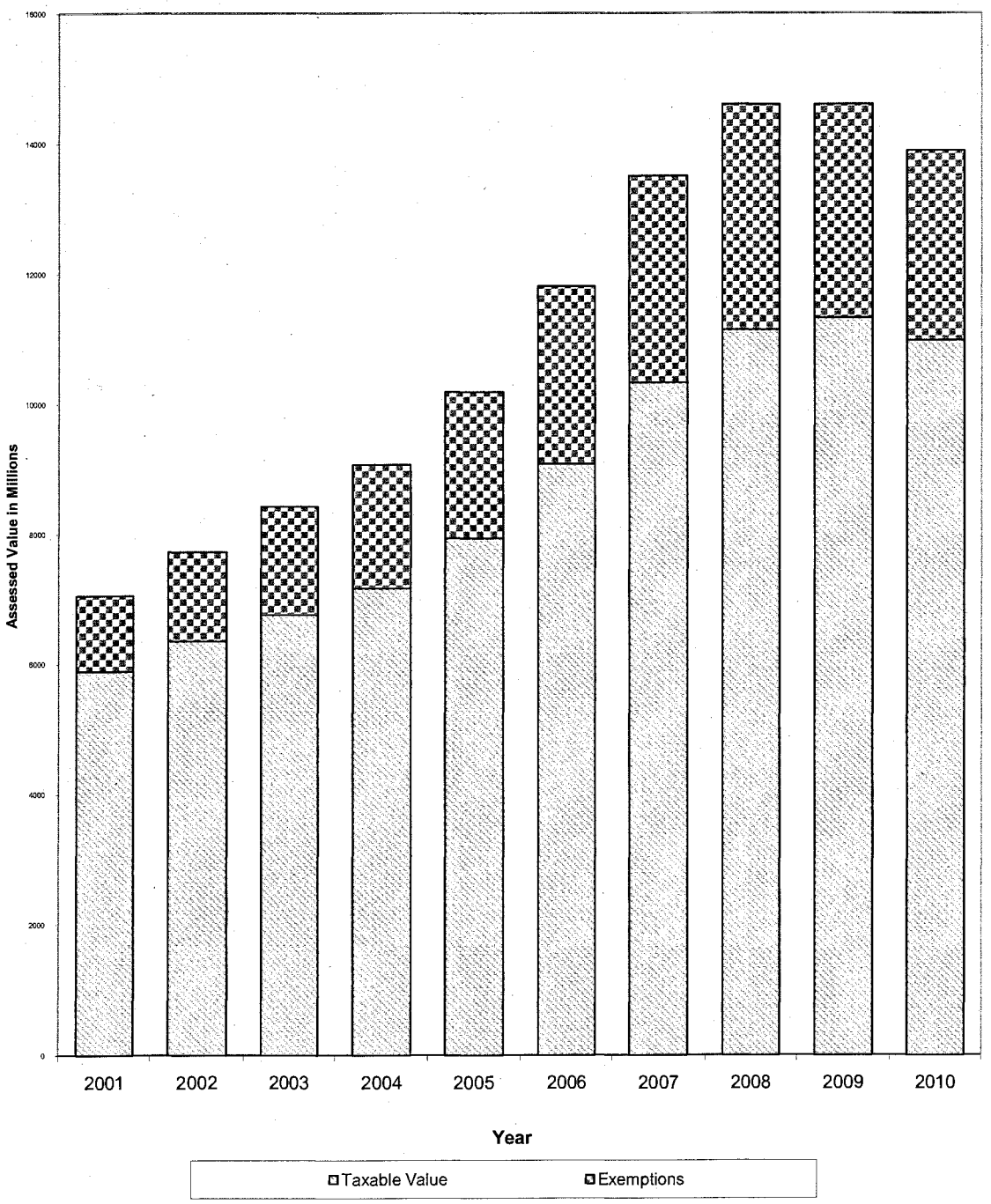
Chatham County, Georgia
Assessed Value and Estimated Actual Value of Taxable Property
Consolidated & Unincorporated Data
Last Ten Fiscal Years

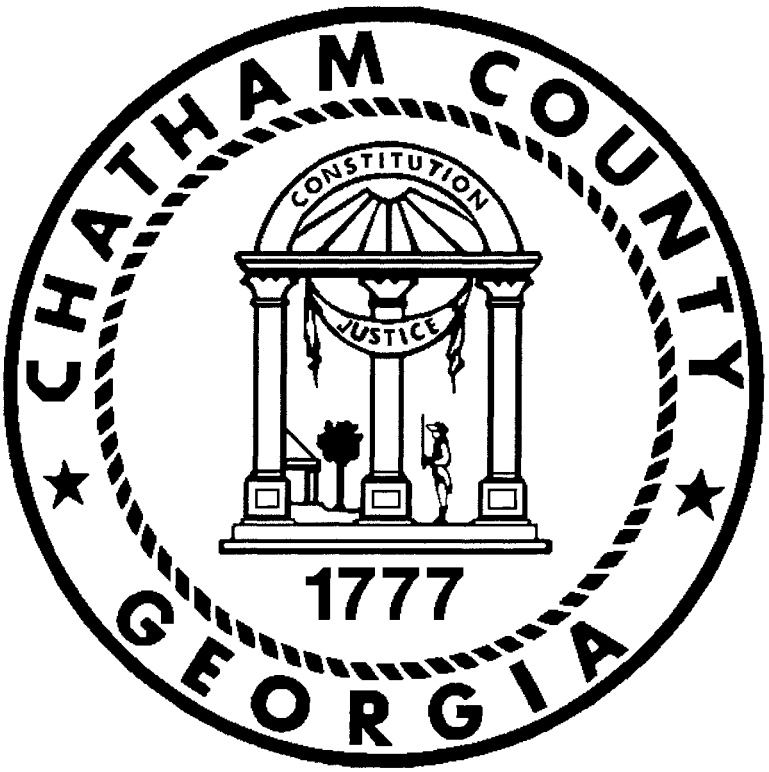
Fiscal Year Ended June 30	Real Property		Personal Property		Less: Tax Exempt Real Property
	Residential Property	Commercial Property	Motor Vehicles	Other	
Consolidated County (General Fund) Digest:					
2001	3,419,699,557	2,849,270,241	531,461,750	253,172,769	1,163,471,399
2002	3,888,107,649	3,021,850,623	533,813,650	279,615,985	1,369,072,186
2003	4,390,125,896	3,221,350,052	529,470,980	287,844,738	1,668,328,563
2004	4,858,175,369	3,389,401,328	531,347,580	290,825,379	1,905,144,394
2005	5,535,248,378	3,814,983,174	536,571,680	302,868,863	2,253,017,477
2006	6,686,669,784	4,272,421,397	541,145,780	316,897,015	2,737,009,482
2007	7,815,086,276	4,788,280,472	584,847,980	321,696,198	3,179,281,578
2008	8,511,821,885	5,161,677,053	617,291,700	314,856,764	3,465,188,057
2009	8,175,750,944	5,471,813,298	642,274,660	315,321,367	3,282,404,810
2010	7,632,936,591	5,367,205,198	576,195,090	318,841,813	2,914,272,177
Chatham Area Transit Authority Digest:					
2001	2,943,137,203	2,565,762,707	450,420,370	236,782,093	1,031,579,993
2002	3,288,586,714	2,676,345,147	458,978,760	255,411,767	1,198,510,515
2003	3,654,788,391	2,812,717,899	452,232,490	259,863,320	1,456,034,502
2004	4,034,208,968	2,942,832,106	451,932,020	260,913,755	1,661,427,506
2005	4,562,524,985	3,299,526,552	456,324,860	264,365,322	1,964,626,663
2006	5,436,024,456	3,667,029,321	448,517,100	269,749,480	2,361,278,193
2007	6,284,370,985	4,064,277,921	488,333,370	263,616,477	2,733,221,126
2008	6,785,890,131	4,337,828,800	503,797,180	248,087,788	2,969,751,770
2009	6,536,815,427	4,563,237,889	519,266,560	246,824,916	2,821,339,441
2010	6,092,871,013	4,456,464,236	460,257,660	247,013,573	2,493,245,574
Unincorporated County (Special Service District Fund) Digest:					
2001	1,722,754,337	1,203,441,307	215,080,930	122,955,467	575,626,859
2002	1,981,144,447	1,243,916,405	217,434,660	132,317,742	700,490,940
2003	2,217,724,445	1,324,698,662	221,870,670	138,153,413	904,326,424
2004	2,462,965,273	1,282,510,228	222,536,960	144,487,042	1,005,671,108
2005	2,782,640,914	1,396,385,820	219,520,270	143,328,950	1,188,259,278
2006	3,281,502,516	1,513,513,942	216,108,460	152,992,991	1,451,260,336
2007	3,734,376,567	1,709,310,895	237,971,560	161,439,494	1,682,145,961
2008	3,994,481,502	1,832,441,859	247,125,300	138,181,968	1,831,887,780
2009	3,866,273,381	2,027,630,456	256,600,920	139,832,893	1,825,788,413
2010	3,605,303,804	2,055,161,200	229,710,340	141,244,951	1,672,268,855

