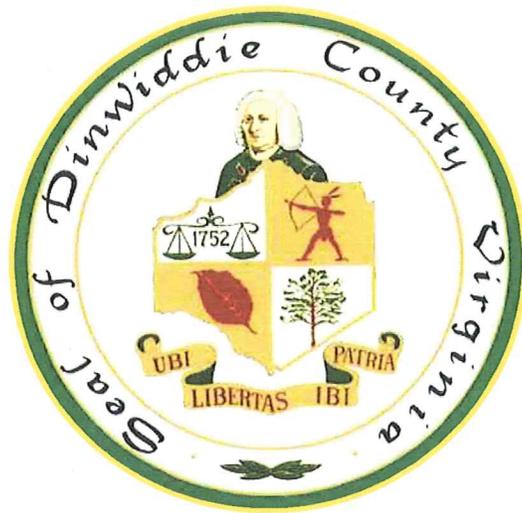


COUNTY OF DINWIDDIE, VIRGINIA



COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2010

THIS PAGE LEFT BLANK INTENTIONALLY

**COUNTY OF DINWIDDIE, VIRGINIA**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED**

**JUNE 30, 2010**

---

THIS PAGE LEFT BLANK INTENTIONALLY

# COUNTY OF DINWIDDIE, VIRGINIA

---

## Board of Supervisors

---

Harrison A. Moody, Chairperson  
Michael W. Stone, Vice-Chairperson  
Donald L. Haraway  
Doretha E. Moody  
John V. Talmage

## School Board

---

Gregory K. McCammon, Chairperson  
James E. Harrison, Vice-Chairperson  
William R. Haney  
James C. Maitland  
Legert Hamilton

## Social Services Board

---

Cheryl P. Martinez, Chairperson  
Carla Brandon  
Cecila Lee  
Yvonne Stewart  
Kathy Young  
Donald L. Haraway

## Industrial Development Authority

---

Victoria Heller, Chairperson  
W. Alan Kissner, Vice-Chairperson  
Wayne Barnes  
George Rapp, Jr.  
David Lyle  
Franklin Zitta

## Other Officials

---

Judge of the Circuit Court..... James F. D’Alton  
Clerk of the Circuit Court..... J. Barrett Chappell, Jr.  
Commonwealth’s Attorney ..... Lisa Caruso  
Judge of the General District Court ..... Paul Cella  
Judge of the Juvenile and Domestic Relations Court ..... Valentine Southall  
Treasurer ..... William E. Jones  
Sheriff..... B. B. “Dusty” Rhodes  
Superintendent of Schools..... W. David Clark  
Clerk of the School Board..... Bonnie Gholson  
Superintendent of Public Welfare..... Shel Douglas  
Commissioner of the Revenue ..... Lori K. Stevens  
County Administrator..... W. Kevin Massengill  
County Attorney..... John Blair  
Chief: Finance and General Services ..... Anne Howerton  
Division Chief: Fire and EMS Services ..... Dennis Hale  
Division Chief: Planning and Community Development ..... Tammie Collins

THIS PAGE LEFT BLANK INTENTIONALLY

COUNTY OF DINWIDDIE, VIRGINIA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

---

	Page
Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-7
<b><u>Basic Financial Statements</u></b>	
<b>Government-wide Financial Statements:</b>	
Exhibit 1     Statement of Net Assets	8
Exhibit 2     Statement of Activities	9
<b>Fund Financial Statements:</b>	
Exhibit 3     Balance Sheet–Governmental Funds	10
Exhibit 4     Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	11
Exhibit 5     Statement of Revenues, Expenditures and Changes in Fund Balances–Governmental Funds	12
Exhibit 6     Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities–Governmental Funds	13
Exhibit 7     Statement of Fiduciary Net Assets–Fiduciary Funds	14
Exhibit 8     Statement of Changes in Fiduciary Net Assets	15
Notes to Financial Statements	16- 42

COUNTY OF DINWIDDIE, VIRGINIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

---

	<u>Page</u>
<b><u>Required Supplementary Information:</u></b>	
Exhibit 9 Schedule of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual—General Fund	43
Exhibit 10 Schedule of Funding Progress - Virginia Retirement System	44
Exhibit 11 Schedule of Funding Progress - Retiree Healthcare Plan	45
<b><u>Other Supplementary Information:</u></b>	
<b>Combining and Individual Funds Statements and Schedules:</b>	
Exhibit 12 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - County Debt Service Fund	46
Exhibit 13 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - County Capital Projects Fund	47
Exhibit 14 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Non Major Special Revenue Fund	48
Exhibit 15 Combining Statement of Fiduciary Net Assets	49
Exhibit 16 Statement of Changes in Fiduciary Net Assets - Agency Funds	50
<b>Discretely Presented Component Unit School Board:</b>	
Exhibit 17 Combining Balance Sheet	51
Exhibit 18 Combining Statement of Revenues, Expenditures and Changes in Fund Balances—Governmental Funds	52
Exhibit 19 Schedule of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual - School Operating Fund	53
Exhibit 20 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Non Major Special Revenue Fund	54
<b><u>Supporting Schedules:</u></b>	
Schedule 1 Schedule of Revenues—Budget and Actual—Governmental Funds and Discretely Presented Component Unit School Board	55-60
Schedule 2 Schedule of Expenditures—Budget and Actual—Governmental Funds and Discretely Presented Component Unit School Board	61-65

COUNTY OF DINWIDDIE, VIRGINIA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

---

<u>Statistical Section:</u>		<u>Page</u>
Table 1	Net Assets by Component	66
Table 2	Changes in Net Assets	67
Table 3	Fund Balances of Governmental Funds	68
Table 4	Changes in Fund Balances of Governmental Funds	69
Table 5	Assessed Value and Estimated Actual Value of Taxable Property	70
Table 6	Property Tax Rates	71
Table 7	Principal Property Taxpayers	72
Table 8	Property Tax Levies and Collections	73
Table 9	Ratios of Outstanding Debt by Type	74
Table 10	Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita	75
Table 11	Demographic and Economic Statistics	76
Table 12	Principal Employers	77
Table 13	Full-time Equivalent County Government Employees by Function	78
Table 14	Operating Indicators by Function	79
Table 15	Capital Asset Statistics by Function	80

COUNTY OF DINWIDDIE, VIRGINIA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

---

**Compliance:**

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	81-82
Report on Compliance with Requirements That Could Have a Direct and Material effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	83-84
Schedule of Expenditures of Federal Awards	85-87
Notes to Schedule of Expenditures of Federal Awards	88
Schedule of Findings and Questioned Costs	89
Schedule of Prior Year Findings and Questioned Costs	90

# ROBINSON, FARMER, COX ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL LIMITED LIABILITY COMPANY

## *Independent Auditor's Report*

**To The Honorable Members of the Board of Supervisors  
County of Dinwiddie  
Dinwiddie, Virginia**

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Dinwiddie, Virginia, 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 County of Dinwiddie, Virginia's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Dinwiddie, Virginia, as of June 30, 2010, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 15, the County implemented GASB Statement No.45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits other than Pensions* effective June 30, 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2010, on our consideration of the County of Dinwiddie, Virginia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis, budgetary comparison information, and Schedules of Pension Funding Progress and Funding Progress for the Retiree Healthcare Plan as listed in the table of contents, are not a required part of the basic 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.

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

*Robert Farnsworth*

Richmond, Virginia  
November 15, 2010

## MANAGEMENT'S DISCUSSION AND ANALYSIS

**To the Honorable Members of the Board of Supervisors  
To the Citizens of Dinwiddie County  
County of Dinwiddie, Virginia**

As management of the County of Dinwiddie, Virginia we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2010.

### **Financial Highlights**

Dinwiddie County's assets exceeded its liabilities at the close of fiscal year 2010 by \$39,150,721 (net assets). Of this amount, \$26,967,288 may be used to meet the primary government's ongoing obligations to citizens and creditors.

The County's net assets increased by \$3,416,030 in FY 2010. This increase is primarily attributable to keeping operating expenditures below budget, and an increase in revenue due to the change in the real estate tax rate from \$.68 to \$.72 per \$100 of assessed value for calendar year 2010.

As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$27,257,015, a decrease of \$2,694,891 in comparison with the prior year. The reduction in fund balance was primarily due to the spending down of Capital Improvement Plan funds for Ford Volunteer Fire Department and the Dinwiddie Recreation Park and the scheduled spending down of the debt service fund balance.

At the end of FY 2010, unreserved fund balance for the general fund was \$20,349,735 or 50% of total general fund expenditures and other financing uses.

The County's combined long-term obligations decreased \$5,012,949 during the current fiscal year due to scheduled principal payments being made. No additional debt was issued in FY 2010.

### **Overview of the Financial Statements**

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements which are comprised of three components: government-wide financial statements; fund financial statements; and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

The statement of activities presents information showing how the County's net assets changed

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, judicial administration, public safety, public works, health and welfare, education, parks and recreation, and community development.

The Government-wide financial statements include not only the County of Dinwiddie, Virginia itself (known as the primary government), but also a legally separate school district and the Industrial Development Authority both of which Dinwiddie County, Virginia is financially accountable. Financial information for the component units is reported separately from the financial information presented for the primary government itself.

The Government-wide financial statements can be found in Exhibits 1 and 2.

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

Governmental funds - Governmental funds are used to account for essentially the same functions or services reported as governmental activities in the government-wide financial statements. Whereas the government-wide financial statements are prepared on the accrual basis of accounting, the governmental fund financial statements are prepared on the modified accrual basis of accounting. The focus of modified accrual reporting is on near-term inflows and outflows of financial resources and the balance of financial resources available at the end of the fiscal year. Since the governmental funds focus is narrower than that of the government-wide financial statements a reconciliation between the two methods is provided at the bottom of the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. The County has three major governmental funds – the General Fund, the County Debt Service Fund and the County Capital Projects Fund. (See Exhibits 3-6)

Fiduciary funds - The County is the trustee, or fiduciary, for the County's agency funds. It is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets. The County excludes these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations. Agency funds are County custodial funds used to provide accountability of client monies for which the County is custodian. (See Exhibits 7-8)

***Notes to the financial statements*** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

***Other information*** - In addition to the basic financial statement and accompanying notes, this report also presents certain required supplementary information for budgetary comparison schedules and presentation of combining financial statements for the discretely presented component unit - School Board and IDA. Neither the School Board nor the IDA issues separate financial statements.

**Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a County's financial position. In the case of the County, assets increased to exceed liabilities by \$39,150,721 at the close of the most recent fiscal year. The following table summarizes the County's Statement of Net Assets:

<b>County of Dinwiddie, Virginia's Net Assets</b>		
	<b>Governmental Activities</b>	
	<b>2010</b>	<b>2009</b>
Current and other assets	\$ 43,314,894	\$ 33,766,804
Capital assets	87,365,864	86,722,441
Total assets	<u>\$ 130,680,758</u>	<u>\$ 120,489,245</u>
Current liabilities	\$ 14,606,525	\$ 2,818,093
Long-term liabilities outstanding	76,923,512	81,936,461
Total liabilities	<u>\$ 91,530,037</u>	<u>\$ 84,754,554</u>
Net assets:		
Invested in capital assets, net of related debt	\$ 12,183,433	\$ 6,484,665
Restricted to:		
Debt service reserve	-	300,303
Unrestricted	<u>26,967,288</u>	<u>28,949,723</u>
Total net assets	<u><u>\$ 39,150,721</u></u>	<u><u>\$ 35,734,691</u></u>

One significant change in current assets and liabilities from FY 2009 to 2010 is due to a recent GASB requirement that the entire calendar year's tax levy be shown under current assets as taxes receivable and then as unearned revenue under current liabilities. Prior to FY 2010, only the first half taxes were included in net assets.

Governmental activities increased the County's net assets by \$3,416,030 during the current fiscal year. The following table summarizes the County's Statement of Activities:

<b>County of Dinwiddie, Virginia's Changes in Net Assets</b>		
	<b>Governmental Activities</b>	
	<b>2010</b>	<b>2009</b>
Charges for services	\$ 3,164,856	\$ 2,908,687
Operating grants and contributions	6,175,872	6,003,643
Capital grants and contributions	929,973	-
General property taxes	24,743,254	22,549,583
Other local taxes	4,919,471	4,919,571
Grants and other contributions not restricted	3,665,342	4,422,577
Other general revenues	643,657	931,423
<b>Total revenues</b>	<b>\$ 44,242,425</b>	<b>\$ 41,735,484</b>
General government administration	\$ 2,412,955	\$ 2,911,274
Judicial administration	1,233,507	1,094,384
Public safety	10,424,635	10,933,257
Public works	3,217,083	3,045,668
Health and welfare	3,514,474	3,383,742
Education	13,602,573	13,084,765
Parks, recreation, and cultural	890,544	933,556
Community development	2,020,023	1,870,325
Interest and other fiscal charges	3,510,601	3,722,439
<b>Total expenses</b>	<b>\$ 40,826,395</b>	<b>\$ 40,979,410</b>
<b>Change in net assets</b>	<b>\$ 3,416,030</b>	<b>\$ 756,074</b>
Net assets, beginning of year	35,734,691	34,978,617
Net assets, end of year	<u>\$ 39,150,721</u>	<u>\$ 35,734,691</u>

### **Financial Analysis of the County's Funds**

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of available resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a County's new resources available for spending at the end of the fiscal year.

### ***General Fund***

The difference between the original budget and the final amended budget amounted to \$1,303,230 and was due primarily to grants that were awarded and received during FY 2010. These grant awards included funds from the Tobacco Commission, the Library of Virginia, and Homeland Security.

During the year, revenues and other sources exceeded the budgetary estimates by \$1,045,276. This was primarily due to the \$.04 real estate tax increase approved by the Board of Supervisors for calendar year 2010. Expenditures and other financing uses were less than budgetary estimates by \$4,335,731 -- \$1,647,184 from savings generated by the School Board in anticipation of further State funding reductions in upcoming FY 2011 and 2012, \$1,857,215 from unexpended economic development funds, and the remainder from savings related to jail and social services expenditures.

The final budget included an anticipated draw on beginning fund balance of \$4,247,355 for capital projects and economic development. However, given the increase in tax revenue and expenditure savings, the actual change in general fund balance for FY 2011 was an increase of \$1,133,652. See Exhibit 9 for more details.

### ***Capital Asset and Debt Administration***

Capital assets - The County's investment in capital assets for its governmental operations as of June 30, 2010 amounted to \$87,365,864 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, and machinery and equipment.

Additional information on the County's capital assets can be found in Note 5 of this report.

Long-term debt - At the end of the current fiscal year, the County had total bonded debt outstanding of \$75,182,431. Of this amount, \$18,081,059 comprises debt backed by the full faith and credit of the County. The remainder of the County's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds, lease/revenue bonds and capital leases). The County's total outstanding debt decreased by \$5,055,345 during FY 2010.

Additional information on the County's long-term debt can be found in Note 7 of this report.

### **Economic Factors and Next Year's Budgets and Rates**

As of June 30, 2010, the County's unemployment rate of 7.9% fell in between the state's average unemployment rate of 7.1% and the national average rate of 9.6% at June, 2010. Inflationary trends in the region compared favorably to national indices. These and other national and state economic factors were considered in preparing the County's budget for the 2011 fiscal year.

The upcoming FY 2011 budget shows a decrease of approximately 11% due to decreased local economy-driven revenues, state revenue reductions, and a continuation of FY 2010's operating and capital expenditure reductions. There is no increase in salaries, only a limited number of new positions, and capital expenditures are kept to a minimum in the FY 2011 budget.

### **Requests for Information**

This financial report is designed to provide a general overview of the County of Dinwiddie, Virginia's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Administrator, P O Drawer 70, 14016 Boydton Plank Road, Dinwiddie, Virginia 23841.