Source: Tax Digests for Chatham County

Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
5,890,132,918	10.367	14,725,332,295	40%
6,354,315,721	10.367	15,885,789,303	40%
6,760,463,103	10.367	16,901,157,758	40%
7,164,605,262	10.367	17,911,513,155	40%
7,936,654,618	11.037	19,841,636,545	40%
9,080,124,494	10.837	22,700,311,235	40%
10,330,629,348	10.537	25,826,573,370	40%
11,140,459,345	10.537	27,851,148,363	40%
11,322,755,459	10.537	28,306,888,648	40%
10,980,906,515	10.537	27,452,266,288	40%
5,164,522,380	0.853	12,911,305,950	40%
5,480,811,873	0.82	13,702,029,683	40%
5,723,567,598	0.82	14,308,918,995	40%
6,028,459,343	0.82	15,071,148,358	40%
6,618,115,056	0.82	16,545,287,640	40%
7,460,042,164	0.82	18,650,105,410	40%
8,367,377,627	0.82	20,918,444,068	40%
8,905,852,129	0.82	22,264,955,323	40%
9,044,805,351	0.82	22,612,013,378	40%
8,763,360,908	0.82	21,908,424,770	40%
2,688,605,182	3.475	6,721,512,955	40%
2,874,322,314	3.475	7,185,805,785	40%
2,998,120,766	3.475	7,495,301,915	40%
3,106,828,395	3.475	7,767,070,988	40%
3,353,616,676	3.475	8,384,041,690	40%
3,712,857,573	3.475	9,282,143,933	40%
4,160,952,555	3.475	10,402,381,388	40%
4,380,342,849	3.475	10,950,857,123	40%
4,464,549,237	3.475	11,161,373,093	40%
4,359,151,440	3.475	10,897,878,600	40%

Chatham County, Georgia
Total Taxable Assessed Value and Exemptions
(Consolidated Digest General Fund)
Last Ten Fiscal Years




CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

Chatham County, Georgia
Property Tax Rates
Last Ten Fiscal Years

City of Savannah

	County							
Fiscal Year	General Fund	Debt Service Fund	Chatham Area Transit Authority	Total County	Board of Education	City	State	Total Direct & Overlapping Rates
2001	10.367		0.853	11.220	18.576	13.50	0.25	43.546
2002	10.367		0.820	11.187	17.550	13.30	0.25	42.287
2003	10.367		0.820	11.187	17.768	13.30	0.25	42.505
2004	10.367		0.820	11.187	17.600	13.30	0.25	42.337
2005	11.037		0.820	11.857	17.277	12.90	0.25	42.284
2006	10.837		0.820	11.657	15.817	12.70	0.25	40.424
2007	10.537		0.820	11.357	13.795	12.50	0.25	37.902
2008	10.537		0.820	11.357	13.404	12.50	0.25	37.511
2009	10.537		0.820	11.357	13.404	12.50	0.25	37.511
2010	10.537		0.820	11.357	14.131	13.00	0.25	38.738

Other incorporated areas are shown with year 2010 millage rates as follows:

	2010 Millage Rate
Tybee Island	4.186
Town of Pooler	4.635
Thunderbolt	6.377
Garden City	None
Port Wentworth	4.397
Bloomingdale	None
Vernonburg	None

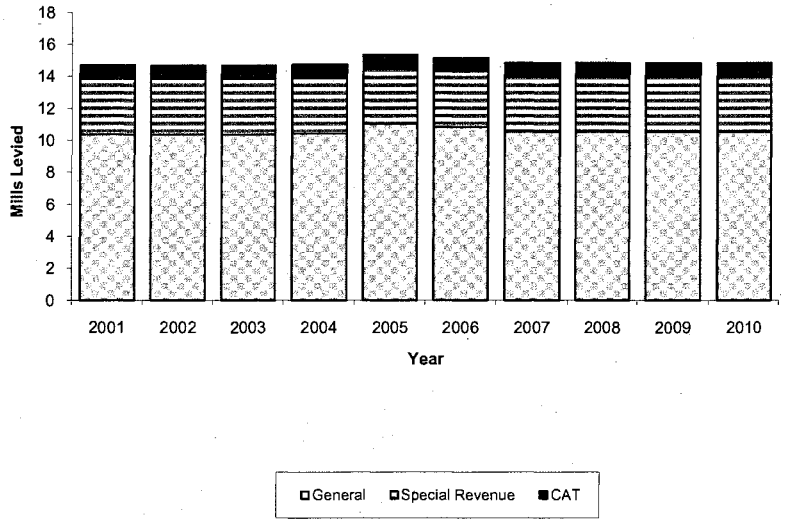
Chatham County, Unincorporated

County

General Fund	Special Service	Chatham Area Transit Authority	Total County	Board of Education	State	Total Direct & Overlapping Rates
10.367	3.475	0.853	14.695	18.576	0.25	33.521
10.367	3.475	0.820	14.662	17.550	0.25	32.462
10.367	3.475	0.820	14.662	17.768	0.25	32.680
10.367	3.475	0.820	14.662	17.600	0.25	32.512
11.037	3.475	0.820	15.332	17.277	0.25	32.859
10.837	3.475	0.820	15.132	15.817	0.25	31.199
10.537	3.475	0.820	14.832	13.795	0.25	28.877
10.537	3.475	0.820	14.832	13.404	0.25	28.486
10.537	3.475	0.820	14.832	13.404	0.25	28.486
10.537	3.475	0.820	14.832	14.131	0.25	29.213

Chatham County, Georgia

County Government Property Tax Rates
Last Ten Fiscal Years



Chatham County, Georgia
Principal Property Taxpayers
Current Year and Nine Years Ago

	2010			2001		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Gulfstream	$ 530,395,358	1	3.82%	$ 271,665,269	1	4.18%
Southern Energy	190,563,176	2	1.37%	-		
International Paper	183,536,936	3	1.32%	202,008,362	2	3.11%
Georgia Power	110,391,306	4	0.79%	-		
Savannah Foods & Industries	88,761,349	5	0.64%	44,602,308	7	0.68%
Weyerhaeuser	80,388,908	6	0.58%	-		
Colonial Oil	74,611,585	7	0.54%	-		
Walmart	52,980,524	8	0.38%	26,617,339	10	0.41%
Fuji Vegetable Oil	52,805,717	9	0.38%	-		
Home Depot	40,597,912	10	0.29%	50,097,520	5	0.77%
Savannah Electric	-			106,311,808	3	1.64%
Kerr-McGee (Kemira)	-			78,363,147	4	1.22%
Southern Bell	-			47,862,049	6	0.74%
Stone Savannah	-			44,007,730	8	0.67%
U S Prime (Oglethorpe Mall)	-			29,682,000	9	0.45%
Sub-Total	$ 1,405,032,771		10.11%	$ 901,217,532		13.87%
All Others	12,490,145,921		89.89%	5,596,431,635		86.13%
Total	$ 13,895,178,692		100.00%	$ 6,497,649,167		100.00%

Source: Chatham County Board of Assessors

Chatham County, Georgia
Property Tax Levies and Collections
Consolidated Digest
Last Eight Fiscal Years

Year Ended	Total Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2003	$ 70,684,524	$ 18,528,436	26.21%	$ 52,148,471	$ 70,676,907	99.99%
2004	75,162,003	21,584,466	28.72%	53,568,292	75,152,758	99.99%
2005	88,608,340	23,525,814	26.55%	65,070,365	88,596,179	99.99%
2006	100,840,116	28,658,157	28.42%	72,148,990	100,807,147	99.97%
2007	112,522,372	32,673,326	29.04%	79,524,017	112,197,343	99.71%
2008	121,333,526	35,548,608	29.30%	84,468,099	120,016,707	98.91%
2009	127,368,781	40,659,138	31.92%	80,866,310	121,525,448	95.41%
2010	53,059,129 *	41,045,731	77.36%	-	41,045,731	77.36%

* Tax Levy for 2010 is for First Installment Billing Only.

Note: Prior year's information not available

Source: Chatham County Tax Commissioner
(Includes Real and Personal Property Only)

Chatham County, Georgia
Ratios of Outstanding Debt by Type
Last Nine Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Personal Income	Debt Per Capita
	Contractual Obligations	Capital Leases	Other	Contractual Obligations	Capital Leases			
2002	$ 45,390,000	$ 4,919,095	$ 279,648	$ 5,475,000	$ 229,084	$ 56,292,827	0.053%	$ 222
2003	46,768,677	3,310,051	209,670	13,223,916	88,071	63,600,385	0.047%	251
2004	33,411,363	4,035,969	139,692	7,504,371	196,821	45,288,216	0.072%	179
2005	42,595,466	2,999,419	129,714	6,983,441	129,734	52,837,774	0.064%	208
2006	39,780,761	2,179,520	119,736	6,258,179	75,021	48,413,217	0.073%	191
2007	36,532,009	2,876,831	109,758	5,494,937	34,773	45,048,308	0.079%	178
2008	33,148,959	2,518,310	99,780	4,692,415	156,382	40,615,846	0.088%	160
2009	29,621,343	1,069,852	89,802	-	110,888	30,891,885	0.124%	122
2010	28,333,873	693,169	79,824	-	63,111	29,169,977	0.131%	115

Note: 10 year information not available. GASB 34 implementation year was 2002.

Chatham County, Georgia
Ratios of General Bonded Debt Outstanding
Last Nine Fiscal Years

Fiscal Years	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2002	$ -	$ -	$ -	-	$ -
2003	-	-	-	-	-
2004	-	-	-	-	-
2005	-	-	-	-	-
2006	-	-	-	-	-
2007	-	-	-	-	-
2008	-	-	-	-	-
2009	-	-	-	-	-
2010	-	-	-	-	-

Note: 10 years of information not available. GASB 34 implementation year was 2002.

Chatham County, Georgia
Direct and Overlapping Governmental Activities Debt
As of June 30, 2010

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Chatham County Georgia:			
General Obligation Bonded Debt	$ -	100.00%	$ -
Contractual Obligations:			
Downtown Savannah Authority (Chatham County Projects) Series 2005	15,265,000	100.00%	15,265,000
Chatham County Public Health Facilities Projects	645,000	100.00%	645,000
Downtown Savannah Authority (Chatham County Projects) Series 1999	-	100.00%	-
Downtown Savannah Authority (Chatham County Projects) Series 2005A	5,940,000	100.00%	5,940,000
Downtown Savannah Authority (Union Mission) Series 2009	2,400,000	100.00%	2,400,000
Mosquito Control Facility	4,083,873	100.00%	4,083,873
City of Savannah, Georgia:			
General Obligation Bonded Debt	-	100.00%	-
Contractual Obligations:			
Resource Recovery Development Authority	27,210,000	100.00%	27,210,000
Downtown Savannah Authority (Parking Improvements)	24,820,000	100.00%	24,820,000
Downtown Savannah Authority (Stormwater Project)	37,000,000	100.00%	37,000,000
Downtown Savannah Authority (Capital Improvement Projects)	13,055,000	100.00%	13,055,000
Chatham-Savannah School Board:			
General Obligation Bonded Debt	77,230,000	100.00%	77,230,000
Contractual Obligations			
Downtown Savannah Authority (Improvement Project)	1,650,000	100.00%	1,650,000
Total	$ 209,298,873		$ 209,298,873

Chatham County, Georgia
Legal Debt Margin Information
Last Nine Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	$ 728,364,925	$ 788,379,570	$ 847,974,575	$ 956,036,113	$1,113,679,071	$1,275,695,215	$1,376,702,033	$1,368,711,462	$85,477,841
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-
Legal debt margin	$ 728,364,925	$ 788,379,570	$ 847,974,575	$ 956,036,113	$1,113,679,071	$1,275,695,215	$1,376,702,033	$1,368,711,462	$85,477,841
Total net debt applicable to the limit as a percentage of debt limit	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

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

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed value	$ 13,895,178,692
Less: Exemptions for Bond Purposes	(13,040,400,287)
Total assessed value	854,778,405
Debt Limit (10% of net assessed value)	85,477,841
General Obligation Bonds	-
Amount set aside for repayment of general obligation debt	-
Total Net Debt Applicable to Limit	-
Legal Debt Margin	$ 85,477,841

Note: 10 year information not available. GASB 34 implementation year was 2002.

Chatham County, Georgia
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	Total Personal Income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2001	242,250	6,909,939,000	28,524	*	44,763	3.3
2002	240,500	7,002,157,500	29,115	34.4	44,244	4.3
2003	235,270	7,063,275,940	30,022	34.4	46,050	4.1
2004	238,518	7,558,873,938	31,691	34.4	41,615	4.8
2005	240,903	8,203,469,859	34,053	34.5	43,452	4.2
2006	250,539	8,637,582,564	34,476	34.8	41,225	4.6
2007	253,044	9,122,742,288	36,052	34.8	41,273	4.2
2008	251,120	9,504,892,000	37,850	34.8	40,244	6.2
2009	253,631	9,695,805,868	38,228	34.9	41,152	8.7
2010	256,992	9,701,448,000	37,752	34.0	42,061	9.0

* Information not available

Sources: US Census
Savannah Area Chamber of Commerce
Georgia Department of Labor

Chatham County, Georgia
Principal Employers
Current Year and Nine Years Ago

	2010			2001		
Employer	Number of Employees	Rank	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
Gulfstream Aerospace Corporation	6,000	1	5.05%	5,000	1	4.66%
Ft. Stewart/Hunter Army Airfield	5,109	2	4.30%	4,283	4	3.99%
Memorial Health University Health Center	4,643	3	3.91%	4,400	3	4.10%
Savannah-Chatham Board of Education	4,093	4	3.45%	5,000	2	4.66%
St. Joseph's/Candler	3,304	5	2.78%	3,700	6	3.45%
Wal-Mart	2,935	6	2.47%	-	-	-
City of Savannah	2,500	7	2.10%	1,991	9	1.86%
Momentum Resources II, Inc.	1,703	8	1.43%	-	-	-
Savannah College of Art and Design	1,500	9	1.26%	-	-	-
Chatham County	1,500	10	1.26%	1,590	10	1.48%
Savannah International Airport	-	-	-	3,600	7	3.35%
State of Georgia	-	-	-	3,750	5	3.49%
International Paper	-	-	-	2,000	8	1.86%
Total	33,287		28.02%	35,314		32.91%

Source: Savannah Economic Development Authority
Georgia Department of Labor

Chatham County, Georgia
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years

Function	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government	282	270	282	302	316	313	330	328	335	355
Judiciary	299	307	307	318	323	319	318	318	327	341
Public Safety	653	619	637	638	445 (b)	470	511	513	513	522
Public Works	150	153	158	148	147	149	149	146	157	142
Health	42	30	30	30	30	29	29	29	29	29
Culture & Recreation	196	167	166	34 (a)	37	43	43	53	54	54
Housing & Development	26	30	33	33	35	33	35	36	35	35

(a) Library employees are now employees of the Live Oak Public Libraries

(b) Majority of Police and CNT personnel are now City of Savannah employees effective 2005