THIS PAGE LEFT BLANK INTENTIONALLY

## *BASIC FINANCIAL STATEMENTS*

THIS PAGE LEFT BLANK INTENTIONALLY

***GOVERNMENT-WIDE FINANCIAL STATEMENTS***

THIS PAGE LEFT BLANK INTENTIONALLY

County of Dinwiddie, Virginia  
Statement of Net Assets  
June 30, 2010

	<u>Primary Government</u> <u>Governmental</u> <u>Activities</u>	<u>Component Units</u>	
		<u>School Board</u>	<u>IDA</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 22,562,298	\$ 1,693,245	\$ 426,069
Receivables (net of allowance for uncollectibles):			
Taxes receivable	15,229,758	-	-
Accounts receivable	508,844	20,152	-
Due from other governmental units	4,714,630	5,370,359	-
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents (in custody of others)	299,364	-	-
Capital assets (net of accumulated depreciation):			
Land	3,155,494	1,470,455	-
Buildings and system	74,264,259	23,526,572	-
Machinery and equipment	5,530,226	2,077,769	-
Construction in progress	4,415,885	-	-
Total assets	<u>\$ 130,680,758</u>	<u>\$ 34,158,552</u>	<u>\$ 426,069</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 794,070	\$ 868,853	-
Accrued liabilities	-	3,833,582	-
Accrued interest payable	1,366,760	-	-
Due to other governmental units	-	1,647,184	-
Unearned revenue	12,445,695	-	-
Long-term liabilities:			
Due within one year	5,224,351	110,511	-
Due in more than one year	71,699,161	1,132,097	-
Total liabilities	<u>\$ 91,530,037</u>	<u>\$ 7,592,227</u>	<u>\$ -</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	\$ 12,183,433	\$ 27,074,796	-
Unrestricted (deficit)	26,967,288	(508,471)	426,069
Total net assets	<u>\$ 39,150,721</u>	<u>\$ 26,566,325</u>	<u>\$ 426,069</u>
Total liabilities and net assets	<u>\$ 130,680,758</u>	<u>\$ 34,158,552</u>	<u>\$ 426,069</u>

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

County of Dinwiddie, Virginia  
Statement of Activities  
For the Year Ended June 30, 2010

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Component Units
<b>PRIMARY GOVERNMENT:</b>						
Governmental activities:						
General government administration	\$ 2,412,955	\$ -	\$ 263,917	\$ -	\$ (2,149,038)	\$ -
Judicial administration	1,233,507	1,384,720	662,726	-	813,939	-
Public safety	10,424,635	1,031,217	2,633,245	-	(6,760,173)	-
Public works	3,217,083	637,392	1,777	-	(2,577,914)	-
Health and welfare	3,514,474	-	2,565,102	-	(949,372)	-
Education	13,602,573	-	-	318,515	(13,284,058)	-
Parks, recreation, and cultural	890,544	110,846	-	-	(779,698)	-
Community development	2,020,023	681	49,105	611,458	(1,358,779)	-
Interest on long-term debt	3,510,601	-	-	-	(3,510,601)	-
Total governmental activities	\$ 40,826,395	\$ 3,164,856	\$ 6,175,872	\$ 929,973	\$ (30,555,694)	\$ -
<b>COMPONENT UNITS:</b>						
School Board	\$ 46,402,961	\$ 676,532	\$ 33,017,592	\$ -	\$ -	\$ (12,708,837)
Industrial Development Authority	44,132	-	3,685	-	-	(40,447)
Total component units	\$ 46,447,093	\$ 676,532	\$ 33,021,277	\$ -	\$ -	\$ (12,708,837)
General revenues:						
General property taxes					\$ 24,743,254	\$ -
Local sales and use taxes					1,096,278	-
Consumers' utility taxes					709,229	-
Communications taxes					965,609	-
Business license taxes					598,129	-
Other local taxes					1,550,226	-
Unrestricted revenues from use of money and property					202,165	553
Miscellaneous					166,484	124,135
Grants and contributions not restricted to specific programs					3,665,342	-
Payment from Dinwiddie County					-	13,457,223
Payment from Dinwiddie County School Board					275,008	-
Total general revenues					\$ 33,971,724	\$ 10,638
Change in net assets					3,416,030	(29,809)
Net assets - beginning					\$ 35,734,691	\$ 455,878
Net assets - ending					\$ 39,150,721	\$ 426,069

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

*FUND FINANCIAL STATEMENTS*

THIS PAGE LEFT BLANK INTENTIONALLY

County of Dinwiddie, Virginia  
Balance Sheet  
Governmental Funds  
June 30, 2010

	<u>General</u>	<u>County Debt Service</u>	<u>County Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 15,920,472	\$ 3,563,622	\$ 3,107,095	\$ 270,473	\$ 22,861,662
Receivables (net of allowance for uncollectibles):					
Taxes receivable	15,229,758	-	-	-	15,229,758
Accounts receivable	505,970	-	-	2,874	508,844
Due from other governmental units	4,595,778	-	-	118,852	4,714,630
Total assets	<u>\$ 36,251,978</u>	<u>\$ 3,563,622</u>	<u>\$ 3,107,095</u>	<u>\$ 392,199</u>	<u>\$ 43,314,894</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 445,450	\$ 20,573	\$ 318,048	\$ 9,999	\$ 794,070
Deferred revenue	15,263,809	-	-	-	15,263,809
Total liabilities	<u>\$ 15,709,259</u>	<u>\$ 20,573</u>	<u>\$ 318,048</u>	<u>\$ 9,999</u>	<u>\$ 16,057,879</u>
Fund balances:					
Reserved for:					
Advance to Airport	192,984	-	-	-	192,984
Unreserved, reported in:					
General fund	20,349,735	-	-	-	20,349,735
Special revenue funds	-	-	-	382,200	382,200
Debt service funds	-	3,543,049	-	-	3,543,049
Capital projects funds	-	-	2,789,047	-	2,789,047
Total fund balances	<u>\$ 20,542,719</u>	<u>\$ 3,543,049</u>	<u>\$ 2,789,047</u>	<u>\$ 382,200</u>	<u>\$ 27,257,015</u>
Total liabilities and fund balances	<u>\$ 36,251,978</u>	<u>\$ 3,563,622</u>	<u>\$ 3,107,095</u>	<u>\$ 392,199</u>	<u>\$ 43,314,894</u>

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

**County of Dinwiddie, Virginia**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**To the Statement of Net Assets**  
**June 30, 2010**

---

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

Total fund balances per Exhibit 3 - Balance Sheet - Governmental Funds	\$ 27,257,015
--	---------------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The following is a summary of items supporting this adjustment:

Capital assets	\$ 109,237,459	
Less: accumulated depreciation	<u>(21,871,595)</u>	87,365,864

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	2,818,114
--	-----------

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. The following is a summary of items supporting this adjustment:

Lease revenue bonds	\$ (55,862,300)	
General obligation bonds	(18,081,059)	
Compensated absences	(601,198)	
Landfill postclosure care	(1,123,383)	
OPEB liability	(16,500)	
Issuance premium	(1,239,072)	
Accrued interest payable	<u>(1,366,760)</u>	(78,290,272)

Net assets of governmental activities	<u><u>\$ 39,150,721</u></u>
---------------------------------------	-----------------------------

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

**County of Dinwiddie, Virginia**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2010**

	<u>General</u>	<u>County Debt Service</u>	<u>County Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total</u>
<b>REVENUES</b>					
General property taxes	\$ 24,350,213	\$ -	\$ -	\$ -	\$ 24,350,213
Other local taxes	4,919,471	-	-	-	4,919,471
Permits, privilege fees, and regulatory licenses	241,966	-	-	-	241,966
Fines and forfeitures	1,381,372	-	-	-	1,381,372
Revenue from the use of money and property	196,939	-	5,065	161	202,165
Charges for services	1,539,054	-	-	2,464	1,541,518
Miscellaneous	102,639	-	5,890	57,955	166,484
Recovered costs	147,323	-	-	-	147,323
Intergovernmental revenues:					
Local government	-	275,008	-	-	275,008
Commonwealth	7,327,058	318,515	602,243	607,830	8,855,646
Federal	1,455,019	-	443,652	16,870	1,915,541
Total revenues	<u>\$ 41,661,054</u>	<u>\$ 593,523</u>	<u>\$ 1,056,850</u>	<u>\$ 685,280</u>	<u>\$ 43,996,707</u>
<b>EXPENDITURES</b>					
Current:					
General government administration	\$ 2,281,210	\$ -	\$ -	\$ -	\$ 2,281,210
Judicial administration	1,031,177	-	-	4,617	1,035,794
Public safety	9,246,413	-	-	102,546	9,348,959
Public works	3,055,842	131,600	-	26,756	3,214,198
Health and welfare	2,757,511	-	-	731,712	3,489,223
Education	9,992,801	-	-	-	9,992,801
Parks, recreation, and cultural	841,349	-	-	-	841,349
Community development	950,659	885,795	-	155,000	1,991,454
Capital projects	-	-	5,869,156	-	5,869,156
Debt service:					
Principal retirement	-	4,996,992	-	-	4,996,992
Interest and other fiscal charges	-	3,620,721	9,741	-	3,630,462
Total expenditures	<u>\$ 30,156,962</u>	<u>\$ 9,635,108</u>	<u>\$ 5,878,897</u>	<u>\$ 1,020,631</u>	<u>\$ 46,691,598</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 11,504,092</u>	<u>\$ (9,041,585)</u>	<u>\$ (4,822,047)</u>	<u>\$ (335,351)</u>	<u>\$ (2,694,891)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	\$ -	\$ 7,269,190	\$ 2,850,000	\$ 251,250	\$ 10,370,440
Transfers out	(10,370,440)	-	-	-	(10,370,440)
Total other financing sources (uses)	<u>\$(10,370,440)</u>	<u>\$ 7,269,190</u>	<u>\$ 2,850,000</u>	<u>\$ 251,250</u>	<u>\$ -</u>
Net change in fund balances	\$ 1,133,652	\$ (1,772,395)	\$ (1,972,047)	\$ (84,101)	\$ (2,694,891)
Fund balances - beginning	19,409,067	5,315,444	4,761,094	466,301	29,951,906
Fund balances - ending	<u>\$ 20,542,719</u>	<u>\$ 3,543,049</u>	<u>\$ 2,789,047</u>	<u>\$ 382,200</u>	<u>\$ 27,257,015</u>

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

**County of Dinwiddie, Virginia**  
**Reconciliation of Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances of Governmental Funds**  
**To the Statement of Activities**  
**For the Year Ended June 30, 2010**

---

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

Net change in fund balances - total governmental funds \$ (2,694,891)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which the capital outlays exceeded depreciation in the current period. The following is a summary of items supporting this adjustment:

Capital outlay	\$ 4,010,147	
Depreciation expense	<u>(3,366,724)</u>	643,423

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 393,041

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. The following is a summary of items supporting this adjustment:

Principal retirement on general obligation bonds	\$ 1,394,257	
Principal retirement on lease revenue bonds	3,593,900	
Principal retirement on literary fund loans	8,835	
Amortization of bond premium	58,353	
Increase of landfill postclosure liability	<u>50,905</u>	5,106,250

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.

The following is a summary of items supporting this adjustment:

(Increase) decrease in compensated absences	\$ (85,867)	
(Increase) decrease in accrued interest	61,508	
(Increase) decrease in OPEB liability	<u>(7,434)</u>	(31,793)

Change in net assets of governmental activities \$ 3,416,030

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

County of Dinwiddie, Virginia  
 Statement of Fiduciary Net Assets  
 Fiduciary Funds  
 June 30, 2010

	<u>Private-Purpose Trusts</u>	<u>Agency Funds</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,344,247	\$ 74,441
Investments	4,550,452	-
Receivables:		
Other receivables	23,566	34
Total assets	\$ 5,918,265	\$ 74,475
<b>LIABILITIES</b>		
Amounts held for social services clients	\$ -	\$ 66,624
Amounts held for inmates	-	7,851
Total liabilities	\$ -	\$ 74,475
<b>NET ASSETS</b>		
Held in trust for scholarships	\$ 5,918,265	\$ -
Total net assets	\$ 5,918,265	\$ -
Total liabilities and net assets	\$ 5,918,265	\$ 74,475

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

**County of Dinwiddie, Virginia**  
**Statement of Changes in Fiduciary Net Assets**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2010**

---

	<b>Private Purpose Trust Funds</b>
<b>ADDITIONS</b>	
Investment earnings (losses)	673,068
Private donations	971
Total additions	\$ 674,039
<b>DEDUCTIONS</b>	
Scholarships	\$ 158,512
Total deductions	\$ 158,512
Change in net assets	515,527
Net assets - beginning	\$ 5,402,738
Net assets - ending	\$ 5,918,265

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

## COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010

---

### ***Note 1—Summary of Significant Accounting Policies:***

---

The County of Dinwiddie, Virginia (the "County") is governed by an elected five member Board of Supervisors. The County provides a full range of services for its citizens. These services include police and fire protection, sanitation services, recreational activities, cultural events, education, and social services.

The financial statements of the County of Dinwiddie, Virginia have been prepared in conformity with the specifications promulgated by the Auditor of Public Accounts (APA) of the Commonwealth of Virginia, and the accounting principles generally accepted in the United States as specified by the Governmental Accounting Standards Board. The more significant of the government's accounting policies are described below.

Management's Discussion and Analysis - GASB Statement No. 34 requires the financial statements be accompanied by a narrative introduction and analytical overview of the government's financial activities in the form of "Management's Discussion and Analysis" (MD&A).

#### Government-wide and Fund Financial Statements

Government-wide financial statements - The reporting model includes financial statements prepared using full accrual accounting for all of the government's activities. This approach includes not just current assets and liabilities but also capital assets and long-term liabilities (such as buildings and general obligation debt).

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

Statement of Net Assets - The Statement of Net Assets is designed to display financial position of the primary government (government and business-type activities) and its discretely presented component units. Governments will report all capital assets in the government-wide Statement of Net Assets and will report depreciation expense - the cost of "using up" capital assets - in the Statement of Activities. The net assets of a government will be broken down into three categories - 1) invested in capital assets, net of related debt; 2) restricted; and 3) unrestricted.

Statement of Activities - The government-wide Statement of Activities reports expenses and revenues in a format that focuses on the cost of each of the government's functions. The expense of individual functions is compared to the revenues generated directly by the function (for instance, through user charges or intergovernmental grants).

## COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

### **Note 1—Summary of Significant Accounting Policies: (Continued)**

---

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

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

Budgetary Comparison Schedules - Demonstrating compliance with the adopted budget is an important component of a government's accountability to the public. Many citizens participate in one way or another in the process of establishing the annual operating budgets of state and local governments, and have a keen interest in following the actual financial progress of their governments over the course of the year. Many governments revise their original budgets over the course of the year for a variety of reasons. Under the GASB 34 reporting model, governments provide budgetary comparison information in their annual reports, including the original budget, final budget and actual results.

#### **A. Financial Reporting Entity**

The basic criterion for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a primary governmental unit's reporting entity for the basic financial statements is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity. These financial statements present the County of Dinwiddie (the primary government) and its component units. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government.

#### **B. Individual Component Unit Disclosures**

*Blended Component Unit.* The County has no blended component units at June 30, 2010.

*Discretely Presented Component Units.* The School Board members are elected by the citizens of Dinwiddie County. The School Board is responsible for the operations of the County's School System within the County boundaries. The School Board is fiscally dependent on the County. The County has the ability to approve its budget and any amendments. The primary funding is from the General Fund of the County. The School Fund does not issue a separate financial report. The financial statements of the School Board are presented as a discrete presentation of the County financial statements for the fiscal year ended June 30, 2010.

## COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

### Note 1—Summary of Significant Accounting Policies: (Continued)

---

#### **B. Individual Component Unit Disclosures (Continued)**

The Industrial Development Authority of Dinwiddie County is responsible for industrial and commercial development in the County. The Authority consists of seven members appointed by the Board of Supervisors. The Authority is fiscally dependent on the County, and therefore, it is included in the County's financial statements as a discrete presentation for the year ended June 30, 2010. The Authority does not issue a separate financial report.

#### **C. Other Related Organizations Included in the County's Financial Report**

None

#### **D. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The accompanying financial statements are prepared in accordance with pronouncements issued by the Governmental Accounting Standards Board. The principles prescribed by GASB represent generally accepted accounting principles applicable to governmental units.

The County applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989 unless these pronouncements conflict with or contradict GASB pronouncements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provided have been met.

The government-wide Statement of Activities reflects both the gross and net cost per functional category (public safety, public works, health and welfare, etc.) which are otherwise being supported by general government revenues, (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.) The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants, and contributions. The program revenues must be directly associated with the function (public safety, public works, health and welfare, etc.) or a business-type activity.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service

**Note 1—Summary of Significant Accounting Policies: (Continued)**

**D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)**

expenditures as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Accordingly, real and personal property taxes are recorded as revenues and receivables when billed, net of allowances for uncollectible amounts. Property taxes not collected within 60 days after year-end are reflected as deferred revenues. Sales and utility taxes, which are collected by the state or utilities and subsequently remitted to the County, are recognized as revenues and receivables upon collection by the state or utility, which is generally within two months preceding receipt by the County.

Licenses, permits, fines and rents are recorded as revenues when received. Intergovernmental revenues, consisting primarily of federal, state and other grants for the purpose of funding specific expenditures, are recognized when earned or at the time other specific expenditures, are recognized when earned or at the time of the specific expenditure. Revenues from general purpose grants are recognized in the period to which the grant applies. All other revenue items are considered to be measurable and available only when cash is received by the government.

In the fund financial statements, financial transactions and accounts of the County are organized on the basis of funds. The operation of each fund is considered to be an independent fiscal and separate accounting entity, with a self-balancing set of accounts recording cash and/or other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

1. Governmental Funds

Governmental Funds are those through which most governmental functions typically are financed. The County reports the General Fund as a major governmental fund.

The General Fund is the primary operating fund of the County. This fund is used to account for all financial transactions and resources except those required to be accounted for in another fund. Revenues are derived primarily from property and other local taxes, state and federal distributions, licenses, permits, charges for service, and interest income. A significant part of the General Fund's revenues is used principally to finance the operations of the Component Unit School Board.

Debt Service Funds - The County Debt Service Fund accounts for debt service expenditures for the county and school system. Payment of principal and interest on the school system's general long-term debt financing is provided by appropriations from the General Fund.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 1—Summary of Significant Accounting Policies: (Continued)**

---

**D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)**

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

The County reports the following non-major governmental funds:

Special Revenue Funds - Special Revenue Funds account for the proceeds of specific revenue sources (other than major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Fiduciary Funds - (Trust and Agency Funds) - account for assets held by the County unit in a trustee capacity or as an agent or custodian for individuals, private organizations, other governmental units, or other funds. These funds include Agency Funds and Private Purpose Trust Funds. These funds utilize the modified accrual basis of accounting described in the Governmental Fund Presentation. Fiduciary funds are not included in the government-wide financial statements.

**E. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the government.

State statutes authorize the government to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds and repurchase agreements.

Investments for the government, as well as for its component units are reported at fair value.

**F. Investments**

Investments are stated at fair value which approximates market; no investments are valued at cost. Certificates of deposit and short-term repurchase agreements are reported in the accompanying financial statements as cash and cash equivalents.

**G. Receivables and payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e. the current portions of the interfund loans). All other outstanding balances between funds are reported as "advances to/from other funds."

All trade and property tax receivables are shown net of an allowance for uncollectibles. The County calculates its allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis. The allowance amounted to approximately \$503,266 at June 30, 2010 and is comprised solely of property taxes.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 1—Summary of Significant Accounting Policies: (Continued)**

---

**G. Receivables and payables (Continued)**

Real and Personal Property Tax Data:

The tax calendars for real and personal property taxes are summarized below.

	<u>Real Property</u>	<u>Personal Property</u>
Levy	January 1	January 1
Due Date	December 5/June 5	December 5/June 5
Lien Date	January 1	January 1

The County bills and collects its own property taxes.

**H. Capital Assets**

Capital assets, which include property, plant and equipment, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the County as land, buildings, and equipment with an initial individual cost of more than \$10,000 (amount not rounded) and an estimated useful life in excess of two years. The County does not have any infrastructure in its capital assets since roads, streets, bridges and similar assets within its boundaries are the property of the Commonwealth of Virginia. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded as estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives.

<u>Assets</u>	<u>Years</u>
Building Improvements	40
Furniture, Vehicles, and Office Equipment	5-20
Buses	10

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 1—Summary of Significant Accounting Policies: (Continued)**

---

**I. Compensated Absences**

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported as an expense in the Statement of Activities and a long-term obligation in the Statement of Net Assets. In accordance with the provisions of Governmental Accounting Standards No. 16, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to received sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as “terminal leave” prior to retirement.