Chatham County, Georgia
Operating Indicators by Function
Last Nine Fiscal Years

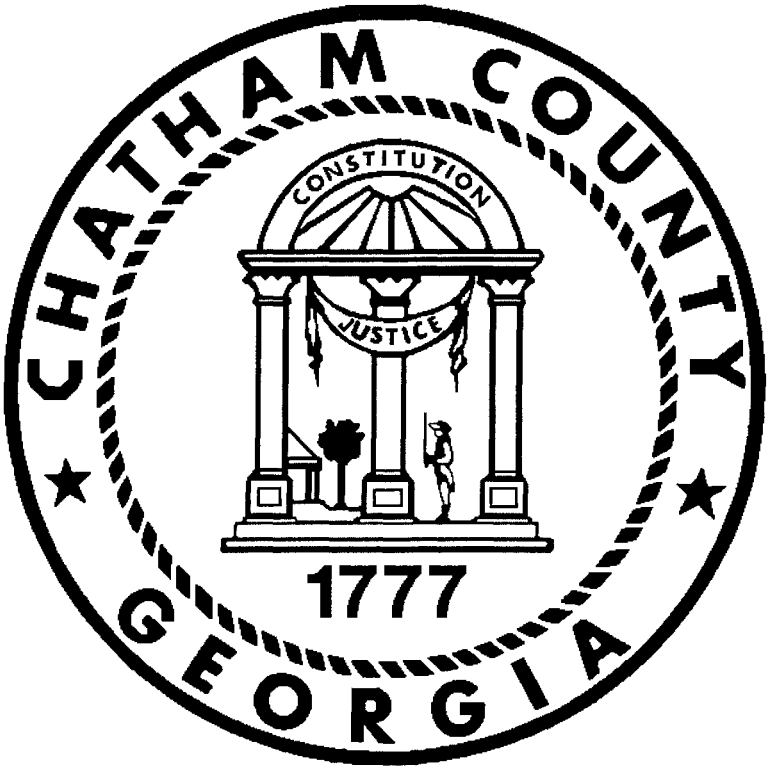
Function	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government									
Real Property Reviews	25,000	25,000	32,000	30,000	32,000	32,000	42,000	42,000	42,000
Tax Bills Generated	189,000	190,000	191,000	192,000	200,000	205,000	206,000	201,000	201,700
Judiciary									
Marriage Licenses	2,100	2,239	2,250	2,300	2,350	2,965	2,917	3,091	3,037
Pistol Permits	1,250	1,260	1,260	1,310	1,950	1,365	1,918	3,287	2,269
Public Safety-Sheriff									
Meals Served	1,478,250	1,715,000	1,727,624	1,750,000	1,895,555	1,950,000	2,999,952	2,435,423	1,916,517
Inmates Booked	18,200	17,173	16,588	17,300	19,723	20,200	22,005	22,553	19,348
Avg Daily Jail Population	1,350	1,339	1,460	1,480	1,532	1,625	2,160	1,823	1,791
Public Works									
Bridge Openings	8,100	7,942	8,200	8,300	5,134	6,156	5,500	5,780	6,143
Yard Waste Recycled (in tons)	25,505	27,996	15,600	15,900	15,600	29,015	32,631	31,635	36,869
Other Recyclables (in tons)	982	1,194	1,102	1,080	1,671	1,128	994	1,249	1,026
Water & Sewer New Connections	N/A	99	82	68	82	54	43	17	21
Average Water Daily Consumption	N/A	1,265,942	1,472,811	1,412,808	1,104,000	1,240,064	959,000	1,038,813	959,748
Culture and Recreation									
Aquatic Center Admissions	70,000	72,000	79,000	80,000	85,246	78,396	37,895	103,749	112,148

Indicators prior to 2002 not available.
N/A= Information not Available

Chatham County, Georgia
Capital Asset Statistics by Function
Last Nine Fiscal Years

Function	2002	2003	2004	2005	2006	2007	2008	2009	2010
Judicial									
Courthouse	2	2	2	2	2	2	2	2	2
Public Safety:									
Sheriff									
Stations	1	1	1	1	1	1	1	1	1
Jail	1	1	1	1	1	1	1	1	1
Patrol Units	240	240	245	245	245	245	175	175	175
CNT Headquarters	0	0	0	1	1	1	1	1	1
Public Works:									
Solid Waste									
Collection Trucks	13	13	14	14	14	16	16	16	16
Highways & Streets									
Street Lights	5720	5720	5720	5720	5720	5720	5720	5720	5795
Traffic Signals	42	42	42	42	42	42	42	42	48
Miles of Streets/Roads	300	301	305	309	310	318	318	365	398
Culture & Recreation									
Parks Acreage	1,900	1,900	1,900	1,900	1900	1900	1900	1900	1900
Parks	20	21	21	22	22	22	22	22	22
Swimming Pools	1	1	1	1	2	2	2	2	2
Tennis Courts	17	17	17	18	19	22	22	24	24
Community Centers	1	1	1	1	1	1	1	2	2
Sports Complex	5	5	5	5	5	9	9	9	9

Sources: Various county departments
Note: 10 year information not available. GASB 34 implementation year was 2002.
Note: No capital asset indicators are available for the general government function.


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA

CHATHAM COUNTY, GEORGIA
CHILD SUPPORT ENFORCEMENT PROGRAM INFORMATION
JUNE 30, 2010

SUMMARY STATEMENT:

The Child Support Enforcement Office for the Eastern Judicial Circuit of Georgia is responsible for the enforcement of criminal and civil child support laws. This includes locating absent parents, determining paternity, and establishing and enforcing child support orders. The office has 13,576 child support cases. Cases are serviced repeatedly throughout the year.

SCHEDULE OF VEHICLES

Make	Model	Year	VIN
Ford	Crown Victoria	1999	2FAFP71W7XX196666
Ford	Crown Victoria	2005	2FAFP71W85X112366
Ford	Explorer	2006	1FMEU62E06ZA24000
Ford	Crown Victoria	2009	1FMCU493X9KB3664
Ford	Fusion	2010	3FAHP0GA9AR424460

CHATHAM COUNTY, GEORGIA
CHILD SUPPORT ENFORCEMENT PROGRAM INFORMATION
SCHEDULE OF SALARIES AND TRAVEL
JUNE 30, 2010

NAME	SALARIES (NO ACCRUAL IN 2010)	TRAVEL	NAME	SALARIES (NO ACCRUAL IN 2010)	TRAVEL
AUSTIN	$ 63,283	$ -	MANKER	$ 35,643	$ -
BARFIELD	36,756		MANNING	27,693	
BROOKS	36,490		MASON	17,358	
BUCK	35,358		MCGOWAN	9,216	
BURKE	15,904		MCMILLAN	37,437	
CAMP	30,630		MILES	47,706	
CARPENTER	36,250		MOJA	3,440	
CONNORS	20,566		NORO	6,133	
COOK	12,169		NORTH	45,057	
COREY	44,260		POWERS	33,233	
DOWNS	29,206		ROBERTS	29,057	
DRESCHER	96,786		ROVOLIS	56,180	
EDENFIELD	65,839		SCHARNIKOV	28,851	
ERWIN	38,634		SIMMONS	38,027	
ETHERIDGE	29,411		STEPTOE	52,169	
FIELDS	20,017		TAYLOR, L	28,991	
GIBBS	39,133		THORNTON	41,659	
HARRISON	33,125		VANVLECK	58,887	
HOWELL	29,012		VARNEDOE	28,817	
HUTSON	43,694		WHITTAKER	28,650	
JARRELL	40,908		WHITE	3,652	
JOHNSON III	42,841		WHITFIELD	57,668	
JUSINO	28,601		WILLIAMS	7,282	
KRAPF	29,140		WRIGHT, R	28,984	
LOWE	72,290	30	WRIGHT, W	11,675	
			ACCRUAL	-	
			TOTAL	$ 1,733,767	$ 30

CHATHAM COUNTY, GEORGIA
SCHEDULE OF CONTRACT REVENUES AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2010

Contract	Contract Award	Cash Basis Revenue	Due from State of Georgia	Total Revenues	Total Expenditures
DRUG COURT					
441-93-1035AAU	$ 194,750	$ 178,530	$ 16,220	$ 194,750	$ 194,750
CSRU					
401-000000-3120	$ 2,883,930	$ 2,047,709	$ 733,507	$ 2,781,216	$ 2,781,216

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	EXPENDITURES TOTAL
Sales Tax I (1985-1993):					
Administrative Annex Entry Road	-	407,744	407,744	-	407,744
Airport Road and Bridge	-	385,193	385,193	-	385,193
Area Beautification	-	517,435	517,435	-	517,435
Bay Street Viaduct	300,000	886,674	886,674	-	886,674
Bourne Avenue	437,000	4,332,608	4,332,608	-	4,332,608
Brampton Road	958,000	51,055	51,055	-	51,055
Bryan Woods Road	500,000	53,684	53,684	-	53,684
Chatham Parkway: Garrard to US 17	4,899,000	3,659,714	3,659,714	-	3,659,714
Chatham Parkway: US 17 to US 80	3,400,000	3,445,334	3,445,334	-	3,445,334
Crossroads Parkway	-	2,652,823	2,652,823	-	2,652,823
Staley Avenue Overpass	1,500,000	3,546,381	3,546,381	-	3,546,381
Deptford Cul-de-Sac	-	122,315	122,315	-	122,315
Distribution to Municipalities I	1,050,000	1,050,000	1,050,000	-	1,050,000
Distribution to Municipalities II	10,676,000	10,676,000	10,676,000	-	10,676,000
Eli Whitney Blvd	-	1,186	1,186	-	1,186
Gateway Savannah Beautification	-	125,000	125,000	-	125,000
Gulfstream Road at SR21	-	131,349	131,349	-	131,349
Henderson Blvd	-	916,292	916,292	-	916,292
Henderson Blvd II	-	285,275	285,275	-	285,275
Interchange: I95 at Airport	-	2,551	2,551	-	2,551
Interchange: Southwest Bypass- Abercorn	900,000	7,362	7,362	-	7,362
Interchange: Talmadge-Hutchinson Isl	2,800,000	17,000,000	16,277,433	-	16,277,433
Interchange: US 80- Islands Exp	3,000,000	11,373,236	11,373,236	-	11,373,236
Interchange: US 80-Johnny Mercer	3,400,000	151,991	151,991	-	151,991
Jimmy Deloach Pkwy	12,200,000	17,706,114	17,706,114	-	17,706,114
Jimmy Deloach/I-95	-	160,074	160,074	-	160,074
Johnny Mercer: Bryan Woods- US 80	1,533,000	1,599,066	1,599,066	-	1,599,066
Johnny Mercer: Bryan Woods to Sapelo	-	480,614	480,614	-	480,614
Mall Blvd Widening	-	244,098	244,098	-	244,098
Montgomery Crossroads	7,803,000	8,159,670	8,159,670	-	8,159,670
Pooler Bypass- US80 to I-95	2,000,000	5,237,787	5,237,787	-	5,237,787
President Street: Randolph St - US 80	2,250,000	1,236,334	1,236,334	-	1,236,334
Richardson Creek Bridge	40,000	5,100	5,100	-	5,100
Riverview Drive	-	38,284	38,284	-	38,284
Robert McCorkle Bike Trail	-	327,435	327,435	-	327,435
Skidaway Widening: Victory - Five Points	-	1,872,241	1,872,240		1,872,240
Southwest Bypass	15,750,000	29,085,964	29,085,964	-	29,085,964
Stagecoach Road	-	2,000	2,000	-	2,000
State Route 21: I-95 - County Line	40,000	41,911	41,911	-	41,911
State Route 307: US 17 to I-16	-	215,641	213,246	4,377	217,623
Stephenson: Abercorn - Waters	770,000	7,000,000	5,932,724	-	5,932,724
Tax Map Conversion	-	383,538	383,538	-	383,538
Triplett Park Entrance Road	-	254,263	254,263	-	254,263
Truman Parkway I	4,642,000	17,191,783	17,191,783	-	17,191,783
Truman Parkway II	2,794,000	10,383,000	10,383,000	-	10,383,000
Truman Parkway III	8,652,000	14,500,000	13,928,309	6,433	13,934,742
Truman Parkway IV	2,500,000	11,300,000	9,119,271	1,310,677	10,429,948
Truman Parkway V	10,500,000	23,000,000	21,170,962	357,398	21,528,360
TSM Abercorn: DeRenne - Victory	-	200,000	200,000	-	200,000
TSM Abercorn: Ferguson-Victory	4,320,000	5,000,000	1,739,401	82,136	1,821,537
TSM Waters: Stephenson - Wheaton	-	3,308,886	3,308,886	-	3,308,886
US 17N: Brampton Rd -Old Traffic Circle	680,000	736,216	736,216	-	736,216
US 17S: Dean Forest - I-516	3,815,000	5,686,022	5,686,022	-	5,686,022
US 17: Abercorn - Dean Forest	2,000,000	1,295,168	1,295,168	-	1,295,168
US 17: Burkhalter Rd Intersection	-	19,100	19,100	-	19,100

(Continued)

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	EXPENDITURES TOTAL
US 17: Enhancement Fla Line to SC line	$ -	$ 7,995	$ 7,995	$ -	$ 7,995
US 17: GPA Entrance	50,000	30	30	-	30
US 17: Ogeechee Road - Abercorn	1,400,000	1,828,801	1,828,801	-	1,828,801
US 17-SR 204 Intersection	-	205,554	205,554	-	205,554
US 80: Bloomingdale- County Line	1,323,000	154,287	154,287	-	154,287
US 80: Chatham Parkway to I-95	4,712,000	2,689,555	2,689,555	-	2,689,555
US 80: Garden City	-	268,157	268,157	-	268,157
US 80: I-516 to Victory	4,800,000	2,000,000	663,198	-	663,198
US 80: Johnny Mercer- Bryan Woods	105,000	57,871	57,871	-	57,871
US 80: Pooler	250,000	1,422,666	1,422,666	-	1,422,666
US 80: Pooler- Bloomingdale	2,005,000	1,029,946	1,029,946	-	1,029,946
US 80: Whitemarsh Island	-	20,000	20,000	-	20,000
Various County Roads	8,254,519	17,400,000	14,729,979	320,937	15,050,916
Waters Avenue: Montgomery-Stephenson	1,050,000	2,887,972	2,887,972	-	2,887,972
Wheaton Street: Bee - Liberty	4,330,000	4,419,851	4,419,853	-	4,419,853
White Bluff: Derenne - Abercorn	1,100,000	1,150,752	1,150,752	-	1,150,752
White Bluff: Montgomery Cross Road/Windsor	4,503,000	5,501,660	5,501,660	-	5,501,660
Whitemarsh Island Road	-	479,292	479,292	-	479,292
Whitefield Avenue	-	6,800,000	-	3,437,758	3,437,758
Right of Way Consultants	-	7,000,000	6,961,347	4,379	6,965,726
Administrative Expenditures	-	3,720,673	2,843,189	242,480	3,085,670
Transfer to General Fund - Admin	-	3,400,000	3,070,425	76,002	3,146,427
Transfer to Service District Fund - Admin	-	2,623,628	2,623,628	-	2,623,628
Transfer to CDBG Fund	-	33,388	33,388	-	33,388
Contingency	29,321,481	221,473	-		-
TOTAL	$ 179,313,000	$ 293,775,062	$ 271,866,760	$ 5,842,577	$ 277,709,337

(Concluded)

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	EXPENDITURES TOTAL
Sales Tax II (1993-1998):					
Hutchinson Island Interchange	-	15,522,567	15,522,567	-	15,522,567
Middleground Road	-	8,600,000	8,562,465	200	8,562,665
White Bluff Extension	-	800,000	283,301	-	283,301
SR 21 Intersection/Jimmy DeLoach Pwy Ext	-	9,624,495	9,624,495	-	9,624,495
Truman Parkway Phase V	-	1,083,725	1,083,725	-	1,083,725
Science Drive	-	1,261,695	1,261,695	-	1,261,695
Pooler Bypass Phase II	-	2,731,317	2,251,818	155,427	2,407,245
Jimmy Deloach Phase II	-	1,500,000	783,585	88,593	872,178
J Deloach Pky Ext to Houlihan Bridge	-	-	-	-	-
Pooler Bypass Highway 80 Interchange	-	1,449,194	1,449,194	-	1,449,194
Pooler Bypass I-16 Interchange	-	539,897	539,897	-	539,897
Whitfield Avenue Widening	-	6,150,979	2,462,868	621,202	3,084,070
Skidaway TSM (Intersection/Safety Imp.)	-	100,000	-	-	-
Bay Street TSM	-	1,973,719	1,973,719	-	1,973,719
Bay Street Widening	-	3,500,000	3,500,000	-	3,500,000
Diamond Causeway Widening	-	800,000	686,661	-	686,661
US 80 Bryan Woods to Bull	-	169,089	169,089	-	169,089
US 80 Bull River to Lazaretto Creek	-	100,000	-	-	-
Abercorn Safety Project	-	558,548	558,548	-	558,548
Gulfstream Entrance Area	-	50,125	50,125	-	50,125
Bonny Bridge Intersection Improvement	-	256,437	256,437	-	256,437
Miscellaneous	-	59,044	59,044	-	59,044
King George Blvd	-	830,142	830,142	-	830,142
McWhorter Drive	-	164,566	164,566	-	164,566
Ambrose Drive at Gulfstream	-	-	-	-	-
Stagecoach Road	-	228,993	228,993	-	228,993
Dolan Drive	-	378,240	378,240	-	378,240
Central Ave/SmithDr/Cherokee Ave/Saussy	-	642,551	642,551	-	642,551
Humane Society Road	-	152,107	152,107	-	152,107
President Street	-	1,232,316	1,232,316	-	1,232,316
Bamboo Farm and Coastal Gardens Paving	-	204,803	204,803	-	204,803
Bond Ave/Heather St/Betran St/Shore Ave	-	1,500,000	1,040,090	414,131	1,454,221
Unincorporated Roads	4,624,284	62,807	-	-	-
Bloomingdale Roads	274,582	274,582	274,582	-	274,582
Garden City Roads	449,057	449,057	449,057	-	449,057
Pooler Roads	301,755	301,755	301,755	-	301,755
Port Wentworth Roads	346,088	346,088	346,088	-	346,088
Savannah Roads	5,691,151	5,691,151	5,691,151	-	5,691,151
Tybee Roads	322,491	322,491	322,491	-	322,491
Vernonburg Roads	18,592	18,592	18,592	-	18,592
Right of Way Consultant	-	1,290,473	1,290,473	-	1,290,473
Administrative Expenditures	-	1,980,000	1,860,486	1,713	1,862,199
Transfer to General Fund	-	6,800,000	6,464,887	80,932	6,545,819
Transfer to Special Service District	-	637,040	637,040	-	637,040
Reserve for Roads, Streets, and Bridges	57,100,000	4,359	-	-	-
Contingency-Other Projects	-	64,928	-	-	-
Library	5,000,000	7,880,894	7,880,894	-	7,880,894
Juvenile Justice Center	5,000,000	4,765,983	4,765,982	-	4,765,982
Thunderbolt Complex	225,000	225,000	225,000	-	225,000
Trade Center	37,000,000	84,067,098	84,067,098	-	84,067,098
Administrative Annex/Police Headquarters	-	5,772,920	5,772,922	-	5,772,922
Hutchinson Island Water & Sewer	-	6,464,000	6,243,951	-	6,243,951
Georgia DCA Grant- Trade Center	-	3,298,511	3,298,511	-	3,298,511
Georgia DCA Grant- Mighty 8th Museum	-	350,000	350,000	-	350,000
Shackelford Lighting	-	210,000	210,000	-	210,000
Jail Expansion	-	328,681	328,681	5,700	334,381