**J. Retirement Plan**

Retirement plan contributions are actuarially determined and consist of current service costs and amortization of prior service cost over a 30-year period. The County’s policy is to fund pension cost as it accrues.

**K. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**L. Fund Equity**

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

**M. Net Assets**

Net assets are the difference between assets and liabilities. Net assets invested in capital assets represent capital assets, less accumulated depreciation less any outstanding debt related to the acquisition, construction or improvement of those assets.

**N. Long-term Obligations**

In the government-wide 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. Bonds payable are reported net of the applicable bond premium or discount.

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. Premiums received on debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt sources expenditures.

## COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

### **Note 2—Stewardship, Compliance, and Accounting:**

---

The following procedures are used by the County in establishing the budgetary data reflected in the financial statements:

1. On or before March 30<sup>th</sup>, the County Administrator submits to the Board of Supervisors a proposed operating and capital budget for the fiscal year commencing the following July 1. The operating and capital budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain citizen comments.
3. Prior to June 30, the budget is legally enacted through passage of an Appropriations Resolution.
4. The Appropriations Resolution places legal restrictions on expenditures at the department or category level. The appropriation for each department or category can be revised only by the Board of Supervisors. The County Administrator is authorized to transfer budgeted amounts within general government departments; however, the School Board is authorized to transfer budgeted amounts within the school system's categories.
5. All budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
6. Appropriations lapse on June 30, for all County units.

#### **Expenditures and Appropriations**

Expenditures did not exceed appropriations in any of the funds at June 30, 2010.

### **Note 3—Deposits and Investments:**

---

#### **Deposits**

All cash of the primary government and its discretely presented component units is maintained in accounts collateralized in accordance with the Virginia Security for Public Deposits Act, Section 2.2-4400 et. seq. of the Code of Virginia or covered by federal depository insurance.

#### **Investments**

Statutes authorize the County to invest in obligations of the United States or agencies thereof, obligations of the Commonwealth of Virginia or political subdivisions thereof, obligations of the International Bank for Reconstruction and Development (World Bank), the Asian Development Bank, the African Development Bank, "prime quality" commercial paper and certain corporate notes, banker's acceptances, repurchase agreements and the State Treasurer's Local Government Investment Pool (LGIP).

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

**Note 3— Deposits and Investments: (Continued)**

**Credit Risk of Debt Securities**

The County's rated debt investments as of June 30, 2010 were rated by Standard and Poor's and the ratings are presented below using the Standard and Poor's rating scale. The County's investment policy has an emphasis on high credit quality and known marketability. Holdings of commercial papers are required to be rated no lower than Standard and Poor's A-1 and Moody's Investor Service P-1, pending that the issuing corporation has a net worth of \$50 million and its long term debt rating of A or better by Moody's and Standard and Poor's.

	Fair Quality Ratings											
	AAAm	AAA	AA	AA+	AA-	A+	A	A-	BBB	BBB-	CCC-	Unrated
Local Government Investment Pool	\$ 5,071,982	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Non-Arbitrage Pool	684,316	.	.	.	.	.	.	.	.	.	.	.
Money Market Mutual Fund	315,031	.	.	.	.	.	.	.	.	.	.	.
Mutual Funds	.	.	.	.	.	.	.	.	.	.	.	138,637
Corporate Debt	.	331,998	50,108	.	.	35,210	565,667	561,917	126,436	.	105,593	.
Municipal/Public Bonds	.	872,876	.	100,229	882,836	.	.	.	.	208,284	.	440,358
<b>Total</b>	<b>\$ 6,071,329</b>	<b>\$ 1,204,874</b>	<b>\$ 50,108</b>	<b>\$ 100,229</b>	<b>\$ 882,836</b>	<b>\$ 35,210</b>	<b>\$ 565,667</b>	<b>\$ 561,917</b>	<b>\$ 126,436</b>	<b>\$ 208,284</b>	<b>\$ 105,593</b>	<b>\$ 578,995</b>

**Interest Rate Risk**

The County's investment policy states that the County's investment maturities are to precede or coincide with the expected need of funds.

**Investment Maturities (in years)**

Investment Type	Fair Value	Less Than			Greater Than
		1 Year	1-5 Years	6-10 Years	10 Years
Corporate Debt	\$ 1,776,929	\$ 204,106	\$ 92,550	\$ 6,735	\$ 1,473,538
Municipal/Public Bonds	2,504,583	1,161,822	251,640	-	1,091,121
Mutual Funds	138,637	138,637	-	-	-
<b>Total</b>	<b>\$ 4,420,149</b>	<b>\$ 1,504,565</b>	<b>\$ 344,190</b>	<b>\$ 6,735</b>	<b>\$ 2,564,659</b>

The Private Purpose Trust Funds had investments not included in the Investment Maturities or Fair Quality Ratings Tables above. The omitted investments had market values totaling \$1,311,566 at June 30, 2010. The money included in these funds are donated investments that can only be used for specified purposes.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

**Note 3— Deposits and Investments: (Continued)**

**External Investment Pools**

The State Non-Arbitrage Pool (SNAP) is an open-end management investment company registered with the Securities and Exchange Commission (SEC). The fair value of the positions in the Local Government Investment Pool (LGIP) is the same as the value of the pool shares. As these pools are not SEC registered, regulatory oversight of the pool rests with the Virginia State Treasury. LGIP maintains a policy to operate in a manner consistent with SEC Rule 2a-7.

**Note 4—Due to/from Other Governments:**

At June 30, 2010, the County has receivables from other governments as follows:

	<u>Primary Government</u>	<u>Component Unit School Board</u>
Other Local Governments:		
Dinwiddie County School Board	\$ 1,647,184	\$ -
Dinwiddie County Airport Authority	192,984	-
Commonwealth of Virginia:		
Elections	48,054	-
Local sales tax	189,567	-
Welfare	57,892	-
Excess fees of clerk	18,942	-
Mobile home titling tax	17,250	-
Rolling stock tax	3,154	-
Auto rental tax	25	-
State Sales Tax	-	727,087
School fund grants	-	22,354
Constitutional officer reimbursements	223,715	-
Recordation tax	14,225	-
Personal property tax relief act	1,875,641	-
Victim witness	13,309	-
Jail funds	24,804	-
Communications tax	162,936	-
Wireless grant	10,212	-
Forfeited assets	3,782	-
Comprehensive service	109,772	-
Federal Government:		
School fund grants	-	4,620,918
Forfeited assets	5,298	-
Welfare	95,884	-
Total due from other governments	\$ <u>4,714,630</u>	\$ <u>5,370,359</u>

At June 30, 2010, amounts due to other local governments are as follows:

Other Local Governments:		
County of Dinwiddie	\$ <u>-</u>	\$ <u>1,647,184</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

**Note 5—Capital Assets:**

The following is a summary of changes in capital assets for the fiscal year ended June 30, 2010:

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2010</u>
Capital assets not subject to depreciation:				
Land	\$ 3,155,494	\$ -	\$ -	\$ 3,155,494
Jointly owned assets	48,750,520	-	48,750,520	-
Construction in progress	<u>1,253,682</u>	<u>3,325,357</u>	<u>163,154</u>	<u>4,415,885</u>
Total capital assets not subject to depreciation	<u>\$ 53,159,696</u>	<u>\$ 3,325,357</u>	<u>\$ 48,913,674</u>	<u>\$ 7,571,379</u>
Capital assets subject to depreciation:				
Buildings and system	\$ 14,164,920	\$ -	\$ -	\$ 14,164,920
Machinery and equipment	13,272,438	520,051	181,840	13,610,649
Jointly owned assets	<u>24,812,098</u>	<u>49,078,413</u>	<u>-</u>	<u>73,890,511</u>
Total capital assets being depreciated	<u>\$ 52,249,456</u>	<u>\$ 49,598,464</u>	<u>\$ 181,840</u>	<u>\$ 101,666,080</u>
Less accumulated depreciation for:				
Buildings and system	\$ 5,032,047	\$ 381,273	\$ -	\$ 5,413,320
Machinery and equipment	7,038,838	1,223,425	181,840	8,080,423
Jointly owned assets	<u>6,615,826</u>	<u>1,897,371</u>	<u>135,345</u>	<u>8,377,852</u>
Total accumulated depreciation	<u>\$ 18,686,711</u>	<u>\$ 3,502,069</u>	<u>\$ 317,185</u>	<u>\$ 21,871,595</u>
Total capital assets subject to depreciation, net	<u>\$ 33,562,745</u>	<u>\$ 46,096,395</u>	<u>\$ (135,345)</u>	<u>\$ 79,794,485</u>
Governmental activities capital assets, net	<u>\$ 86,722,441</u>	<u>\$ 49,421,752</u>	<u>\$ 48,778,329</u>	<u>\$ 87,365,864</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

**Note 5—Capital Assets: (Continued)**

The following is a summary of changes in capital assets for the fiscal year ended June 30, 2010:

Component Unit-School Board:	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2010</u>
Capital assets not subject to depreciation:				
Land	\$ 1,470,455	\$ -	\$ -	\$ 1,470,455
Jointly owned assets	<u>16,441,990</u>	<u>-</u>	<u>16,441,990</u>	<u>-</u>
Total capital assets not subject to depreciation	\$ <u>17,912,445</u>	\$ <u>-</u>	\$ <u>16,441,990</u>	\$ <u>1,470,455</u>
Capital assets subject to depreciation:				
Machinery and equipment	\$ 6,445,625	\$ 380,121	\$ -	\$ 6,825,746
Buildings and system	-	17,705	-	17,705
Jointly owned assets	<u>8,368,326</u>	<u>18,148,886</u>	<u>-</u>	<u>26,517,212</u>
Total capital assets subject to depreciation	\$ <u>14,813,951</u>	\$ <u>18,546,712</u>	\$ <u>-</u>	\$ <u>33,360,663</u>
Less: accumulated depreciation for:				
Machinery and equipment	\$ 4,280,933	\$ 467,044	\$ -	\$ 4,747,977
Buildings and system	-	1,771	-	1,771
Jointly owned assets	<u>2,231,307</u>	<u>639,922</u>	<u>(135,345)</u>	<u>3,006,574</u>
Total accumulated depreciation	\$ <u>6,512,240</u>	\$ <u>1,108,737</u>	\$ <u>(135,345)</u>	\$ <u>7,756,322</u>
Total capital assets subject to depreciation, net	\$ <u>8,301,711</u>	\$ <u>17,437,975</u>	\$ <u>135,345</u>	\$ <u>25,604,341</u>
Component unit school board capital assets, net	\$ <u>26,214,156</u>	\$ <u>17,437,975</u>	\$ <u>16,577,335</u>	\$ <u>27,074,796</u>

Depreciation expense was charged to functions/programs/funds as follows:

Governmental activities:

General government	\$ 149,180
Judicial administration	181,117
Public safety	1,127,044
Public works	52,126
Health and welfare	31,853
Education	1,897,371
Parks, recreation and cultural	50,358
Community development	<u>13,020</u>

Total Governmental activities \$ 3,502,069

Component Unit School Board \$ 1,108,737

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

**Note 6—Interfund Transfers:**

Interfund transfers for the year ended June 30, 2010, consisted of the following:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Primary Government:		
General Fund	\$ -	\$ 10,370,440
County debt service fund	7,269,190	-
County capital projects fund	2,850,000	-
County special revenue fund	251,250	-
Total	<u>\$ 10,370,440</u>	<u>\$ 10,370,440</u>

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

**Note 7—Long Term Obligations:**

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

	<u>Amounts Payable at July 1, 2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>Amounts Payable at June 30, 2010</u>	<u>Amounts Due Within One Year</u>
Governmental Obligations:					
Incurred by County:					
Claims, judgments and compensated absences payable	\$ 515,331	\$ 85,867	\$ -	\$ 601,198	\$ 60,120
Lease revenue bonds	9,204,100	-	773,400	8,430,700	802,000
OPEB liability	9,066	29,134	21,700	16,500	-
Landfill postclosure care	1,174,288	-	50,905	1,123,383	-
Total incurred by County	<u>\$ 10,902,785</u>	<u>\$ 115,001</u>	<u>\$ 846,005</u>	<u>\$ 10,171,781</u>	<u>\$ 862,120</u>
Incurred by School Board:					
State Literary Fund Loans	\$ 8,835	-	\$ 8,835	\$ -	-
General Obligation Bonds	19,475,316	-	1,394,257	18,081,059	1,438,131
Lease Revenue Bonds	50,252,100	-	2,820,500	47,431,600	2,924,100
Add deferred amounts:					
For issuance premium	1,297,425	-	58,353	1,239,072	-
Total incurred by School Board	<u>\$ 71,033,676</u>	<u>\$ -</u>	<u>\$ 4,281,945</u>	<u>\$ 66,751,731</u>	<u>\$ 4,362,231</u>
Total Governmental Obligations	<u>\$ 81,936,461</u>	<u>\$ 115,001</u>	<u>\$ 5,127,950</u>	<u>\$ 76,923,512</u>	<u>\$ 5,224,351</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 7—Long-Term Obligations: (Continued)**

---

**Primary Government: (continued)**

Annual requirements to amortize long-term obligations and related interest are as follows:

Year Ending June 30	County Obligations	
	Lease Revenue Bonds	
	Principal	Interest
2011	\$ 802,000	\$ 357,198
2012	845,100	322,263
2013	872,900	285,187
2014	914,300	246,399
2015	955,200	205,371
2016	1,000,700	162,632
2017	1,040,500	117,698
2018	255,000	70,968
2019	265,000	61,114
2020	275,000	50,881
2021	285,000	40,269
2022	295,000	29,277
2023	305,000	17,907
2024	320,000	6,064
Total	\$ <u>8,430,700</u>	\$ <u>1,973,228</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

**Note 7—Long-Term Obligations: (Continued)**

**Primary Government: (continued)**

Annual requirements to amortize long-term obligations and related interest are as follows:

Year Ending June 30	School Obligations			
	General Obligation Bonds		Lease Revenue Bonds	
	Principal	Interest	Principal	Interest
2011	\$ 1,438,131	\$ 905,683	\$ 2,924,100	\$ 2,134,916
2012	1,483,831	825,604	3,039,600	2,022,793
2013	1,526,457	743,747	1,806,200	1,933,658
2014	1,319,758	659,494	1,866,700	1,867,072
2015	1,355,208	590,542	1,926,600	1,797,960
2016	1,392,539	519,712	2,026,000	1,707,825
2017	1,431,847	446,903	2,124,700	1,613,004
2018	812,478	389,272	2,212,700	1,527,138
2019	833,962	347,288	1,320,000	1,421,950
2020	856,571	304,180	1,375,000	1,369,150
2021	880,361	259,888	1,380,000	1,314,150
2022	626,024	221,475	1,450,000	1,245,150
2023	640,928	191,571	1,520,000	1,172,650
2024	656,612	160,888	1,600,000	1,096,650
2025	675,584	126,917	1,680,000	1,016,650
2026	695,548	92,953	1,755,000	941,050
2027	716,556	55,944	1,835,000	862,075
2028	738,664	18,836	1,915,000	779,500
2029	-	-	2,010,000	683,750
2030	-	-	2,110,000	583,250
2031	-	-	2,215,000	477,750
2032	-	-	2,330,000	367,000
2033	-	-	2,445,000	250,500
2034	-	-	2,565,000	128,250
Total	\$ <u>18,081,059</u>	\$ <u>6,860,897</u>	\$ <u>47,431,600</u>	\$ <u>28,313,841</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 7—Long-Term Obligations: (Continued)**

---

**Primary Government: (continued)**

**General Obligations:**

**Incurred by County:**

**Lease Revenue Bonds:**

\$3,200,000 Bond, Series, 1998C, issued September 8, 1998, maturing annually in installments of varying amounts through February 1, 2014; interest payable semi-annually at various coupon rates of 3.8% to 5.0%.	\$	1,470,000
\$1,300,000 Bond, Series 1998C, issued September 8, 1998, maturing annually February 1, 2015 through February 1, 2017 in various installments; interest payable semi-annually at 5%.		1,300,000
\$3,230,600 lease revenue bond related to Dinwiddie County, issued May 6, 2004. Industrial Development Authority 1997 Courts Facilities Project, principal payments due each February 1 <sup>st</sup> through 2017.		2,120,700
\$4,500,000 Series 2003 lease revenue bond related to Dinwiddie County Industrial Development Authority E-911 financing project, issued November 12, 2003. Principal and Interest payments due November 1 <sup>st</sup> through 2023 at an interest rate of 3.79%.		<u>3,540,000</u>
Total Lease Revenue Bonds	\$	8,430,700
Landfill postclosure cost		1,123,383
OPEB liability		16,500
Compensated absences		<u>601,198</u>
Total incurred by County	\$	<u><u>10,171,781</u></u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 7—Long-Term Obligations: (Continued)**

---

**Incurred by School Board:**

**General Obligation Bonds:**

\$350,000 School Bonds, issued December 15, 1992, maturing annually in installments of varying amounts through December 15, 2013; interest payable semi-annually at an average rate of 5.84%	\$ 40,000
\$3,789,949 School Bonds, dated November 14, 1996, maturing annually in installments of varying amounts and at various interest rates through July 15, 2016; interest payable semi-annually at an average rate of 5.32%	1,574,672
\$2,273,960 School Bonds, dated November 14, 1996, maturing annually in installments of varying amounts and at various interest rates through July 15, 2016, interest payable semi-annually at an average rate of 5.32%	944,804
\$3,789,949 School Bonds dated November 14, 1996 maturing annually in installments of varying amounts and at various interest rates through July 15, 2016, interest payable semi-annually at an average rate of 5.32%	1,574,672
\$2,100,000 School Bonds, issued October 27, 1999, maturing annually in installments of varying amounts through June 15, 2013, interest payable at 7.29% annually	645,209
\$5,810,323 2007A Series School Bonds, maturing annually in installments of varying amounts through July 15, 2027, interest at 5.10%.	5,354,340
\$5,810,323 2007B Series School Bonds, maturing annually in installments of varying amounts through July 15, 2027, interest at 5.10%.	5,354,340
\$4,209,598, School VPSA Loan payable, maturing on July 15, 2021, interest payable at various rates semi-annually	<u>2,593,022</u>
Total General Obligation Bonds	\$ <u>18,081,059</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 7—Long-Term Obligations: (Continued)**

---

**Incurred by School Board: (Continued)**

Lease Revenue Bonds:

\$5,175,000 2005 Series A bonds, issued November 17, 2005, maturing annually in installments of varying amounts through February 18, 2018; interest payable semi-annually at 3.9%.	\$ 3,300,000
\$41,040,000 lease revenue bond issued October 1, 2004, maturing annually beginning February 15, 2005 through February 15, 2034; interest payable semi-annually at 5%.	38,250,000
\$4,778,100 Series 2004A bond issued May 1, 2004, maturing annually in installments of varying amounts through February 1, 2018; interest payable at 4.26%.	3,332,400
\$6,000,000 Series 2006 lease revenue bond related to Dinwiddie County Industrial Development Authority School Completion Project, issued August 11, 2006., Principal and Interest payments due August 15th through 2011 at an interest rate of 4.120%.	<u>2,549,200</u>
Total Lease Revenue Bonds	\$ <u>47,431,600</u>
Unamortized bond premium	\$ <u>1,239,072</u>
Total Incurred by School Board	\$ <u>66,751,731</u>
Total General Obligations, Primary Government	\$ <u><u>76,923,512</u></u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 7—Long-Term Obligations: (Continued)**

---

**Incurred by School Board: (Continued)**

The following is a summary of long-term debt transactions of the component unit - School Board for the year ended June 30, 2010:

	<u>Amounts Payable at July 1, 2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>Amounts Payable at June 30, 2010</u>	<u>Amounts Due Within One Year</u>
Component Unit-School Board:					
Compensated absences	\$ 1,222,730	\$ -	\$ 117,622	\$ 1,105,108	\$ 110,511
OPEB liability	<u>70,089</u>	<u>209,911</u>	<u>142,500</u>	<u>137,500</u>	<u>-</u>
Total Component Unit School Board	<u>\$ 1,292,819</u>	<u>\$ 209,911</u>	<u>\$ 260,122</u>	<u>\$ 1,242,608</u>	<u>\$ 110,511</u>

**Note 8—Closure and Postclosure Costs:**

---

The County closed its landfill and is liable for postclosure monitoring for a period of thirty years. The amount reported as landfill postclosure liability at June 30, 2010, represents the estimated liability for postclosure monitoring, of \$1,123,383 over a period of nineteen years. These amounts are based on what it would cost to perform all postclosure care in 2010. Actual costs may be higher due to inflation, changes in technology or changes in regulations.

The County demonstrated financial assurance requirements for closure, postclosure care, and corrective action costs through the submission of a Local Governmental Financial Test to the Virginia Department of Environmental Quality in accordance with Section 9va c20-70 of the Virginia Administrative Code.

**Note 9—Deferred Revenue:**

---

Deferred revenue represents amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Under the modified accrual basis of accounting, such amounts are measurable, but not available. Deferred revenue totaling \$15,263,809 is comprised of the following:

Deferred Property Tax Revenue - Deferred revenue representing uncollected tax billings not available for funding of current expenditures totaled \$14,859,827 at June 30, 2010.

Prepaid Property Taxes - Property taxes due subsequent to June 30, 2010 but paid in advance by the taxpayers totaled \$403,982 at June 30, 2010.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 10—Contingent Liabilities:**

---

Federal programs in which the County and all discretely presented component units participate were audited in accordance with the provisions of U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Pursuant to the provisions of this circular all major programs and certain other programs were tested for compliance with applicable grant requirements.

While no matters of noncompliance were disclosed by audit, the Federal Government may subject grant programs to additional compliance tests that may result in disallowed expenditures. In the opinion of management, any future disallowance of current grant program expenditures, if any, would be immaterial.

The following construction contracts were outstanding at June 30, 2010:

<u>Contractor</u>	<u>Project</u>	<u>Amount</u>
Messer Contracting LLC	Sports Complex Irrigation	\$ 165,269
Harlan Construction	Ford VFD	15,914

**Note 11—Litigation:**

---

At June 30, 2010, there were no matters of litigation involving the County or which would materially affect the County's financial position should any court decisions on pending matters not be favorable to the County.

**Note 12 —Risk Management:**

---

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries insurance.

The County is a member of the Virginia Association of Counties Municipal Liability Pool for workers' compensation. This program is administered by a servicing contractor, which furnishes claims review and processing.

Each Association member jointly and severally agrees to assume, pay and discharge any liability. The County pays Virginia Association of Counties Municipal Liability Pool contributions and assessments based upon classifications and rates into a designated cash reserve fund out of which expenses of the Association and claims and awards are to be paid. In the event of a loss deficit and depletion of all available excess insurance, the Association may assess all members in the proportion which the premium of each bears to the total premiums of all members in the year in which such deficit occurs.

The County continues to carry commercial insurance for all other risks of losses. During the last three fiscal years, settled claims from these risks have not exceeded commercial coverage.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 13 – Defined Benefit Pension Plan:**

---

**Primary Government:**

**A. Plan Description**

Name of Plan: Virginia Retirement System (VRS)  
Identification of Plan: Agent and Cost-Sharing Multiple-Employer Defined Benefit Pension Plan  
Administering Entity: Virginia Retirement System (System)

All full-time, salaried permanent employees of participating employers must participate in the VRS. Benefits vest after five years of service. Employees are eligible for an unreduced retirement benefit at age 65 with 5 years of service (age 60 for participating local law enforcement officers, firefighters, and sheriffs) or at age 50 with at least 30 years of service if elected by the employer (age 50 with at least 25 years of service for participating local law enforcement officers, firefighters, and sheriffs) payable monthly for life in an amount equal to 1.70% of their average final compensation (AFC) for each year of credited service (1.85% for sheriffs and if the employer elects, for other employees in hazardous duty positions receiving enhanced benefits). Benefits are actuarially reduced for retirees who retire prior to becoming eligible for full retirement benefits. In addition, retirees qualify for annual cost-of-living adjustment (COLA) beginning in their second year of retirement. The COLA is limited to 5.00% per year. AFC is defined as the highest consecutive 36 months of reported compensation. Participating local law enforcement officers, firefighters, and sheriffs may receive a monthly benefit supplement if they retire prior to age 65. The VRS also provides death and disability benefits. Title 51.1 of the Code of Virginia (1950), as amended, assigns the authority to establish and amend benefit provisions to the General Assembly of Virginia.

The System issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for VRS. A copy of that report may be downloaded from their website at <http://www.varetire.org/pdf/publications/2009-Annual-Report.pdf> or obtained by writing to the System’s Chief Financial Officer at P.O. Box 2500, Richmond, Virginia 23218-2500.

**B. Funding Policy**

Plan members are required by Title 51.1 of the Code of Virginia (1950), as amended, to contribute 5.00% of their annual salary to the VRS. This 5.00% member contribution may be assumed by the employer. In addition, the County is required to contribute the remaining amounts necessary to fund its participation in the VRS using the actuarial basis specified by the Code of Virginia and approved by the VRS Board of Trustees. The County’s and School Board’s non-professional contribution rates for the fiscal year ended 2010 was 8.89% and 8.56% of annual covered payroll, respectively.

The Dinwiddie County School Board professional employees current rate is 8.81% of annual covered payroll. The contribution requirements of plan members and Dinwiddie County School Board are established and may be amended by the VRS Board of Trustees. The School Board’s contributions to VRS for the years ending June 30, 2010, 2009, and 2008 were \$1,385,422, \$1,994,321, and \$2,181,646, respectively, and equal to the required contributions for each year.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

**Note 13 – Defined Benefit Pension Plan: (Continued)**

**C. Annual Pension Cost**

For the fiscal year 2010, the County’s annual pension cost of \$1,088,012 (which includes the portion of the employee share assumed by the County which was \$391,653) was equal to the County’s required and actual contributions.

For the fiscal year 2010, the County School Board’s annual pension cost for the Board’s non-professional employees was \$203,278 (which includes the portion of the employees share assumed by the County which was \$74,955) which was equal to the Board’s required and actual contributions.

**Three Year Trend Information**

Fiscal Year Ending	Annual Pension Cost (APC) (1)	Percentage of APC Contributed	Net Pension Obligation
County:			
June 30, 2010	\$ 696,359	100%	\$ -
June 30, 2009	703,987	100%	-
June 30, 2008	662,483	100%	-
School Board:			
Non-Professional:			
June 30, 2010	\$ 128,323	100%	\$ -
June 30, 2009	143,932	100%	-
June 30, 2008	136,713	100%	-

(1) Employer portion only

The required contribution was determined as part of the June 30, 2007 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at June 30, 2007 included (a) an investment rate of return (net of administrative expenses) of 7.50%, (b) projected salary increases ranging from 3.75% to 5.60% per year for general government employees and 3.50% to 4.75% for employees eligible for enhanced benefits available to law enforcement officers, firefighters and sheriffs, and (c) a cost-of-living adjustment of 2.50% per year. Both investment rate of return and the projected salary increases include an inflation component of 2.50%. The actuarial value of the County’s assets is equal to the modified market value of assets. This method uses techniques that smooth the effects of short-term volatility in the market value of assets over a five-year period. County’s unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2007 was 20 years.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

**Note 13 – Defined Benefit Pension Plan: (Continued)**

---

**D. Funded Status and Funding Progress:**

As of June 30, 2009, the most recent actuarial valuation date, the plan was 81.36% funded. The actuarial accrued liability for benefits was \$27,260,857 and the actuarial value of assets was \$22,178,964, resulting in an unfunded actuarial accrued liability (UAAL) of \$5,081,893. The covered payroll (annual payroll of active employees covered by the plan) was \$7,835,381, and ratio of the UAAL to covered payroll was 64.86%.

As of June 30, 2009, the most recent actuarial valuation date, the School Board's Non-Professions plan was 87.72% funded. The actuarial accrued liability for benefits was \$6,612,125 and the actuarial value of assets was \$5,800,169, resulting in an unfunded actuarial accrued liability (UAAL) of \$811,956. The covered payroll (annual payroll of active employees covered by the plan) was \$1,707,203 and ratio of the UAAL to the covered payroll was 47.56%.

The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**Note 14 – Surety Bonds:**

---

	<u>Amount</u>
Division of Risk Management Surety:	
Commonwealth Funds	
J. Barrett Chappell, Jr., Clerk of the Circuit Court	\$ 103,000
William E. Jones, Treasurer	400,000
Lori K. Stevens, Commissioner of the Revenue	3,000
Dusty Rhodes, Sheriff	30,000
United States Fidelity and Guaranty-Surety	
All Social Services employees - blanket bond	100,000
School Board Clerk and Deputy Clerk	10,000

**Note 15 – Postemployment Benefits Other Than Pensions:**

---

Plan Description

The County allows retirees to remain on their health insurance plan that retire at the age of 50 with at least 30 years of service, of which 15 must be with the County. Health benefits include medical, dental and vision. The retiree is responsible for 100% of the premium and is paid directly to Anthem. Benefits end at the age of 65.

## COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

### ***Note 15–Postemployment Benefits Other Than Pensions: (Continued)***

---

#### Plan Description (Continued)

Dinwiddie County Public Schools retirees must meet one of the following requirements to be eligible for health benefits.

- Attained the age of 65 with at least 5 years of service for unreduced pension benefits.
- Attained the age of 50 with at least 30 years of service for reduced pension benefits.
- Attained the age of 55 with at least 5 years of service for reduced pension benefits.
- Attained age 50 with at least 10 years of service for reduced pension benefits.

Health benefits include medical, dental and vision. The retirees are responsible for 100% of the premiums and are paid directly to Anthem. Benefits end at the age of 65. Retirees over the age of 65 are only eligible to choose Anthem BCBS medicare supplement.

#### Funding Policy

The County and School Board's retirees pay 100% of the premiums directly to Anthem BCBS. The Schools currently have 33 retirees and 6 spouses on their plan. The County has 7 retirees with 2 spouses.

#### Annual OPEB Cost and Net OPEB Obligation

The County and School Board's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*. The County and School Board have elected to calculate the ARC as the normal cost plus amortization of the unfunded portion of actuarial accrued liability in compliance with GASB parameters. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

**Note 15—Postemployment Benefits Other Than Pensions: (Continued)**

Annual OPEB Cost and Net OPEB Obligation (Continued)

The estimated contributions are based on projected medical premium payments and credit for the implicit rate subsidy made during the year for the retired employees by the County and School Board. The following table shows the components of the County and School Board’s annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County and School Board’s net OPEB obligation to the Retiree Health Plan:

	<u>COUNTY</u>	<u>SCHOOLS</u>
Annual required contribution	\$ 29,000	\$ 208,800
Interest on net OPEB obligation	-	-
Adjustment to annual required contribution	134	1,111
Annual OPEB cost (expense)	\$ 29,134	\$ 209,911
Estimated Contributions made	(21,700)	(142,500)
Increase in net OPEB obligation	7,434	67,411
Net OPEB obligation-beginning of year	9,066	70,089
Net OPEB obligation-end of year	\$ 16,500	\$ 137,500

The County and School Board’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2010 and preceding year were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
County :			
6/30/2010	\$ 29,134	74.48%	\$ 16,500
6/30/2009	28,666	68.37%	9,066
Schools:			
6/30/2010	\$ 209,911	67.89%	\$ 137,500
6/30/2009	205,289	65.86%	70,089

Funded Status and Funding Progress

As of January 1, 2009, the County’s actuarial accrued liability for benefits was \$317,700, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$6,586,100, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 4.82 percent.

As of January 1, 2009 the School Board’s actuarial accrued liability for benefits was \$1,675,500, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$21,492,200, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 7.80 percent.

## COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

### **Note 15—Postemployment Benefits Other Than Pensions: (Continued)**

---

#### Annual OPEB Cost and Net OPEB Obligation (Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples included assumptions about future employment, mortality, and healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

#### Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following simplifying assumptions were made:

*Retirement age for active employees*-Retirement age was estimated based on tables used for the VRS pension valuation and assumed that participants begin to retire when they become eligible to receive healthcare benefits.

*Mortality*-Life expectancies were based on mortality tables from the RP-2000 Combined Healthy mortality tables for males and females projected to 2010 using Scale AA.

*Coverage elections* -The actuarial assumed that 30% of eligible retirees will elect coverage and that 30% of retirees who elect coverage will cover a spouse.

Based on the historical and expected returns of the County's short-term investment portfolio, a discount of 4.0% was used. In addition, the projected unit credit actuarial cost method was used. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2010 was thirty years.

## COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2010 (Continued)

---

### **Note 16-Other Post-Employment Benefits (OPEB):**

#### **A. Plan Description**

The School Board participates in the Health Insurance Credit Program, a plan designed to assist retirees with the cost of health insurance coverage. This program is a cost sharing, multiple-employer defined benefit plan administered by the Virginia Retirement System (VRS). The Virginia General Assembly establishes the dollar amount of the health insurance credit for each year of creditable service. The credit amount and eligibility differs for state, school division, political subdivision, local officer, local social services department and general registrar retirees.

A teacher, who retires under VRS with at least 15 years of total creditable service under the System and is enrolled in a health insurance plan, is eligible to receive a monthly health insurance credit of \$4 per year of creditable service. However, such credit shall not exceed the health insurance premium for the retiree. Disabled retirees automatically receive a monthly health insurance credit of \$4 multiplied by the smaller of (i) twice the amount of their creditable service or (ii) the amount of creditable service they would have completed at age 60 if they had remained in service to that age.

Benefit provisions and eligibility requirements are established by Title 51.1, Chapter 14 of the Code of Virginia. The VRS actuarially determines the amount necessary to fund all credits provided, reflects the cost of such credits in the applicable employer contribution rate pursuant to §51.1-145, and prescribes such terms and conditions as are necessary to carry out the provisions of the health insurance credit program. VRS issues separate financial statements as previously discussed in Note 13.

#### **B. Funding Policy**

The School Board is required to contribute, at an actuarially determined rate, the entire amount necessary to fund participation in the program. The current rate is 1.04% of annual covered payroll. The School Board's contributions to VRS for the years ended June 30, 2010, 2009, and 2008 were \$163,546, \$244,480, and \$245,700, respectively and equaled the required contributions for each year.