(Continued)

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	TOTAL
Pier/Pavilion	2,500,000	2,644,746	2,644,746	-	2,644,746
Olympic Pool	2,000,000	4,812,469	4,812,469	-	4,812,469
Weight Center	200,000	397,258	397,258	-	397,258
Civil Rights Museum	1,000,000	2,447,080	2,447,080	-	2,447,080
Lucas Theatre	1,000,000	1,700,000	1,700,000	-	1,700,000
Telfair	1,000,000	1,000,000	1,000,000	-	1,000,000
Bandshell	700,000	-	-	-	-
Bandshell (portable)	285,000	218,416	218,416	-	218,416
May Street YMCA	750,000	828,535	828,535	-	828,535
Frank Callen	450,000	700,000	700,000	376,817	1,076,817
Pennsylvania Center	250,000	584,538	584,538	-	584,538
Hudson Hill Center	125,000	256,970	256,970	-	256,970
Woodville Center	125,000	259,097	259,097	-	259,097
Memorial Stadium	95,000	232,142	232,142	-	232,142
Community Center	-	37,178	37,178	-	37,178
Whitemarsh Island Community Center	-	345,082	345,081	-	345,081
Aquatic Center/Soccer Parking Lot	-	116,272	116,272	-	116,272
Bandshell Project	-	787,500	787,500	-	787,500
Parks Renovation Program	-	90,000	38,861	-	38,861
Charles Brooks Park renovation program	-	84,810	84,810	-	84,810
Concord Soccer	-	250,000	3,500	161,011	164,511
Triplett Park	1,050,000	2,573,366	2,573,366	-	2,573,366
Soccer Complex	1,500,000	2,947,362	2,947,362	-	2,947,362
Track & Field	1,000,000	1,062,980	1,062,980	-	1,062,980
Battlefield Park	915,000	915,000	915,000	-	915,000
No Wake Project	48,000	158,085	158,085	-	158,085
Truman Linear Park	300,000	259,112	259,112	-	259,112
Runaway Park	518,000	919,290	919,290	-	919,290
East Broad Park	483,000	835,552	835,552	-	835,552
Beach Project	500,000	494,980	494,980	-	494,980
Jaycee Park Tennis Courts	-	13,581	13,581	-	13,581
Inclusive Confidence Course	-	39,500	39,500	-	39,500
Wilmington Island Community Park	-	81,513	81,513	-	81,513
Sallie Mood Corridor Lot	-	176,479	176,479	-	176,479
Tatumville Park	-	543,326	543,326	-	543,326
Tremont Park	-	40,000	40,000	-	40,000
LaRoche Avenue	-	7,375	7,375	-	7,375
Woodbridge Canal	-	55,215	55,215	-	55,215
Central Avenue	-	5,910	5,910	-	5,910
Hall Bros Property	-	62,115	62,115	-	62,115
Grovepoint Road	-	213,220	213,220	-	213,220
Middlelandings	-	3,500	3,500	-	3,500
Golden Isles	-	100,430	100,430	-	100,430
Burnside Island	-	511,571	511,571	-	511,571
Ogeechee Farms	-	114,364	114,364	-	114,364
Wilmington Island Subdivision	-	235,010	235,010	-	235,010
Whitemarsh Island at Penrose	-	12,625	12,625	-	12,625
Whitfield Avenue at Summit Ridge	-	331,870	331,870	-	331,870
Ferguson Avenue	-	682,414	682,414	-	682,414
Norwood Avenue Drainage	-	11,912	11,912	-	11,912
Windfield Subdivision Drainage	-	32,601	32,601	-	32,601
Fawcett Canal Drainage	-	1,075,459	1,075,459	-	1,075,459
Placentia Canal Drainage	-	21,701	21,701	-	21,701
Bloomingdale Drainage	284,444	284,444	284,444	-	284,444
Garden City Drainage	928,106	928,106	928,106	-	928,106
Pooler Drainage	557,740	557,740	557,740	-	557,740
Port Wentworth Drainage	502,505	502,505	502,505	-	502,505
City of Savannah Drainage	3,000,000	3,000,000	3,000,000	-	3,000,000
Thunderbolt Drainage/Roads	353,332	353,332	353,332	-	353,332
Tybee Drainage/Recreation	355,962	355,962	355,962	-	355,962
Vernonburg Drainage/Sidewalks	17,911	17,911	17,911	-	17,911
Unincorporated Drainage Contingency	3,300,000	-	-	-	-
TOTAL	$ 142,447,000	$ 232,100,470	$ 224,784,552	$ 1,905,725	$ 226,690,277

(Concluded)