THIS PAGE LEFT BLANK INTENTIONALLY

**REQUIRED SUPPLEMENTARY INFORMATION**

**NOTE TO REQUIRED SUPPLEMENTARY INFORMATION:**

*Presented budgets were prepared in accordance with accounting principles generally accepted in the United States of America.*

THIS PAGE LEFT BLANK INTENTIONALLY

County of Dinwiddie, Virginia  
General Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
General property taxes	\$ 22,929,111	\$ 22,929,111	\$ 24,350,213	\$ 1,421,102
Other local taxes	4,532,000	4,532,000	4,919,471	387,471
Permits, privilege fees, and regulatory licenses	289,680	289,680	241,966	(47,714)
Fines and forfeitures	907,583	907,583	1,381,372	473,789
Revenue from the use of money and property	415,284	415,284	196,939	(218,345)
Charges for services	1,414,783	1,423,994	1,539,054	115,060
Miscellaneous	37,750	37,750	102,639	64,889
Recovered costs	68,400	68,400	147,323	78,923
Intergovernmental revenues:				
Commonwealth	7,717,264	8,461,272	7,327,058	(1,134,214)
Federal	1,450,034	1,550,704	1,455,019	(95,685)
Total revenues	<u>\$ 39,761,889</u>	<u>\$ 40,615,778</u>	<u>\$ 41,661,054</u>	<u>\$ 1,045,276</u>
<b>EXPENDITURES</b>				
Current:				
General government administration	\$ 2,241,773	\$ 2,243,213	\$ 2,281,210	\$ (37,997)
Judicial administration	943,028	1,053,009	1,031,177	21,832
Public safety	9,633,856	9,722,256	9,246,413	475,843
Public works	3,109,738	3,109,738	3,055,842	53,896
Health and welfare	3,057,648	3,057,648	2,757,511	300,137
Education	11,345,787	11,639,985	9,992,801	1,647,184
Parks, recreation, and cultural	849,759	858,970	841,349	17,621
Community development	2,007,874	2,807,874	950,659	1,857,215
Total expenditures	<u>\$ 33,189,463</u>	<u>\$ 34,492,693</u>	<u>\$ 30,156,962</u>	<u>\$ 4,335,731</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 6,572,426</u>	<u>\$ 6,123,085</u>	<u>\$ 11,504,092</u>	<u>\$ 5,381,007</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	<u>\$(10,370,440)</u>	<u>\$(10,370,440)</u>	<u>\$(10,370,440)</u>	<u>\$ -</u>
Total other financing sources and uses	<u>\$(10,370,440)</u>	<u>\$(10,370,440)</u>	<u>\$(10,370,440)</u>	<u>\$ -</u>
Net change in fund balances	\$ (3,798,014)	\$ (4,247,355)	\$ 1,133,652	\$ 5,381,007
Fund balances - beginning	18,126,684	18,126,684	19,409,067	1,282,383
Fund balances - ending	<u>\$ 14,328,670</u>	<u>\$ 13,879,329</u>	<u>\$ 20,542,719</u>	<u>\$ 6,663,390</u>

County of Dinwiddie, Virginia  
 Schedule of Funding Progress - Virginia Retirement System  
 For the Year Ended June 30, 2010

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded (Excess Funded) Actuarial Accrued Liability	Funded Ratio (2) (3)	Annual Covered Payroll	UAAL as % of Payroll (4) (6)
County						
6/30/2009	\$ 22,178,964	\$ 27,260,857	\$ 5,081,893	81.36%	\$ 7,835,381	64.86%
6/30/2008	22,112,742	25,096,944	2,984,202	88.11%	7,038,900	42.40%
6/30/2007	20,282,226	21,014,270	732,044	96.52%	6,799,634	10.77%
6/30/2006	17,964,988	19,343,879	1,378,891	92.87%	6,161,067	22.38%
6/30/2005	16,923,179	18,749,065	1,825,886	90.26%	5,655,563	32.28%
6/30/2004	16,408,648	15,178,548	(1,230,100)	108.10%	4,973,076	-24.74%
6/30/2003	16,025,387	14,406,435	(1,618,952)	111.24%	4,613,632	-35.09%
6/30/2002	15,689,437	13,434,796	(2,254,641)	116.78%	4,649,124	-48.50%
6/30/2001	15,018,158	11,851,757	(3,166,401)	126.72%	4,415,213	-71.72%
6/30/2000	13,515,604	10,477,637	(3,037,967)	128.99%	4,244,213	-71.58%
School Board Non-Professionals:						
6/30/2009	\$ 5,800,169	\$ 6,612,125	\$ 811,956	87.72%	\$ 1,707,203	47.56%
6/30/2008	5,780,494	6,179,326	398,832	93.55%	1,775,809	22.46%
6/30/2007	5,265,478	6,043,507	778,029	87.13%	1,731,527	44.93%
6/30/2006	4,692,827	5,493,627	800,800	85.42%	1,712,154	46.77%
6/30/2005	4,478,406	5,264,508	786,102	85.07%	1,704,029	46.13%
6/30/2004	4,426,564	4,446,813	20,249	99.54%	1,637,840	1.24%
6/30/2003	4,342,557	3,783,100	(559,457)	114.79%	1,335,593	-41.89%
6/30/2002	4,299,556	3,721,226	(578,330)	115.54%	1,432,070	-40.38%
6/30/2001	4,156,615	3,361,036	(795,579)	123.67%	1,235,012	-64.42%
6/30/2000	3,783,468	3,070,825	(713,643)	123.21%	1,147,956	-62.08%

**County of Dinwiddie, Virginia**  
**Schedule of Funding Progress - Retiree Healthcare Plan**  
**For the Year Ended June 30, 2010**

Valuation Date	Actuarial Value of Assets (AVA) (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded (Excess Funded) Actuarial Accrued Liability (b-a)	Funded Ratio (a/b)	Annual Covered Payroll ( c )	UAAL as % of Payroll ((b-a)/c)
County 1/1/2009	\$ -	\$ 317,700	\$ 317,700	0.00%	\$ 6,586,100	4.82%
School Board: 1/1/2009	\$ -	\$ 1,675,500	\$ 1,675,500	0.00%	\$ 21,492,200	7.80%

THIS PAGE LEFT BLANK INTENTIONALLY

*OTHER SUPPLEMENTARY INFORMATION*

THIS PAGE LEFT BLANK INTENTIONALLY

*COMBINING AND INDIVIDUAL FUND STATEMENTS AND  
SCHEDULES*

THIS PAGE LEFT BLANK INTENTIONALLY

County of Dinwiddie, Virginia  
County Debt Service Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental revenues:				
Local government	\$ 275,008	\$ 275,008	\$ 275,008	\$ -
Commonwealth	318,515	318,515	318,515	-
Total revenues	<u>\$ 593,523</u>	<u>\$ 593,523</u>	<u>\$ 593,523</u>	<u>\$ -</u>
<b>EXPENDITURES</b>				
Current:				
Public works	\$ 131,600	\$ 131,600	\$ 131,600	\$ -
Community development	944,668	944,668	885,795	58,873
Debt service:				
Principal retirement	4,996,992	4,996,992	4,996,992	-
Interest and other fiscal charges	3,651,175	3,651,175	3,620,721	30,454
Total expenditures	<u>\$ 9,724,435</u>	<u>\$ 9,724,435</u>	<u>\$ 9,635,108</u>	<u>\$ 89,327</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (9,130,912)</u>	<u>\$ (9,130,912)</u>	<u>\$ (9,041,585)</u>	<u>\$ 89,327</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 7,269,189	\$ 7,269,189	\$ 7,269,190	\$ 1
Total other financing sources and uses	<u>\$ 7,269,189</u>	<u>\$ 7,269,189</u>	<u>\$ 7,269,190</u>	<u>\$ 1</u>
Net change in fund balances	\$ (1,861,723)	\$ (1,861,723)	\$ (1,772,395)	\$ 89,328
Fund balances - beginning	5,331,191	5,331,191	5,315,444	(15,747)
Fund balances - ending	<u>\$ 3,469,468</u>	<u>\$ 3,469,468</u>	<u>\$ 3,543,049</u>	<u>\$ 73,581</u>

County of Dinwiddie, Virginia  
County Capital Projects Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Revenue from the use of money and property	\$ -	\$ -	\$ 5,065	\$ 5,065
Miscellaneous	-	-	5,890	5,890
Intergovernmental revenues:				
Commonwealth	-	2,338,243	602,243	(1,736,000)
Federal	-	476,253	443,652	(32,601)
Total revenues	\$ -	\$ 2,814,496	\$ 1,056,850	\$ (1,757,646)
<b>EXPENDITURES</b>				
Capital projects	\$ 6,935,961	\$ 10,413,730	\$ 5,869,156	\$ 4,544,574
Total expenditures	\$ 6,935,961	\$ 10,413,730	\$ 5,878,897	\$ 4,534,833
Excess (deficiency) of revenues over (under) expenditures	\$ (6,935,961)	\$ (7,599,234)	\$ (4,822,047)	\$ 2,777,187
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 2,850,000	\$ 2,850,000	\$ 2,850,000	\$ -
Total other financing sources and uses	\$ 2,850,000	\$ 2,850,000	\$ 2,850,000	\$ -
Net change in fund balances	\$ (4,085,961)	\$ (4,749,234)	\$ (1,972,047)	\$ 2,777,187
Fund balances - beginning	4,085,961	4,749,234	4,761,094	11,860
Fund balances - ending	\$ -	\$ -	\$ 2,789,047	\$ 2,789,047

**County of Dinwiddie, Virginia**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Nonmajor Special Revenue Fund**  
**For the Year Ended June 30, 2010**

	<b>County Special Revenue Fund</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Budgeted Amounts</b>		<b>Actual</b>	
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Revenue from the use of money and property	\$ -	\$ -	\$ 161	\$ 161
Charges for services	2,300	2,300	2,464	164
Miscellaneous	16,000	16,000	57,955	41,955
Intergovernmental revenues:				
Commonwealth	609,250	614,245	607,830	(6,415)
Federal	550,000	550,000	16,870	(533,130)
Total revenues	<u>\$ 1,177,550</u>	<u>\$ 1,182,545</u>	<u>\$ 685,280</u>	<u>\$ (497,265)</u>
<b>EXPENDITURES</b>				
Current:				
Judicial administration	\$ 2,300	\$ 13,716	\$ 4,617	\$ 9,099
Public safety	154,289	168,759	102,546	66,213
Public works	25,500	25,500	26,756	(1,256)
Health and welfare	750,000	750,000	731,712	18,288
Community development	550,000	550,000	155,000	395,000
Total expenditures	<u>\$ 1,482,089</u>	<u>\$ 1,507,975</u>	<u>\$ 1,020,631</u>	<u>\$ 487,344</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (304,539)</u>	<u>\$ (325,430)</u>	<u>\$ (335,351)</u>	<u>\$ (9,921)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 251,250	\$ 251,250	\$ 251,250	\$ -
Total other financing sources and uses	<u>\$ 251,250</u>	<u>\$ 251,250</u>	<u>\$ 251,250</u>	<u>\$ -</u>
Net change in fund balances	\$ (53,289)	\$ (74,180)	\$ (84,101)	\$ (9,921)
Fund balances - beginning	283,815	283,815	466,301	182,486
Fund balances - ending	<u>\$ 230,526</u>	<u>\$ 209,635</u>	<u>\$ 382,200</u>	<u>\$ 172,565</u>

County of Dinwiddie, Virginia  
 Combining Statement of Fiduciary Net Assets  
 Fiduciary Funds  
 June 30, 2010

	Agency Funds		Private Purpose Trust Funds							Total
	Special Welfare	Jail Inmate	Butterworth Scholarship	Retired Teachers Scholarship	Williamson Scholarship	Doyle Scholarship	Pamplin Endowment	Abrajiams Scholarship		
<b>ASSETS</b>										
Cash and cash equivalents	\$ 66,590	\$ 7,851	\$ 13,168	\$ 23,134	\$ 827	\$ 137,964	\$ 500,378	\$ 668,776	\$ 1,344,247	
Investments	-	-	-	10,954	-	173,711	1,668,368	2,697,419	4,550,452	
Receivables:										
Other receivables	34	-	2	14	-	168	8,940	14,442	23,566	
Total assets	\$ 66,624	\$ 7,851	\$ 13,170	\$ 34,102	\$ 827	\$ 311,843	\$ 2,177,686	\$ 3,380,637	\$ 5,918,265	
<b>LIABILITIES</b>										
Amounts held for social services clients	\$ 66,624	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Amounts held for inmates	-	7,851	-	-	-	-	-	-	-	
Total liabilities	\$ 66,624	\$ 7,851	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
<b>NET ASSETS</b>										
Amounts held in trust for scholarships	\$ -	\$ -	\$ 13,170	\$ 34,102	\$ 827	\$ 311,843	\$ 2,177,686	\$ 3,380,637	\$ 5,918,265	
Total net assets	\$ -	\$ -	\$ 13,170	\$ 34,102	\$ 827	\$ 311,843	\$ 2,177,686	\$ 3,380,637	\$ 5,918,265	
Total liabilities and net assets	\$ 66,624	\$ 7,851	\$ 13,170	\$ 34,102	\$ 827	\$ 311,843	\$ 2,177,686	\$ 3,380,637	\$ 5,918,265	

## County of Dinwiddie, Virginia

**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Assets - Agency Funds**  
**For the Year Ended June 30, 2010**

	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance End of Year</u>
<b>Special Welfare Fund:</b>				
Assets:				
Cash and cash equivalents	\$ 71,389	\$ 91,836	\$ 96,635	\$ 66,590
Accounts receivable	336	-	302	34
Total assets	<u>\$ 71,725</u>	<u>\$ 91,836</u>	<u>\$ 96,937</u>	<u>\$ 66,624</u>
Liabilities:				
Amounts held for social services clients	<u>\$ 71,725</u>	<u>\$ 91,836</u>	<u>\$ 96,937</u>	<u>\$ 66,624</u>
<b>Jail Inmate Fund:</b>				
Assets:				
Cash and cash equivalents	<u>\$ 6,072</u>	<u>\$ 40,653</u>	<u>\$ 38,874</u>	<u>\$ 7,851</u>
Liabilities:				
Amounts held for others	<u>\$ 6,072</u>	<u>\$ 40,653</u>	<u>\$ 38,874</u>	<u>\$ 7,851</u>
<b>Totals -- All Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 77,461	\$ 132,489	\$ 135,509	\$ 74,441
Accounts receivable	336	-	302	34
Total assets	<u>\$ 77,797</u>	<u>\$ 132,489</u>	<u>\$ 135,811</u>	<u>\$ 74,475</u>
Liabilities:				
Amounts held for others	\$ 6,072	\$ 40,653	\$ 38,874	\$ 7,851
Amounts held for social services clients	71,725	91,836	96,937	72,696
Total liabilities	<u>\$ 77,797</u>	<u>\$ 132,489</u>	<u>\$ 135,811</u>	<u>\$ 74,475</u>

THIS PAGE LEFT BLANK INTENTIONALLY

***DISCRETELY PRESENTED COMPONENT UNIT  
SCHOOL BOARD***

THIS PAGE LEFT BLANK INTENTIONALLY

**County of Dinwiddie, Virginia**  
**Combining Balance Sheet**  
**Discretely Presented Component Unit - School Board**  
**June 30, 2010**

	<u>School Operating Fund</u>	<u>School Special Revenue Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 818,397	\$ 874,848	\$ 1,693,245
Receivables (net of allowance for uncollectibles):			
Accounts receivable	20,077	75	20,152
Due from other funds	91,375	-	91,375
Due from other governmental units	5,308,399	61,960	5,370,359
Total assets	<u>\$ 6,238,248</u>	<u>\$ 936,883</u>	<u>\$ 7,175,131</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 848,065	\$ 20,788	\$ 868,853
Accrued liabilities	3,702,280	131,302	3,833,582
Due to other funds	-	91,375	91,375
Due to other governmental units	1,647,184	-	1,647,184
Total liabilities	<u>\$ 6,197,529</u>	<u>\$ 243,465</u>	<u>\$ 6,440,994</u>
Fund balances:			
Unreserved:			
Undesignated	\$ 40,719	\$ 693,418	\$ 734,137
Total fund balances	<u>\$ 40,719</u>	<u>\$ 693,418</u>	<u>\$ 734,137</u>
Total liabilities and fund balances	<u>\$ 6,238,248</u>	<u>\$ 936,883</u>	<u>\$ 7,175,131</u>

Amounts reported for governmental activities in the statement of net assets (Exhibit 1) are different because:

Total fund balances per above \$ 734,137

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 27,074,796

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. (1,242,608)

Net assets of governmental activities \$ 26,566,325

**County of Dinwiddie, Virginia**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds - Discretely Presented Component Unit - School Board**  
**For the Year Ended June 30, 2010**

	<b>School Operating Fund</b>	<b>School Special Revenue Funds</b>	<b>Total Governmental Funds</b>
<b>REVENUES</b>			
Revenue from the use of money and property	\$ -	\$ 553	\$ 553
Charges for services	13,373	663,159	676,532
Miscellaneous	77,040	47,095	124,135
Recovered costs	52,804	-	52,804
Intergovernmental revenues:			
Local government	9,988,301	-	9,988,301
Commonwealth	26,371,605	28,801	26,400,406
Federal	5,559,248	1,057,938	6,617,186
Total revenues	<u>\$ 42,062,371</u>	<u>\$ 1,797,546</u>	<u>\$ 43,859,917</u>
<b>EXPENDITURES</b>			
Current:			
Education	\$ 42,069,529	\$ 1,788,990	\$ 43,858,519
Capital projects	39,175	-	39,175
Total expenditures	<u>\$ 42,108,704</u>	<u>\$ 1,788,990</u>	<u>\$ 43,897,694</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (46,333)</u>	<u>\$ 8,556</u>	<u>\$ (37,777)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	\$ -	\$ -	\$ -
Transfers out	-	-	-
Total other financing sources and uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances	\$ (46,333)	\$ 8,556	\$ (37,777)
Fund balances - beginning	87,052	684,862	771,914
Fund balances - ending	<u>\$ 40,719</u>	<u>\$ 693,418</u>	<u>\$ 734,137</u>

Amounts reported for governmental activities in the statement of activities (Exhibit 2) are different because:

Net change in fund balances - total governmental funds - per above \$ (37,777)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which the capital outlays exceeded depreciation in the current period. The following is a summary of items supporting this adjustment:

Capital outlay	\$ 2,104,722	
Depreciation expense	<u>(1,244,082)</u>	860,640

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. The following is a summary of items supporting this adjustment:

(Increase) Decrease in compensated absences	\$ 117,622	
(Increase) Decrease in OPEB liability	<u>(67,411)</u>	50,211

Change in net assets of governmental activities \$ 873,074

**County of Dinwiddie, Virginia**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Discretely Presented Component Unit - School Board**  
**For the Year Ended June 30, 2010**

	<b>School Operating Fund</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Budgeted Amounts</b>		<b>Actual</b>	
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Charges for services	\$ 12,000	\$ 12,000	\$ 13,373	\$ 1,373
Miscellaneous	65,876	15,876	77,040	61,164
Recovered costs	150,000	150,000	52,804	(97,196)
Intergovernmental revenues:				
Local government	11,341,287	11,635,485	9,988,301	(1,647,184)
Commonwealth	27,205,123	27,480,442	26,371,605	(1,108,837)
Federal	3,775,647	5,821,359	5,559,248	(262,111)
Total revenues	<u>\$ 42,549,933</u>	<u>\$ 45,115,162</u>	<u>\$ 42,062,371</u>	<u>\$ (3,052,791)</u>
<b>EXPENDITURES</b>				
Current:				
Education	\$ 42,521,245	\$ 45,086,474	\$ 42,069,529	\$ 3,016,945
Capital projects	28,688	28,688	39,175	(10,487)
Total expenditures	<u>\$ 42,549,933</u>	<u>\$ 45,115,162</u>	<u>\$ 42,108,704</u>	<u>\$ 3,006,458</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (46,333)</u>	<u>\$ (46,333)</u>
Net change in fund balances	\$ -	\$ -	\$ (46,333)	\$ (46,333)
Fund balances - beginning	-	-	87,052	87,052
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,719</u>	<u>\$ 40,719</u>

**County of Dinwiddie, Virginia**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Special Revenue Fund - Discretely Presented Component Unit - School Board**  
**For the Year Ended June 30, 2010**

	<b>School Special Revenue Fund</b>			
	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Revenue from the use of money and property	\$ 1,500	\$ 1,500	\$ 553	\$ (947)
Charges for services	860,000	860,000	663,159	(196,841)
Miscellaneous	-	-	47,095	47,095
Intergovernmental revenues:				
Commonwealth	446,090	446,090	28,801	(417,289)
Federal	1,160,000	1,160,000	1,057,938	(102,062)
Total revenues	<u>\$ 2,467,590</u>	<u>\$ 2,467,590</u>	<u>\$ 1,797,546</u>	<u>\$ (670,044)</u>
<b>EXPENDITURES</b>				
Current:				
Education	\$ 2,460,433	\$ 3,129,862	\$ 1,788,990	\$ 1,340,872
Total expenditures	<u>\$ 2,460,433</u>	<u>\$ 3,129,862</u>	<u>\$ 1,788,990</u>	<u>\$ 1,340,872</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 7,157</u>	<u>\$ (662,272)</u>	<u>\$ 8,556</u>	<u>\$ 670,828</u>
Net change in fund balances	\$ 7,157	\$ (662,272)	\$ 8,556	\$ 670,828
Fund balances - beginning	202,732	662,272	684,862	22,590
Fund balances - ending	<u>\$ 209,889</u>	<u>\$ -</u>	<u>\$ 693,418</u>	<u>\$ 693,418</u>

## *SUPPORTING SCHEDULES*

THIS PAGE LEFT BLANK INTENTIONALLY

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 1  
 Page 1 of 6

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>General Fund:</b>				
Revenue from local sources:				
General property taxes:				
Real property taxes	\$ 14,710,312	\$ 14,710,312	\$ 15,454,353	\$ 744,041
Real and personal public service corporation taxes	816,000	816,000	992,405	176,405
Personal property taxes	5,214,101	5,214,101	5,732,352	518,251
Mobile home taxes	52,474	52,474	48,572	(3,902)
Machinery and tools taxes	743,832	743,832	666,029	(77,803)
Pollution and recycling control	1,002,392	1,002,392	1,031,192	28,800
Penalties	245,000	245,000	236,347	(8,653)
Interest	145,000	145,000	188,963	43,963
Total general property taxes	<u>\$ 22,929,111</u>	<u>\$ 22,929,111</u>	<u>\$ 24,350,213</u>	<u>\$ 1,421,102</u>
Other local taxes:				
Local sales and use taxes	\$ 1,020,000	\$ 1,020,000	\$ 1,096,278	\$ 76,278
Consumers' utility taxes	1,475,000	510,000	709,229	199,229
Consumption tax	160,000	160,000	-	(160,000)
Communications tax	-	965,000	965,609	609
Business license taxes	590,000	590,000	598,129	8,129
Motor vehicle licenses	350,000	350,000	617,821	267,821
Bank stock taxes	178,000	178,000	138,409	(39,591)
Taxes on recordation and wills	185,000	185,000	160,647	(24,353)
Admission taxes	50,000	50,000	49,909	(91)
Transient occupancy taxes	24,000	24,000	27,498	3,498
Meals tax	500,000	500,000	555,942	55,942
Total other local taxes	<u>\$ 4,532,000</u>	<u>\$ 4,532,000</u>	<u>\$ 4,919,471</u>	<u>\$ 387,471</u>
Permits, privilege fees, and regulatory licenses:				
Animal licenses	\$ 20,000	\$ 20,000	\$ 22,508	\$ 2,508
Transfer fees	800	800	806	6
Permits and other licenses	268,880	268,880	218,652	(50,228)
Total permits, privilege fees, and regulatory licenses	<u>\$ 289,680</u>	<u>\$ 289,680</u>	<u>\$ 241,966</u>	<u>\$ (47,714)</u>
Fines and forfeitures:				
Court fines and forfeitures	\$ 907,583	\$ 907,583	\$ 1,381,372	\$ 473,789
Total fines and forfeitures	<u>\$ 907,583</u>	<u>\$ 907,583</u>	<u>\$ 1,381,372</u>	<u>\$ 473,789</u>
Revenue from use of money and property:				
Revenue from use of money	\$ 350,000	\$ 350,000	\$ 141,849	\$ (208,151)
Revenue from use of property	65,284	65,284	55,090	(10,194)
Total revenue from use of money and property	<u>\$ 415,284</u>	<u>\$ 415,284</u>	<u>\$ 196,939</u>	<u>\$ (218,345)</u>
Charges for services:				
Charges for law enforcement and traffic control	\$ 1,386	\$ 1,386	\$ 1,386	\$ -
Charges for Commonwealth's Attorney	1,050	1,050	884	(166)
Courthouse security fees	153,500	153,500	177,334	23,834
Excess fees of clerk	15,000	15,000	18,942	3,942
Charges for other court services	24,350	24,350	36,943	12,593
Charges for correction and detention	9,325	9,325	21,815	12,490
Charges for other protection	20,152	20,152	13,932	(6,220)
Charges for ambulance and EMS services	498,000	498,000	518,899	20,899
Charges for sanitation and waste removal	71,000	71,000	61,491	(9,509)
Charges for water and sewer services	535,000	535,000	575,901	40,901
Charges for parks and recreation	85,000	94,211	110,846	16,635
Charges for community development	1,020	1,020	681	(339)
Total charges for services	<u>\$ 1,414,783</u>	<u>\$ 1,423,994</u>	<u>\$ 1,539,054</u>	<u>\$ 115,060</u>

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 1  
 Page 2 of 6

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>General Fund: (Continued)</b>				
Revenue from local sources: (Continued)				
Miscellaneous revenue:				
Miscellaneous	\$ 37,750	\$ 37,750	\$ 102,639	\$ 64,889
Total miscellaneous revenue	<u>\$ 37,750</u>	<u>\$ 37,750</u>	<u>\$ 102,639</u>	<u>\$ 64,889</u>
Recovered costs:				
Security deputies	\$ 49,000	\$ 49,000	\$ 50,669	\$ 1,669
Other recovered costs	7,100	7,100	15,320	8,220
Meherrin regional jail authority	-	-	67,740	67,740
Prisoner extradition reimbursement	-	-	1,043	
Social services insurance	9,700	9,700	11,551	1,851
SSA-inmate payment	2,600	2,600	1,000	(1,600)
Total recovered costs	<u>\$ 68,400</u>	<u>\$ 68,400</u>	<u>\$ 147,323</u>	<u>\$ 77,880</u>
Total revenue from local sources	<u>\$ 30,594,591</u>	<u>\$ 30,603,802</u>	<u>\$ 32,878,977</u>	<u>\$ 2,274,132</u>
Revenue from the Commonwealth:				
Noncategorical aid:				
Rolling stock tax	\$ 86,750	\$ 86,750	\$ 3,154	\$ (83,596)
Mobile home titling tax	50,000	50,000	41,845	(8,155)
Taxes on deeds	38,000	38,000	35,368	(2,632)
Motor vehicle rental tax	250	250	253	3
State recordation tax	55,000	55,000	69,571	14,571
Personal property tax relief funds	3,642,692	3,642,692	3,642,692	-
Reduction in state aid to local governments	(128,358)	(128,358)	(128,358)	-
Total noncategorical aid	<u>\$ 3,744,334</u>	<u>\$ 3,744,334</u>	<u>\$ 3,664,525</u>	<u>\$ (79,809)</u>
Categorical aid:				
Shared expenses:				
Commonwealth's attorney	\$ 338,000	\$ 338,000	\$ 327,591	\$ (10,409)
Sheriff	1,900,000	1,799,330	1,668,932	(130,398)
Commissioner of revenue	129,500	129,500	119,646	(9,854)
Treasurer	101,700	101,700	96,217	(5,483)
Registrar/electoral board	51,200	51,200	48,054	(3,146)
Clerk of Circuit Court	300,000	300,000	263,081	(36,919)
Local jails	165,000	165,000	109,865	(55,135)
Total shared expenses	<u>\$ 2,985,400</u>	<u>\$ 2,884,730</u>	<u>\$ 2,633,386</u>	<u>\$ (251,344)</u>
Other categorical aid:				
Public assistance and welfare administration	\$ 871,433	\$ 871,433	\$ 793,268	\$ (78,165)
Sheriff's grants	39,000	39,000	36,673	(2,327)
Pesticide recycling	1,650	1,650	1,777	127
E-911 wireless grant	-	-	56,969	56,969
Circuit court records grant	-	19,128	19,128	-
EMS grant	-	25,550	-	(25,550)
Local law enforcement block grant	-	-	1,458	1,458
VJCCCA grant	26,637	26,637	24,782	(1,855)
Tobacco commission	-	800,000	42,166	(757,834)
Victim-witness grant	48,810	48,810	52,926	4,116
Total other categorical aid	<u>\$ 987,530</u>	<u>\$ 1,832,208</u>	<u>\$ 1,029,147</u>	<u>\$ (803,061)</u>
Total categorical aid	<u>\$ 3,972,930</u>	<u>\$ 4,716,938</u>	<u>\$ 3,662,533</u>	<u>\$ (1,054,405)</u>
Total revenue from the Commonwealth	<u>\$ 7,717,264</u>	<u>\$ 8,461,272</u>	<u>\$ 7,327,058</u>	<u>\$ (1,134,214)</u>

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 1  
 Page 3 of 6

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>General Fund: (Continued)</b>				
Revenue from the federal government:				
Payments in lieu of taxes	\$ 500	\$ 500	\$ 817	\$ 317
Categorical aid:				
Public assistance and welfare administration	\$ 1,331,047	\$ 1,331,047	\$ 1,211,657	\$ (119,390)
Public assistance and welfare administration - ARRA	81,197	81,197	73,914	(7,283)
ARRA - stimulus funds	-	100,670	100,670	-
Bulletproof vest grant	-	-	5,121	5,121
Homeland security grant	-	-	25,550	25,550
ARRA - Byrne grant	37,290	37,290	37,290	-
Total categorical aid	<u>\$ 1,449,534</u>	<u>\$ 1,550,204</u>	<u>\$ 1,454,202</u>	<u>\$ (96,002)</u>
Total revenue from the federal government	<u>\$ 1,450,034</u>	<u>\$ 1,550,704</u>	<u>\$ 1,455,019</u>	<u>\$ (95,685)</u>
Total General Fund	<u>\$ 39,761,889</u>	<u>\$ 40,615,778</u>	<u>\$ 41,661,054</u>	<u>\$ 1,044,233</u>
<b>Special Revenue Fund:</b>				
<b>County Special Revenue Fund</b>				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ -	\$ -	\$ 161	\$ 161
Total revenue from use of money and property	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 161</u>	<u>\$ 161</u>
Charges for services:				
Law library fees	\$ 2,300	\$ 2,300	\$ 2,464	\$ 164
Total charges for services	<u>\$ 2,300</u>	<u>\$ 2,300</u>	<u>\$ 2,464</u>	<u>\$ 164</u>
Miscellaneous revenue:				
Miscellaneous	\$ 16,000	\$ 16,000	\$ 57,955	\$ 41,955
Total miscellaneous revenue	<u>\$ 16,000</u>	<u>\$ 16,000</u>	<u>\$ 57,955</u>	<u>\$ 41,955</u>
Total revenue from local sources	<u>\$ 18,300</u>	<u>\$ 18,300</u>	<u>\$ 60,580</u>	<u>\$ 42,280</u>
Revenue from the Commonwealth:				
Categorical aid:				
Fire programs	\$ 65,000	\$ 65,000	\$ 71,349	\$ 6,349
Comprehensive services	498,750	498,750	486,263	(12,487)
Four for life	22,000	22,000	26,297	4,297
Fire programs - minigrant	-	4,995	-	(4,995)
Asset forfeitures	15,000	15,000	16,982	1,982
Litter grant	8,500	8,500	6,939	(1,561)
Total categorical aid	<u>\$ 609,250</u>	<u>\$ 614,245</u>	<u>\$ 607,830</u>	<u>\$ (6,415)</u>
Total revenue from the Commonwealth	<u>\$ 609,250</u>	<u>\$ 614,245</u>	<u>\$ 607,830</u>	<u>\$ (6,415)</u>
Revenue from the federal government:				
Categorical aid:				
CDBG	\$ 550,000	\$ 550,000	\$ 9,215	\$ (540,785)
Forfeited assets	-	-	7,655	7,655
Total categorical aid	<u>\$ 550,000</u>	<u>\$ 550,000</u>	<u>\$ 16,870</u>	<u>\$ (533,130)</u>
Total revenue from the federal government	<u>\$ 550,000</u>	<u>\$ 550,000</u>	<u>\$ 16,870</u>	<u>\$ (533,130)</u>
Total County Special Revenue Fund	<u>\$ 1,177,550</u>	<u>\$ 1,182,545</u>	<u>\$ 685,280</u>	<u>\$ (497,265)</u>

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>Debt Service Fund:</b>				
<b>County Debt Service Fund</b>				
Intergovernmental revenue:				
Revenues from local governments:				
Contribution from Dinwiddie County Schools	\$ 275,008	\$ 275,008	\$ 275,008	\$ -
Revenue from the Commonwealth:				
Categorical aid:				
State Lottery	\$ 318,515	\$ 318,515	\$ 318,515	\$ -
Total categorical aid	\$ 318,515	\$ 318,515	\$ 318,515	\$ -
Total revenue from the Commonwealth	\$ 318,515	\$ 318,515	\$ 318,515	\$ -
Total County Debt Service Fund	\$ 593,523	\$ 593,523	\$ 593,523	\$ --
<b>Capital Projects Fund:</b>				
<b>County Capital Projects Fund</b>				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ -	\$ -	\$ 5,065	\$ 5,065
Miscellaneous revenue:				
Other miscellaneous	\$ -	\$ -	\$ 5,890	\$ 5,890
Total miscellaneous revenue	\$ -	\$ -	\$ 5,890	\$ 5,890
Total revenue from local sources	\$ -	\$ -	\$ 10,955	\$ 10,955
Revenue from the Commonwealth:				
Categorical aid:				
VDOT economic development access funds	\$ -	\$ 450,000	\$ -	\$ (450,000)
Tobacco grant	-	1,888,243	602,243	(1,286,000)
Total categorical aid	\$ -	\$ 2,338,243	\$ 602,243	\$ (1,736,000)
Total revenue from the Commonwealth	\$ -	\$ 2,338,243	\$ 602,243	\$ (1,736,000)
Revenue from the federal government:				
Categorical aid:				
Justice assistance programs	\$ -	\$ 476,253	\$ 443,652	\$ (32,601)
Total categorical aid	\$ -	\$ 476,253	\$ 443,652	\$ (32,601)
Total revenue from the federal government	\$ -	\$ 476,253	\$ 443,652	\$ (32,601)
Total County Capital Projects Fund	\$ -	\$ 2,814,496	\$ 1,056,850	\$ (1,757,646)
Total Primary Government	\$ 41,532,962	\$ 45,206,342	\$ 43,996,707	\$ (1,210,678)
<b>Discretely Presented Component Unit - School Board:</b>				
<b>School Operating Fund</b>				
Revenue from local sources:				
Charges for services:				
Charges for education	\$ 12,000	\$ 12,000	\$ 13,373	\$ 1,373
Total charges for services	\$ 12,000	\$ 12,000	\$ 13,373	\$ 1,373

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 1  
 Page 5 of 6

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>Discretely Presented Component Unit - School Board:</b>				
<b>School Operating Fund (Continued)</b>				
Revenue from local sources: (Continued)				
Miscellaneous revenue:				
Miscellaneous	\$ 65,876	\$ 15,876	\$ 77,040	\$ 61,164
Total miscellaneous revenue	<u>\$ 65,876</u>	<u>\$ 15,876</u>	<u>\$ 77,040</u>	<u>\$ 61,164</u>
Recovered costs:				
Medicare admin services	\$ 150,000	\$ 150,000	\$ 52,804	\$ (97,196)
Total recovered costs	<u>\$ 150,000</u>	<u>\$ 150,000</u>	<u>\$ 52,804</u>	<u>\$ (97,196)</u>
Total revenue from local sources	<u>\$ 227,876</u>	<u>\$ 177,876</u>	<u>\$ 143,217</u>	<u>\$ (34,659)</u>
Intergovernmental revenues:				
Revenues from local governments:				
Contribution from County of Dinwiddie	\$ 11,341,287	\$ 11,635,485	\$ 9,988,301	\$ (1,647,184)
Total revenues from local governments	<u>\$ 11,341,287</u>	<u>\$ 11,635,485</u>	<u>\$ 9,988,301</u>	<u>\$ (1,647,184)</u>
Revenue from the Commonwealth:				
Categorical aid:				
Share of state sales tax	\$ 4,062,379	\$ 4,337,698	\$ 4,136,645	\$ (201,053)
Basic school aid	15,894,053	15,894,053	15,463,414	(430,639)
Remedial summer education	-	-	23,886	23,886
Regular foster care	48,508	48,508	4,852	(43,656)
GED funding	7,859	7,859	7,859	-
Gifted and talented	157,733	157,733	158,719	986
Remedial education	424,126	424,126	426,776	2,650
English as a second language	-	-	30,579	30,579
Special education	2,018,978	2,018,978	2,051,258	32,280
Vocational education	387,726	387,726	394,990	7,264
School fringes	2,155,680	2,155,680	1,862,298	(293,382)
Mentor teacher program	3,785	3,785	1,112	(2,673)
Homebound	46,236	46,236	62,597	16,361
State lottery payments	318,515	318,515	88,686	(229,829)
Early reading intervention	99,448	99,448	106,386	6,938
Hard to staff	-	-	8,724	8,724
Hospital, clinics, etc.	102,936	102,936	95,855	(7,081)
At risk four year-olds	144,730	144,730	162,821	18,091
Career switch mentor grant	-	-	1,000	1,000
At risk payments	459,266	459,266	453,266	(6,000)
Algebra readiness	63,732	63,732	63,830	98
Primary class size	508,645	508,645	507,552	(1,093)
Technology	258,000	258,000	258,000	-
Other state funds	42,788	42,788	500	(42,288)
Total categorical aid	<u>\$ 27,205,123</u>	<u>\$ 27,480,442</u>	<u>\$ 26,371,605</u>	<u>\$ (1,108,837)</u>
Total revenue from the Commonwealth	<u>\$ 27,205,123</u>	<u>\$ 27,480,442</u>	<u>\$ 26,371,605</u>	<u>\$ (1,108,837)</u>
Revenue from the federal government:				
Categorical aid:				
Title I	\$ 546,903	\$ 628,236	\$ 549,266	\$ (78,970)
Title I - ARRA	-	-	103,940	103,940
Title VI-B, special education flow-through	844,119	1,240,383	882,793	(357,590)
Title VI-B, special education flow-through - ARRA	-	-	339,206	339,206
Vocational education	66,641	66,641	71,250	4,609
Title VI-B, special education pre-school	29,838	54,069	27,477	(26,592)
Title VI-B, special education pre-school - ARRA	-	-	5,695	5,695