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	EXPENDITURES TOTAL
Sales Tax III (1998-2003):					
DRAINAGE:					
Administrative Expenditures Drainage	$ -	$ 2,764,286	$ 1,889,784	$ 274,582	$ 2,164,366
Atlantic Creosote Canal	-	758,409	758,409	-	758,409
Bloomingdale Drainage	2,000,000	2,000,000	2,000,000	-	2,000,000
Chatham County Drainage	61,500,000	29,049	0	-	-
Garden City Drainage	2,000,000	2,000,000	2,000,000	-	2,000,000
Pooler Drainage	2,000,000	2,000,000	2,000,000	-	2,000,000
Port Wentworth Drainage	2,000,000	2,000,000	2,000,000	-	2,000,000
Savannah Drainage	71,000,000	71,000,000	71,000,000	-	71,000,000
Thunderbolt Drainage	2,000,000	2,000,000	2,000,000	-	2,000,000
Tybee Drainage	3,000,000	3,000,000	3,000,000	-	3,000,000
Vernonburg Drainage	400,000	400,000	400,000	-	400,000
Conaway Branch Canal	-	2,600,000	501,095	640,112	1,141,207
Fawcett Phase II	-	1,124,026	1,103,733	10,718	1,114,450
Golden Isles Area	-	565,753	553,277	10,268	563,545
Grange Road	-	500,000	535	-	535
Halycon Bluff	-	1,126,751	1,126,751	-	1,126,751
Hardin Canal	-	13,000,000	5,247,403	2,804,373	8,051,776
Indirect Cost Allocations -General Fund	-	1,000,000	702,519	127,887	830,406
Transfer to SSD	-	534,360	534,360	-	534,360
Kings Way Canal	-	1,240,000	786,267	226,199	1,012,466
Little Hurst	-	2,000,000	106,008	-	106,008
Little Ogeechee Basin	-	9,965	9,965	-	9,965
Ogeechee Farms	-	1,100,000	358,011	269,789	627,799
Pipemakers Canal	-	21,900,000	12,682,909	138,577	12,821,486
Placentia Canal	-	2,740,650	2,721,992	18,659	2,740,651
Port Industrial Park	-	20,979	20,979	-	20,979
Raspberry Canal	-	596,794	596,794	-	596,794
Right of Way Administration	-	400,000	331,454	-	331,454
Romney Place/Parkersburg Drainage	-	876,553	524,557	47,992	572,549
Topographic Mapping	-	4,000,000	2,913,507	71,818	2,985,324
Village Green Outfall Drainage	-	476,071	467,473	-	467,473
Westlake Drainage	-	5,571,618	5,398,750	137,278	5,536,027
Wilmington Park Canal	-	2,500,000	1,023,379	294,548	1,317,927
Laberta/Cresthill Outfall	-	0	0	-	-
Gateway/Henderson Drainage	-	1,600,000	230,367	828,997	1,059,364
Rice Mill at Grove Point	-	35,014	35,014	-	35,014
Louis Mills/Redgate	-	3,100,000	825,196	944,371	1,769,567
Quacco/Regency Park	-	1,600,000	218,088	362,213	580,301
Quacco/Restoration	-	1,653,502	1,455,149	193,133	1,648,282
St. Ives Culvert (Georgetown Canal)	-	239,523	239,524	-	239,524
OPEN SPACE, GREENWAY AND BIKEWAY:					
Chatham County	9,000,000	0	0	-	-
Bloomingdale	-	98,597	98,597	-	98,597
Garden City	-	87,979	87,979	-	87,979
Pooler	-	62,260	62,260	-	62,260
Port Wentworth	-	42,847	42,847	-	42,847
Savannah	-	2,848,741	2,848,741	-	2,848,741
Thunderbolt	-	30,273	30,273	-	30,273
Tybee Island	-	33,663	33,663	-	33,663
Vernonburg	-	2,532	2,532	-	2,532
Civil War Heritage Trails	-	5,000	5,000	-	5,000
Coastal Georgia Greenway	-	618,535	519,974	-	519,974
Demere Property Acquisition	-	5,575,333	5,575,333	-	5,575,333
Greenspace Project (Grant Refund)	-	71,347	71,347	-	71,347
DNR GA Greenspace Grant	-	0	0	-	-
Tom Triplett Park and Ogeechee Canal	-	500,000	447,901	-	447,901
	-			-	

(Continued)

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	EXPENDITURES TOTAL
OTHER PROJECTS:					
Administrative Expenditures Other	$ -	$ 2,607	$ 2,607	$ -	$ 2,607
Bloomingdale Other	458,703	396,636	396,635	-	396,635
CEMA	-	240,766	240,765	-	240,765
Chatham County Other	14,112,663	0	0	-	-
City of Savannah Other	16,292,341	14,087,815	14,087,815	-	14,087,815
EMS	-	79,982	79,982	-	79,982
Fire/Safety Equipment	-	2,040,000	2,039,997	-	2,039,997
Garden City Other	458,703	396,636	396,635	-	396,635
Greenbriar Children's Center	-	1,258,000	1,258,000	-	1,258,000
Hutchinson Island Riverwalk Ext Slip 1	-	2,000,000	871,305	3,983	875,288
King Tisdell Cottage	-	1,258,000	1,258,000	-	1,258,000
Library (Technology)	-	935,000	918,473	8,616	927,089
Lucas Theatre	-	833,000	833,000	-	833,000
Ogeechee Canal	-	833,000	213,604	56,900	270,504
Pooler Other	458,703	396,636	396,635	-	396,635
Port Wentworth Other	458,703	396,636	396,635	-	396,635
Senior Citizens	-	100,000	100,000	-	100,000
Telfair Museum of the Arts	-	833,000	833,000	-	833,000
Thunderbolt Other	458,703	396,637	396,636	-	396,636
Trade Center (CO 20)	-	0	0	-	-
Tybee Lighthouse	-	297,500	297,500	-	297,500
Tybee Marine (Science Center)	-	50,000	50,000	-	50,000
Tybee Other	696,428	602,191	602,192	-	602,192
Vernonburg Other	87,053	75,274	75,274	-	75,274
ROADS, STREETS, AND BRIDGES:				-	
Right of Way Administration	-	100,000	0	-	-
Administrative Expenditures	-	800,000	9,870	12,017	21,887
Abercorn Widening (Rio Road to Truman V)	-	5,000,000	119,310	-	119,310
Bay Street Widening	-	6,000,000	785,583	277,002	1,062,585
East/West Corridor	-	22,000,000	2,691,721	1,000,000	3,691,721
Eisenhower Widening and Median	-	3,000,000	400,470	7,542	408,012
Hodgson Memorial Drive	-	157,646	157,646	-	157,646
Melinda Drive (Stiles Ave Ext)	-	544,000	0	-	-
Chatham County Roads, Streets, Bridges	41,618,000	27,529	0	-	-
Spur 21, Phase I	-	2,200,000	1,210,059	5,681	1,215,740
SR307 Extension	-	15,224	15,224	-	15,224
Truman Parkway Phase V	-	6,000,000	4,450,655	96,399	4,547,054
Reserve	-	361,689	0	-	-
TOTAL	$ 230,000,000	$ 243,755,813	$ 173,174,920	$ 8,869,652	$ 182,044,573

(Concluded)

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	EXPENDITURES TOTAL
Sales Tax IV (2003-2008):					
ROADS, STREETS, and BRIDGES:					
Chatham Urban Trans. Study (CUTS)	$ -	$ 0	$ -	-	-
Truman Parkway Phase V	2,000,000	5,000,000	2,640,849	217,303	2,858,152
Benton Blvd- Extension	2,000,000	2,000,000	-	-	-
Interchange US 80 and J. DeLoach Pkwy	2,000,000	3,000,000	430,029	274,406	704,435
Dean Forest Road Ext from US 17 to Vet	2,000,000	1,000,000	184,134	-	184,134
Widen Dean Forest Road from 1-16 to US17	2,000,000	6,000,000	317,586	228,598	546,184
Traffic Safety Improvements Bull St to MLK	2,000,000	2,000,000	-	-	-
Islands Expressway/Causton Bluff Bridge	2,000,000	2,000,000	122,736	1,686	124,422
Whitefield Avenue	-	0			
Other Roads	6,000,000	0	-	-	-
Unincorporated County Roads	14,000,000	14,000,000	6,935,157	1,736,145	8,671,302
Administrative Expenditures-Roads	-	959,700	675,687	284,013	959,700
City of Savannah	13,620,000	13,782,365	13,782,364	-	13,782,364
DRAINAGE PROJECTS:					
Chatham County	11,000,000	11,100,000	2,156,879	10,000	2,166,879
Pipemakers Canal	17,000,000	17,000,000	-	-	-
General Drainage	500,000	500,000	322,231	611,007	933,238
Storm Drainage	300,000	600,000	22,112	57,689	79,801
Administrative Expenditures	-	240,300	93,524	131,601	225,125
Reserve for County Drainage	-	0	-	-	-
City of Savannah	51,150,000	51,759,764	51,759,764	-	51,759,764
OPENSPACE, GREENWAY, and BIKEWAY:					
Unincorporated Chatham County	2,322,122	5,757,603	3,502,421	456,702	3,959,123
County Greenspace 08+			-	-	-
Bloomingdale	53,540	115,967	115,967	-	115,967
Garden City	33,659	67,708	67,707	-	67,707
Pooler	33,659	67,708	67,708	-	67,708
Port Wentworth	20,078	43,138	41,138	-	41,138
Thunderbolt	14,172	30,381	30,381	-	30,381
Tybee Island	15,354	32,841	32,841	-	32,841
Vernonburg	1,200	2,547	2,547	-	2,547
McQueens Trail Stabilization	-	200,000	252,278	134,479	386,757
Other (Municipality & County)	2,821,203	0	-	-	-
RECREATION, CULTURAL, and HISTORICAL:					
Tom Triplett Park	1,700,000	3,900,000	1,808,590	21,735	1,830,325
Runaway Point Park	400,000	400,000	340,453	12,820	353,273
Mother Mathilda Beasley Park	1,900,000	1,900,000	410,732	6,644	417,376
Boat Ramps	700,000	1,800,000	705,500	35,597	741,097
Kings Ferry Boat Ramp		700,000	-	18,420	18,420
Telfair Museum	490,128	990,128	990,128	-	990,128
Fort Jackson	1,078,283	999,638	999,638	-	999,638
W Chatham YMCA	49,013	45,438	45,438	-	45,438
McCorkle Trail	100,000	150,000	29,962	13,316	43,278
Civil Rights Museum	1,328,248	3,320,065	3,166,197	4,250	3,170,447
Tatemville Community Center	735,193	735,193	-	17,847	17,847
Coastal Soccer	68,618	368,618	44,256	-	44,256
King-Tisdell	980,257	1,980,257	1,951,902	-	1,951,902
WW Law Center	980,257	908,762	400,000	-	400,000
Yamacraw Arts	68,618	63,613	63,613	-	63,613
Con Ed	490,128	490,128	490,128	-	490,128
Library	24,500,000	24,500,000	13,870,744	274,631	14,145,375
OTHER CAPITAL PROJECTS:					
County Courthouse-Tax Assessor Computer	800,000	800,000	696,270	-	696,270
Chatham County Police Merger	2,200,000	3,200,000	3,100,300	2,085	3,102,385
Chatham County Courthouse	12,000,000	15,000,000	10,514,676	3,452,936	13,967,612
County Vehicles	4,580,000	5,500,000	4,204,906	697,868	4,902,774
King George Sidewalks	250,000	250,000	36,820	62,588	99,408
US 80 Sidewalks	75,000	100,000	-	-	-
US 80 Beautification	75,000	75,000	11,534	-	11,534
Wild Heron Sidewalks	100,000	100,000	24,488	12,767	37,255
Whitemarsh Island Bikeways	450,000	1,000,000	160,635	197,554	358,189
McCorkle Trail Bikeway			(14,012)	-	(14,012)