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 1  
 Page 6 of 6

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>Discretely Presented Component Unit - School Board:</b>				
<b>School Operating Fund (Continued)</b>				
Revenue from the federal government: (Continued)				
Categorical aid: (Continued)				
Drug free schools	15,738	25,354	12,830	(12,524)
Title II, Part A	184,550	334,588	104,099	(230,489)
Technology - ARRA	-	-	18,297	18,297
Federal land use	-	-	28,044	28,044
Readiness for emergency management	-	-	57,478	57,478
Child nutrition discretionary - ARRA	-	-	41,700	41,700
Title II Part D	6,712	-	6,109	6,109
Title VI-B - 21st century	189,751	39,150	198,428	159,278
GOSAP	-	-	14,144	14,144
FIE earmark grant	-	-	29,154	29,154
State fiscal stabilization funds - ARRA	1,891,395	3,432,938	3,069,338	(363,600)
Total categorical aid	<u>\$ 3,775,647</u>	<u>\$ 5,821,359</u>	<u>\$ 5,559,248</u>	<u>\$ (262,111)</u>
Total School Operating Fund	<u>\$ 42,549,933</u>	<u>\$ 45,115,162</u>	<u>\$ 42,062,371</u>	<u>\$ (3,052,791)</u>
<b>School Special Revenue Fund</b>				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 1,500	\$ 1,500	\$ 553	\$ (947)
Charges for services:				
Cafeteria sales	\$ 860,000	\$ 860,000	\$ 663,159	\$ (196,841)
Miscellaneous revenue:				
Miscellaneous	\$ -	\$ -	\$ 47,095	\$ 47,095
Total miscellaneous revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,095</u>	<u>\$ 47,095</u>
Total revenue from local sources	<u>\$ 861,500</u>	<u>\$ 861,500</u>	<u>\$ 710,807</u>	<u>\$ (150,693)</u>
Intergovernmental revenues:				
Revenue from the Commonwealth:				
Categorical aid:				
Textbook payment	\$ 415,433	\$ 415,433	\$ -	\$ (415,433)
School food program	30,657	30,657	28,801	(1,856)
Total categorical aid	<u>\$ 446,090</u>	<u>\$ 446,090</u>	<u>\$ 28,801</u>	<u>\$ (417,289)</u>
Total revenue from the Commonwealth	<u>\$ 446,090</u>	<u>\$ 446,090</u>	<u>\$ 28,801</u>	<u>\$ (417,289)</u>
Revenue from the federal government:				
Categorical aid:				
School food program	\$ 1,160,000	\$ 1,160,000	\$ 970,482	\$ (189,518)
Commodities	-	-	87,456	87,456
Total categorical aid	<u>\$ 1,160,000</u>	<u>\$ 1,160,000</u>	<u>\$ 1,057,938</u>	<u>\$ (102,062)</u>
Total revenue from the federal government	<u>\$ 1,160,000</u>	<u>\$ 1,160,000</u>	<u>\$ 1,057,938</u>	<u>\$ (102,062)</u>
Total School Special Revenue Fund	<u>\$ 2,467,590</u>	<u>\$ 2,467,590</u>	<u>\$ 1,797,546</u>	<u>\$ (670,044)</u>
Total Discretely Presented Component Unit - School Board	<u>\$ 45,017,523</u>	<u>\$ 47,582,752</u>	<u>\$ 43,859,917</u>	<u>\$ (3,722,835)</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 2  
 Page 1 of 5

<u>Fund, Function, Activity and Element</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>General Fund:</b>				
General government administration:				
Legislative:				
Board of supervisors	\$ 82,088	\$ 82,088	\$ 82,059	\$ 29
General and financial administration:				
County administrator	\$ 253,160	\$ 253,160	\$ 250,477	\$ 2,683
Legal services	179,681	179,681	179,725	(44)
Commissioner of revenue	411,454	411,454	412,413	(959)
Accounting	169,275	169,275	167,937	1,338
Independent Auditor	43,500	43,500	45,277	(1,777)
Treasurer	363,435	363,435	384,986	(21,551)
Information Systems	336,195	337,635	331,573	6,062
Purchasing				-
Human resources	287,120	287,120	312,038	(24,918)
Total general and financial administration	<u>\$ 2,043,820</u>	<u>\$ 2,045,260</u>	<u>\$ 2,084,426</u>	<u>\$ (39,166)</u>
Board of elections:				
Electoral board and officials	\$ 115,865	\$ 115,865	\$ 114,725	\$ 1,140
Total general government administration	<u>\$ 2,241,773</u>	<u>\$ 2,243,213</u>	<u>\$ 2,281,210</u>	<u>\$ (37,997)</u>
Judicial administration:				
Courts:				
Circuit court	\$ 22,150	\$ 22,150	\$ 17,868	\$ 4,282
General district court	23,451	23,451	30,218	(6,767)
Special magistrates	650	650	525	125
Victim witness	53,034	53,034	53,143	(109)
Clerk of the circuit court	358,106	468,087	457,237	10,850
Total courts	<u>\$ 457,391</u>	<u>\$ 567,372</u>	<u>\$ 558,991</u>	<u>\$ 8,381</u>
Commonwealth's attorney:				
Commonwealth's attorney	\$ 485,637	\$ 485,637	\$ 472,186	\$ 13,451
Total Commonwealth's attorney	<u>\$ 485,637</u>	<u>\$ 485,637</u>	<u>\$ 472,186</u>	<u>\$ 13,451</u>
Total judicial administration	<u>\$ 943,028</u>	<u>\$ 1,053,009</u>	<u>\$ 1,031,177</u>	<u>\$ 21,832</u>
Public safety:				
Law enforcement and traffic control:				
Sheriff	\$ 3,526,868	\$ 3,589,718	\$ 3,578,997	\$ 10,721
Total law enforcement and traffic control	<u>\$ 3,526,868</u>	<u>\$ 3,589,718</u>	<u>\$ 3,578,997</u>	<u>\$ 10,721</u>
Fire and rescue services:				
Fire department	\$ 513,349	\$ 513,349	\$ 474,346	\$ 39,003
Fire and rescue services	275,983	275,983	270,770	5,213
Emergency medical services	1,179,529	1,205,079	1,169,787	35,292
Total fire and rescue services	<u>\$ 1,968,861</u>	<u>\$ 1,994,411</u>	<u>\$ 1,914,903</u>	<u>\$ 79,508</u>
Correction and detention:				
Confinement and care of prisoners	\$ 2,099,310	\$ 2,099,310	\$ 1,819,165	\$ 280,145
Juvenile probation and detention	308,100	308,100	279,769	28,331
VJCCCA	144,289	144,289	126,305	17,984
Total correction and detention	<u>\$ 2,551,699</u>	<u>\$ 2,551,699</u>	<u>\$ 2,225,239</u>	<u>\$ 326,460</u>
Inspections:				
Building	\$ 368,841	\$ 368,841	\$ 304,397	\$ 64,444
Total inspections	<u>\$ 368,841</u>	<u>\$ 368,841</u>	<u>\$ 304,397</u>	<u>\$ 64,444</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 2  
 Page 2 of 5

<u>Fund, Function, Activity and Element</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>General Fund: (Continued)</b>				
Public safety: (Continued)				
Other protection:				
Animal control	\$ 203,574	\$ 203,574	\$ 207,496	\$ (3,922)
Communications	1,013,813	1,013,813	1,015,241	(1,428)
Medical examiner	200	200	140	60
Total other protection	<u>\$ 1,217,587</u>	<u>\$ 1,217,587</u>	<u>\$ 1,222,877</u>	<u>\$ (5,290)</u>
Total public safety	<u>\$ 9,633,856</u>	<u>\$ 9,722,256</u>	<u>\$ 9,246,413</u>	<u>\$ 475,843</u>
Public works:				
Maintenance of highways, streets, bridges and sidewalks:				
Streetlights	\$ 43,000	\$ 43,000	\$ 38,104	\$ 4,896
Total maintenance of highways, streets, bridges & sidewalks	<u>\$ 43,000</u>	<u>\$ 43,000</u>	<u>\$ 38,104</u>	<u>\$ 4,896</u>
Sanitation and waste removal:				
Refuse disposal	\$ 1,541,011	\$ 1,541,011	\$ 1,486,715	\$ 54,296
Total sanitation and waste removal	<u>\$ 1,541,011</u>	<u>\$ 1,541,011</u>	<u>\$ 1,486,715</u>	<u>\$ 54,296</u>
Maintenance of general buildings and grounds:				
General properties	\$ 1,525,727	\$ 1,525,727	\$ 1,531,023	\$ (5,296)
Total maintenance of general buildings and grounds	<u>\$ 1,525,727</u>	<u>\$ 1,525,727</u>	<u>\$ 1,531,023</u>	<u>\$ (5,296)</u>
Total public works	<u>\$ 3,109,738</u>	<u>\$ 3,109,738</u>	<u>\$ 3,055,842</u>	<u>\$ 53,896</u>
Health and welfare:				
Health:				
Supplement of local health department	\$ 230,111	\$ 230,111	\$ 230,110	\$ 1
Total health	<u>\$ 230,111</u>	<u>\$ 230,111</u>	<u>\$ 230,110</u>	<u>\$ 1</u>
Mental health and mental retardation:				
District 19 CSB	\$ 66,287	\$ 66,287	\$ 66,288	\$ (1)
Southside Sheltered Workshop	3,800	3,800	3,800	-
Total mental health and mental retardation	<u>\$ 70,087</u>	<u>\$ 70,087</u>	<u>\$ 70,088</u>	<u>\$ (1)</u>
Welfare:				
Public assistance and welfare administration	\$ 2,719,330	\$ 2,719,330	\$ 2,408,402	\$ 310,928
Area agency on aging	16,150	16,150	16,152	(2)
Other social services	21,970	21,970	32,759	(10,789)
Total welfare	<u>\$ 2,757,450</u>	<u>\$ 2,757,450</u>	<u>\$ 2,457,313</u>	<u>\$ 300,137</u>
Total health and welfare	<u>\$ 3,057,648</u>	<u>\$ 3,057,648</u>	<u>\$ 2,757,511</u>	<u>\$ 300,137</u>
Education:				
Other instructional costs:				
Contributions to Community Colleges	\$ 4,500	\$ 4,500	\$ 4,500	\$ -
Contribution to County School Board	11,341,287	11,635,485	9,988,301	1,647,184
Total education	<u>\$ 11,345,787</u>	<u>\$ 11,639,985</u>	<u>\$ 9,992,801</u>	<u>\$ 1,647,184</u>
Parks, recreation, and cultural:				
Parks and recreation:				
Supervision of parks and recreation	\$ 597,915	\$ 607,126	\$ 589,505	\$ 17,621
Total parks and recreation	<u>\$ 597,915</u>	<u>\$ 607,126</u>	<u>\$ 589,505</u>	<u>\$ 17,621</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 2  
 Page 3 of 5

<u>Fund, Function, Activity and Element</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>General Fund: (Continued)</b>				
Parks, recreation, and cultural: (Continued)				
Library:				
Contribution to regional library	\$ 251,844	\$ 251,844	\$ 251,844	\$ -
Total library	<u>\$ 251,844</u>	<u>\$ 251,844</u>	<u>\$ 251,844</u>	<u>\$ -</u>
Total parks, recreation, and cultural	<u>\$ 849,759</u>	<u>\$ 858,970</u>	<u>\$ 841,349</u>	<u>\$ 17,621</u>
Community development:				
Planning and community development:				
Planning and zoning	\$ 556,338	\$ 556,338	\$ 521,894	\$ 34,444
Economic development	136,299	136,299	107,371	28,928
Contribution to Industrial Development Authority	6,780	6,780	6,529	251
Other community development	1,179,322	1,979,322	208,286	1,771,036
Total planning and community development	<u>\$ 1,878,739</u>	<u>\$ 2,678,739</u>	<u>\$ 844,080</u>	<u>\$ 1,834,659</u>
Environmental management:				
Contribution to soil and water conservation district	\$ 15,500	\$ 15,500	\$ 15,500	\$ -
Total environmental management	<u>\$ 15,500</u>	<u>\$ 15,500</u>	<u>\$ 15,500</u>	<u>\$ -</u>
Cooperative extension program:				
Extension office	\$ 113,635	\$ 113,635	\$ 91,079	\$ 22,556
Total cooperative extension program	<u>\$ 113,635</u>	<u>\$ 113,635</u>	<u>\$ 91,079</u>	<u>\$ 22,556</u>
Total community development	<u>\$ 2,007,874</u>	<u>\$ 2,807,874</u>	<u>\$ 950,659</u>	<u>\$ 1,857,215</u>
Total General Fund	<u>\$ 33,189,463</u>	<u>\$ 34,492,693</u>	<u>\$ 30,156,962</u>	<u>\$ 4,335,731</u>
<b>Special Revenue Fund:</b>				
<b>County Special Revenue Fund:</b>				
Judicial administration:				
Courts:				
Law library	\$ 2,300	\$ 13,716	\$ 4,617	\$ 9,099
Total judicial administration	<u>\$ 2,300</u>	<u>\$ 13,716</u>	<u>\$ 4,617</u>	<u>\$ 9,099</u>
Public Safety:				
Fire and rescue services:				
Fire/rescue grant	\$ 87,000	\$ 91,995	\$ 57,578	\$ 34,417
Total fire and rescue services	<u>\$ 87,000</u>	<u>\$ 91,995</u>	<u>\$ 57,578</u>	<u>\$ 34,417</u>
Other Protection:				
Forfeited assets	\$ 67,289	\$ 76,764	\$ 44,968	\$ 31,796
Total other protection	<u>\$ 67,289</u>	<u>\$ 76,764</u>	<u>\$ 44,968</u>	<u>\$ 31,796</u>
Total public safety	<u>\$ 154,289</u>	<u>\$ 168,759</u>	<u>\$ 102,546</u>	<u>\$ 66,213</u>
Public Works:				
Maintenance of general buildings and grounds:				
Litter control grant	\$ 25,500	\$ 25,500	\$ 26,756	\$ (1,256)
Total maintenance of general buildings and grounds	<u>\$ 25,500</u>	<u>\$ 25,500</u>	<u>\$ 26,756</u>	<u>\$ (1,256)</u>
Total public works	<u>\$ 25,500</u>	<u>\$ 25,500</u>	<u>\$ 26,756</u>	<u>\$ (1,256)</u>
Health and welfare:				
Welfare:				
Comprehensive services	\$ 750,000	\$ 750,000	\$ 731,712	\$ 18,288
Total welfare	<u>\$ 750,000</u>	<u>\$ 750,000</u>	<u>\$ 731,712</u>	<u>\$ 18,288</u>
Total health and welfare	<u>\$ 750,000</u>	<u>\$ 750,000</u>	<u>\$ 731,712</u>	<u>\$ 18,288</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

Schedule 2  
 Page 4 of 5

<u>Fund, Function, Activity and Element</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>Special Revenue Fund: (Continued)</b>				
<b>County Special Revenue Fund: (Continued)</b>				
Community Development:				
Medical office building	\$ 550,000	\$ 550,000	\$ 155,000	\$ 395,000
Total Community development	<u>\$ 550,000</u>	<u>\$ 550,000</u>	<u>\$ 155,000</u>	<u>\$ 395,000</u>
Total County Special Revenue Fund	<u>\$ 1,482,089</u>	<u>\$ 1,507,975</u>	<u>\$ 1,020,631</u>	<u>\$ 487,344</u>
<b>Debt Service Fund:</b>				
<b>County Debt Service Fund</b>				
Correction and detention:				
Meherrin River Regional Jail	\$ 131,600	\$ 131,600	\$ 131,600	\$ -
Community development:				
Planning and community development:				
Airport Authority	\$ 59,038	\$ 59,038	\$ 59,040	\$ (2)
Dinwiddie County Water Authority	885,630	885,630	826,755	58,875
Total community development	<u>\$ 944,668</u>	<u>\$ 944,668</u>	<u>\$ 885,795</u>	<u>\$ 58,873</u>
Debt service:				
Principal retirement	\$ 4,996,992	\$ 4,996,992	\$ 4,996,992	\$ -
Interest and other fiscal charges	3,651,175	3,651,175	3,620,721	30,454
Total debt service	<u>\$ 8,648,167</u>	<u>\$ 8,648,167</u>	<u>\$ 8,617,713</u>	<u>\$ 30,454</u>
Total County Debt Service Fund	<u>\$ 9,724,435</u>	<u>\$ 9,724,435</u>	<u>\$ 9,635,108</u>	<u>\$ 89,327</u>
<b>County Capital Projects Fund:</b>				
Capital projects expenditures:				
County building renovations	\$ 4,498,905	\$ 6,654,493	\$ 3,338,856	\$ 3,315,637
County schools	2,266,400	3,293,388	2,175,639	1,117,749
Equipment purchases	170,656	465,849	354,661	111,188
Total capital projects	<u>\$ 6,935,961</u>	<u>\$ 10,413,730</u>	<u>\$ 5,869,156</u>	<u>\$ 4,544,574</u>
Debt service:				
Interest and other fiscal charges	\$ -	\$ -	\$ 9,741	\$ (9,741)
Total debt service	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,741</u>	<u>\$ (9,741)</u>
Total County Capital Projects Fund	<u>\$ 6,935,961</u>	<u>\$ 10,413,730</u>	<u>\$ 5,878,897</u>	<u>\$ 4,534,833</u>
Total Primary Government	<u>\$ 51,331,948</u>	<u>\$ 56,138,833</u>	<u>\$ 46,691,598</u>	<u>\$ 9,447,235</u>
<b>Discretely Presented Component Unit - School Board</b>				
<b>Special Revenue Funds:</b>				
<b>School Operating Fund:</b>				
Education:				
Administration, health, and attendance	1,815,214	1,815,214	\$ 1,778,569	\$ 36,645
Instruction costs	31,491,482	34,056,711	31,830,986	2,225,725
Pupil transportation	3,238,575	3,238,575	2,933,414	305,161
Operation and maintenance of school plant	5,382,451	5,382,451	5,251,552	130,899
Contribution to County of Dinwiddie	593,523	593,523	275,008	318,515
Total education	<u>\$ 42,521,245</u>	<u>\$ 45,086,474</u>	<u>\$ 42,069,529</u>	<u>\$ 3,016,945</u>
Capital projects:				
School capital projects	\$ 28,688	\$ 28,688	\$ 39,175	\$ (10,487)
Total capital projects	<u>\$ 28,688</u>	<u>\$ 28,688</u>	<u>\$ 39,175</u>	<u>\$ (10,487)</u>
Total School Operating Fund	<u>\$ 42,549,933</u>	<u>\$ 45,115,162</u>	<u>\$ 42,108,704</u>	<u>\$ 3,006,458</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010