(Continued)

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

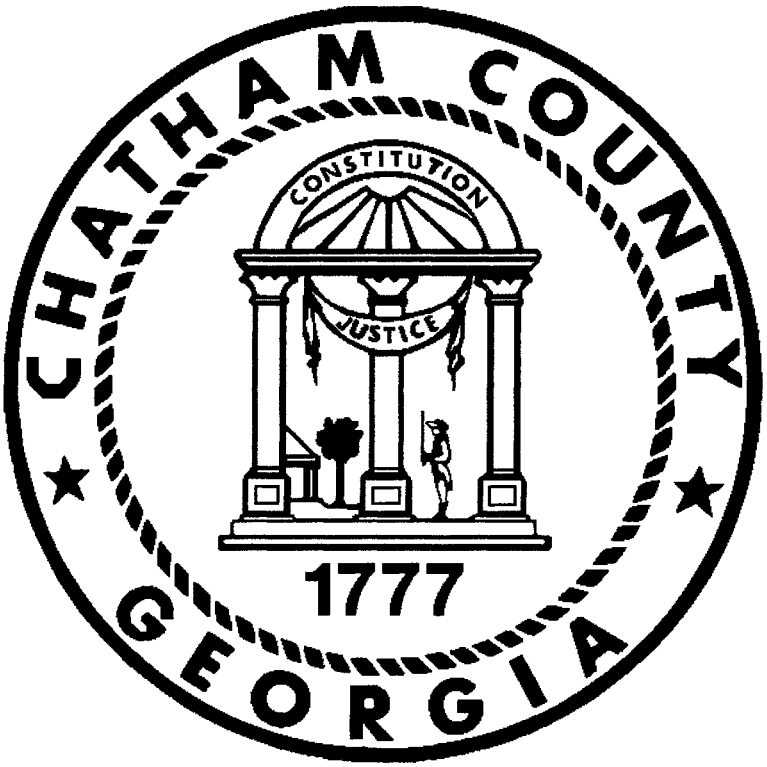
PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	EXPENDITURES TOTAL
Charlie Brooks Park	$ 950,000	$ 3,000,000	$ 916,314	$ 36,852	$ 953,166
Public Works Building	1,000,000	5,000,000	140,417	19,250	159,667
Greenbriar	1,470,385	1,465,926	1,363,142	-	1,363,142
Hospice	1,980,257	1,980,257	1,980,257	-	1,980,257
CAT	926,343	4,426,343	753,810	966,558	1,720,368
Rape Crisis	98,026	98,026	90,876	-	90,876
Royce Learning Center	1,764,462	1,635,770	1,635,770	-	1,635,770
Humane Society	144,588	134,042	134,042	-	134,042
Food Bank	784,206	784,206	784,206	-	784,206
Savannah Symphony	98,026	-	-	-	-
Ash Tree	245,064	245,064	227,190	17,874	245,064
Court Appointed Special Advocate	98,026	90,876	-	-	-
Diversion Center	4,000,000	4,000,000	-	-	-
Telfair	500,000	0	-	-	-
King Tisdell	1,000,000	0	-	-	-
OTHER CAPITAL OUTLAY-PUBLIC SAFETY:					
Bloomingdale Fire Dept	100,000	101,454	101,454	-	101,454
Garden City Fire Dept	200,000	201,160	201,161	-	201,161
Isle of Hope Fire Dept	100,000	100,000	80,000	-	80,000
Pooler Fire Dept	200,000	201,160	201,161	-	201,161
Port Wentworth Fire Dept	200,000	201,272	201,273	-	201,273
Southside Fire Dept	800,000	800,000	800,000	-	800,000
Thunderbolt Fire Dept	100,000	100,411	100,411	-	100,411
Tybee Island Fire Dept	100,000	100,186	100,186	-	100,186
Savannah Public Safety	1,300,000	1,315,497	1,315,497	-	1,315,497
OTHER CAPITAL OUTLAY-MUNICIPALITIES:					
Bloomingdale	2,700,000	2,740,237	2,740,237	-	2,740,237
Garden City	3,779,500	3,803,003	3,803,004	-	3,803,004
Pooler	3,779,500	3,803,002	3,803,003	-	3,803,003
Port Wentworth	2,254,426	2,271,739	2,271,740	-	2,271,740
Thunderbolt	2,600,000	2,611,779	2,611,779	-	2,611,779
Tybee Island	6,400,000	6,414,619	6,414,619	-	6,414,619
Vernonburg	400,000	401,095	401,095	-	401,095
City of Savannah	29,901,183	31,982,002	31,982,000	-	31,982,000
OTHER					
Debt Retirement	16,000,000	16,719,000	11,278,871	-	11,278,871
M / WBE Contract for Consulting Services	-	325,000	320,000	-	320,000
Transfer to M&O - Indirect Cost Allocation		1,067,107	374,366	-	374,366
Transfer to SSD		0		-	
Transfer to CIP	-	10,000	-	-	-
Reserve for Other Projects	-	309,197	8,252	-	8,252
Reserve For Non Profits		309,567	-	-	-
Reserve For Other Projects - from interest		106,987	-	-	-
TOTAL	$ 276,627,433	$ 305,392,846	$ 204,745,067	$ 10,015,221	$ 214,760,288

CHATHAM COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2010

PROJECT	ORIGINAL ESTIMATED COST	ESTIMATED COST	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	EXPENDITURES TOTAL
Sales Tax V (2008-2014):					
Detention Center	$ 109,000,000	$ 109,000,000	$ 2,104,865	$ 3,246,349	$ 5,351,214
Other Level 1 County Projects	39,000,000	32,859,248	-	5,632,006	5,632,006
County-wide Roads (CUTS approved)	30,000,000	25,276,302			
County-wide Flood Control	20,000,000	16,850,679			
County-wide Capital Projects	18,000,000	15,165,611			
Municipal Distributions	189,300,000	159,494,072			
Unincorporated County Projects	40,000,000	33,701,641			
	$ 445,300,000	$ 392,347,553	$ 2,104,865	$ 8,878,355	$ 10,983,220

CHATHAM COUNTY, GEORGIA
SCHEDULE OF REQUIRED EXPENDITURES
GENERATED BY HOTEL/MOTEL TAX
For the year ended June 30, 2010

Revenue:	
Hotel/Motel Taxes	$ 1,140,584
Tourism Expenditures:	
Maritime Trade Center	$ 190,097
Savannah Convention Center	380,195
	$ 570,292
Percentage of expenditures to revenues	50%


CHATHAM COUNTY
CONSTITUTION
JUSTICE
1777
GEORGIA