<u>Fund, Function, Activity and Element</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>Discretely Presented Component Unit - School Board (Continued)</b>				
<b>School Special Revenue Fund:</b>				
Education:				
Instruction costs	\$ 415,433	\$ 1,017,791	\$ 110,691	\$ 907,100
School food services	2,045,000	2,112,071	1,590,843	521,228
Commodities	-	-	87,456	(87,456)
Total School Special Revenue Fund	<u>\$ 2,460,433</u>	<u>\$ 3,129,862</u>	<u>\$ 1,788,990</u>	<u>\$ 1,340,872</u>
 Total Discretely Presented Component Unit - School Board	 <u>\$ 45,010,366</u>	 <u>\$ 48,245,024</u>	 <u>\$ 43,897,694</u>	 <u>\$ 4,347,330</u>

THIS PAGE LEFT BLANK INTENTIONALLY

## Statistical Section

<u>Contents</u>	<u>Tables</u>
Financial Trends These tables contain trend information to help the reader understand how the County's financial performance and well being have changed over time.	1-4
Revenue Capacity These tables contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.	5-8
Debt Capacity These tables present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue debt in the future.	9-10
Demographic and Economic Information These tables offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.	11-12
Operating Information These tables contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.	13-15

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

THIS PAGE LEFT BLANK INTENTIONALLY

*STATISTICAL SECTION*

THIS PAGE LEFT BLANK INTENTIONALLY

COUNTY OF DINWIDDIE, VIRGINIA

Table 1

Net Assets by Component  
Last Eight Fiscal Years  
(*accrual basis of accounting*)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
<b>Governmental activities</b>								
Invested in capital assets, net of related debt	\$ 3,372,102	\$ 4,096,073	\$ 3,535,362	\$ 6,721,955	\$ 15,863,467	\$ 6,573,010	\$ 6,484,665	\$ 12,183,433
Restricted	827,313	281,512	281,512	281,512	281,512	281,512	300,303	-
Unrestricted	27,918,314	27,741,942	28,182,707	28,831,874	28,095,354	28,124,095	28,949,723	26,967,288
<b>Total governmental activities net assets</b>	<b>\$ 32,117,729</b>	<b>\$ 32,119,527</b>	<b>\$ 31,999,581</b>	<b>\$ 35,835,341</b>	<b>\$ 44,240,333</b>	<b>\$ 34,978,617</b>	<b>\$ 35,734,691</b>	<b>\$ 39,150,721</b>
<b>Primary government</b>								
Invested in capital assets, net of related debt	\$ 3,372,102	\$ 4,096,073	\$ 3,535,362	\$ 6,721,955	\$ 15,863,467	\$ 6,573,010	\$ 6,484,665	\$ 12,183,433
Restricted	827,313	281,512	281,512	281,512	281,512	281,512	300,303	-
Unrestricted	27,918,314	27,741,942	28,182,707	28,831,874	28,095,354	28,124,095	28,949,723	26,967,288
<b>Total primary government net assets</b>	<b>\$ 32,117,729</b>	<b>\$ 32,119,527</b>	<b>\$ 31,999,581</b>	<b>\$ 35,835,341</b>	<b>\$ 44,240,333</b>	<b>\$ 34,978,617</b>	<b>\$ 35,734,691</b>	<b>\$ 39,150,721</b>

Note: Accrual-basis financial information is available back to fiscal year 2003 when the County implemented GASB 34.

Changes in Net Assets  
Last Eight Fiscal Years  
(accrual basis of accounting)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
<b>Expenses</b>								
<b>Governmental activities:</b>								
General government	\$ 1,487,166	\$ 1,580,395	\$ 1,909,981	\$ 1,667,495	\$ 2,160,836	\$ 2,228,249	\$ 2,911,274	\$ 2,412,955
Judicial administration	397,046	353,585	450,660	731,623	828,790	1,000,621	1,094,384	1,233,507
Public safety	4,896,293	6,027,228	7,094,483	7,938,868	9,224,156	10,113,253	10,933,257	10,424,635
Public works	2,410,647	2,278,549	2,848,915	3,059,882	3,151,835	3,113,226	3,045,668	3,217,083
Health and welfare	2,975,883	2,802,923	3,041,606	3,092,617	3,188,957	3,410,351	3,383,742	3,514,474
Education	12,123,792	13,009,658	16,215,247	14,287,850	9,977,936	20,187,331	13,084,765	13,602,573
Parks, recreation and cultural	468,619	474,585	492,027	511,327	552,282	911,484	933,556	890,544
Community development	1,249,583	1,311,546	1,372,021	1,242,298	1,521,653	1,987,130	1,870,325	2,020,023
Interest on long-term debt	1,843,163	2,599,202	3,513,977	4,204,312	3,960,721	3,934,723	3,722,439	3,510,601
<b>Total governmental activities expenses</b>	<b>\$ 27,852,192</b>	<b>\$ 30,437,671</b>	<b>\$ 36,938,917</b>	<b>\$ 36,736,272</b>	<b>\$ 34,567,166</b>	<b>\$ 46,886,368</b>	<b>\$ 40,979,410</b>	<b>\$ 40,826,395</b>
Total primary government expenses	\$ 27,852,192	\$ 30,437,671	\$ 36,938,917	\$ 36,736,272	\$ 34,567,166	\$ 46,886,368	\$ 40,979,410	\$ 40,826,395
<b>Program Revenues</b>								
<b>Governmental activities:</b>								
<b>Charges for services:</b>								
Judicial administration	\$ 178,376	\$ 296,413	\$ 181,930	\$ 388,718	\$ 523,019	\$ 830,912	\$ 1,305,499	\$ 1,384,720
Public safety	371,280	619,330	923,608	924,691	1,203,542	898,793	856,280	1,031,217
Public works	586,946	612,300	629,256	89,757	739,398	751,894	653,109	637,392
Parks, recreation and cultural	77,550	74,828	76,822	74,271	79,875	66,293	92,409	110,846
Community development	6,583	6,745	9,386	521,224	10,698	1,416	1,390	681
Operating grants and contributions	5,443,064	4,917,113	7,335,019	5,350,051	6,296,842	6,124,116	6,003,643	6,175,872
Capital grants and contributions	-	-	41,470	42,235	-	2,757,972	616,088	929,973
<b>Total governmental activities program revenues</b>	<b>\$ 6,643,799</b>	<b>\$ 6,526,729</b>	<b>\$ 9,197,491</b>	<b>\$ 7,390,947</b>	<b>\$ 8,853,374</b>	<b>\$ 11,431,396</b>	<b>\$ 9,528,418</b>	<b>\$ 10,270,701</b>
Total primary government program revenues	\$ 6,643,799	\$ 6,526,729	\$ 9,197,491	\$ 7,390,947	\$ 8,853,374	\$ 11,431,396	\$ 9,528,418	\$ 10,270,701
<b>Net (expense) / revenue</b>								
Governmental activities	\$ (21,208,393)	\$ (23,910,942)	\$ (27,741,426)	\$ (29,345,325)	\$ (25,713,792)	\$ (35,454,972)	\$ (31,450,992)	\$ (30,555,694)
Total primary government net expense	\$ (21,208,393)	\$ (23,910,942)	\$ (27,741,426)	\$ (29,345,325)	\$ (25,713,792)	\$ (35,454,972)	\$ (31,450,992)	\$ (30,555,694)
<b>General Revenues and Other Changes in Net Assets</b>								
<b>Governmental activities:</b>								
<b>Taxes</b>								
Property taxes	\$ 16,172,132	\$ 15,487,481	\$ 17,414,146	\$ 20,099,377	\$ 21,348,615	\$ 22,217,232	\$ 22,549,583	\$ 24,743,254
Local sales and use taxes	781,069	863,497	930,972	1,021,345	1,180,546	1,374,304	1,065,681	1,096,278
Taxes on recordation and wills	98,915	130,933	192,398	267,881	269,394	233,515	183,743	160,647
Motor vehicle licenses taxes	454,711	465,492	476,262	485,575	476,817	378,508	494,872	617,821
Consumer utility taxes	951,101	899,650	1,088,753	1,244,243	886,235	564,293	582,840	709,229
Communication taxes	-	-	-	-	-	1,058,009	961,296	965,609
Business licenses taxes	366,713	394,848	473,874	528,221	704,284	733,008	691,566	598,129
Other local taxes	1,051,403	1,086,299	1,176,517	1,171,340	1,613,971	1,027,137	939,573	771,758
Unrestricted grants and contributions	3,683,641	4,106,164	4,508,591	5,113,495	3,958,524	3,918,941	3,806,489	3,665,342
Unrestricted revenues from use of money and property	423,068	355,377	1,287,478	3,130,851	4,186,253	2,253,826	566,711	202,165
Miscellaneous	32,909	80,713	72,489	118,757	119,584	106,193	364,712	166,484
Gain on sale of capital assets	-	-	-	-	111,673	-	-	-
Payment from Dinwiddie County School Board	-	-	-	-	-	-	-	275,008
Refunds from mineral lands tax	-	-	-	-	(747,331)	-	-	-
<b>Total governmental activities</b>	<b>\$ 23,995,662</b>	<b>\$ 23,870,454</b>	<b>\$ 27,621,480</b>	<b>\$ 33,181,085</b>	<b>\$ 34,108,565</b>	<b>\$ 33,864,966</b>	<b>\$ 32,207,066</b>	<b>\$ 33,971,724</b>
Total primary government	\$ 23,995,662	\$ 23,870,454	\$ 27,621,480	\$ 33,181,085	\$ 34,108,565	\$ 33,864,966	\$ 32,207,066	\$ 33,971,724
<b>Change in Net Assets</b>								
Governmental activities	\$ 2,787,269	\$ (40,488)	\$ (119,946)	\$ 3,835,760	\$ 8,394,773	\$ (1,590,006)	\$ 756,074	\$ 3,416,030
Total primary government	\$ 2,787,269	\$ (40,488)	\$ (119,946)	\$ 3,835,760	\$ 8,394,773	\$ (1,590,006)	\$ 756,074	\$ 3,416,030

Note: Accrual-basis financial information is available back to fiscal year 2003 when the County implemented GASB 34.

COUNTY OF DINWIDDIE, VIRGINIA

Table 3

Fund Balances of Governmental Funds  
 Last Eight Fiscal Years  
 (modified accrual basis of accounting)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
General fund								
Reserved	\$ 827,313	\$ 281,512	\$ 281,512	\$ 281,512	\$ 281,512	\$ 281,512	\$ 192,984	\$ 192,984
Unreserved	17,663,684	17,062,058	13,434,349	15,542,431	18,307,012	20,566,462	19,216,083	20,349,735
Total general fund	\$ 18,490,997	\$ 17,343,570	\$ 13,715,861	\$ 15,823,943	\$ 18,588,524	\$ 20,847,974	\$ 19,409,067	\$ 20,542,719
All other governmental funds								
Unreserved, reported in:								
Special revenue funds	\$ 1,225,437	\$ 1,545,206	\$ 1,461,428	\$ 1,169,310	\$ 620,213	\$ 293,749	\$ 466,301	\$ 382,200
Capital projects funds	3,544,869	2,413,290	55,336,923	58,736,752	37,479,461	10,996,380	4,761,094	2,789,047
Debt service funds	5,632,823	6,702,475	12,087,722	9,158,803	8,926,402	7,137,604	5,315,444	3,543,049
Total all other governmental funds	\$ 10,403,129	\$ 10,660,971	\$ 68,886,073	\$ 67,064,865	\$ 47,026,076	\$ 18,427,733	\$ 10,542,839	\$ 6,714,296

Changes in Fund Balances of Governmental Funds  
Last Eight Fiscal Years  
(modified accrual basis of accounting)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
<b>Revenues</b>								
General property taxes	\$ 16,220,154	\$ 15,338,752	\$ 17,113,777	\$ 19,763,605	\$ 21,238,498	\$ 21,877,562	\$ 22,387,028	\$ 24,350,213
Other local taxes	3,703,912	3,840,719	4,338,776	4,718,605	5,131,247	5,368,774	4,919,571	4,919,471
Permits, privilege fees and regulatory licenses	207,221	213,154	349,493	377,550	638,110	432,228	289,909	241,966
Fines and forfeitures	118,574	208,617	135,296	280,386	409,938	662,248	1,069,519	1,381,372
Revenue from use of money and property	423,068	355,377	1,287,478	3,103,892	4,159,294	2,226,867	566,711	202,165
Charges for services	874,940	1,187,845	1,336,213	1,340,725	1,508,484	1,454,832	1,549,259	1,541,518
Miscellaneous	32,909	80,713	72,489	118,757	119,584	106,193	364,712	166,484
Recovered costs	94,980	640,146	105,565	124,847	93,523	67,612	72,354	147,323
Intergovernmental:								
Local	433,676	348,188	352,113	720,066	-	-	-	275,008
Commonwealth	7,333,467	6,750,829	9,969,990	8,248,518	8,789,542	8,727,677	8,578,024	8,855,646
Federal	1,339,562	1,924,260	1,562,977	1,537,197	1,465,824	1,315,380	1,848,196	1,915,541
<b>Total revenues</b>	<b>\$ 30,782,463</b>	<b>\$ 30,888,600</b>	<b>\$ 36,624,167</b>	<b>\$ 40,334,148</b>	<b>\$ 43,554,044</b>	<b>\$ 42,239,373</b>	<b>\$ 41,645,283</b>	<b>\$ 43,996,707</b>
<b>Expenditures</b>								
General government administration	\$ 1,370,305	\$ 1,491,463	\$ 1,862,400	\$ 1,644,700	\$ 1,852,439	\$ 2,156,294	\$ 2,756,161	\$ 2,281,210
Judicial administration	277,492	267,867	316,976	691,523	743,995	918,387	1,003,583	1,035,794
Public safety	4,950,436	5,579,226	6,226,265	7,083,245	8,725,167	9,187,117	9,937,558	9,348,959
Public works	2,631,364	2,909,058	2,864,254	2,822,076	2,852,468	2,929,734	3,120,224	3,214,198
Health and welfare	2,964,835	2,791,203	3,033,833	3,110,491	3,209,807	3,368,580	3,338,376	3,489,223
Education	10,298,508	11,317,606	12,713,898	13,047,329	10,827,763	11,691,834	11,125,804	9,992,801
Parks, recreation and cultural	438,977	443,808	471,405	474,172	521,670	758,189	943,879	841,349
Community development	1,237,781	1,238,356	3,689,847	1,171,257	1,439,554	1,600,038	1,857,951	1,991,454
Capital projects	1,246,911	5,557,838	1,762,641	3,536,690	29,769,497	27,848,522	8,017,859	5,869,156
Debt service								
Principal	2,158,512	2,032,295	2,177,334	2,044,301	2,268,817	4,310,711	4,908,688	4,996,992
Interest and other fiscal charges	1,885,222	2,753,167	2,670,625	4,181,490	3,991,636	3,815,360	3,959,001	3,630,462
<b>Total expenditures</b>	<b>\$ 29,460,343</b>	<b>\$ 36,381,887</b>	<b>\$ 37,789,478</b>	<b>\$ 39,807,274</b>	<b>\$ 66,202,813</b>	<b>\$ 68,584,766</b>	<b>\$ 50,969,084</b>	<b>\$ 46,691,598</b>
<b>Excess of revenues over (under) expenditures</b>	<b>\$ 1,322,120</b>	<b>\$ (5,493,287)</b>	<b>\$ (1,165,311)</b>	<b>\$ 526,874</b>	<b>\$ (22,648,769)</b>	<b>\$ (26,345,393)</b>	<b>\$ (9,323,801)</b>	<b>\$ (2,694,891)</b>
<b>Other financing sources (uses)</b>								
Transfers in	\$ 4,985,111	\$ 7,279,713	\$ 10,916,089	\$ 7,723,257	\$ 8,289,953	\$ 8,461,868	\$ 10,489,849	\$ 10,370,440
Transfers out	(4,985,111)	(7,279,713)	(10,916,089)	(7,723,257)	(8,289,953)	(8,461,868)	(10,489,849)	(10,370,440)
Refunding bonds issued	-	(7,905,000)	-	(5,175,000)	-	(15,000,000)	-	-
Bonds issued	-	12,508,700	56,040,000	4,935,000	6,000,000	11,620,646	-	-
Premium on bonds issued	-	-	808,773	-	-	627,882	-	-
Bond issuance costs	-	-	(1,126,519)	-	-	-	-	-
Interest rate subsidy	-	-	-	-	-	2,757,972	-	-
Refund on mineral lands tax	-	-	-	-	(747,331)	-	-	-
Sale of capital assets	-	-	-	-	111,873	-	-	-
<b>Total other financing sources (uses)</b>	<b>\$ -</b>	<b>\$ 4,603,700</b>	<b>\$ 55,722,254</b>	<b>\$ (240,000)</b>	<b>\$ 5,364,342</b>	<b>\$ 6,500</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net change in fund balances</b>	<b>\$ 1,322,120</b>	<b>\$ (869,587)</b>	<b>\$ 54,556,943</b>	<b>\$ 286,874</b>	<b>\$ (17,284,427)</b>	<b>\$ (26,338,893)</b>	<b>\$ (9,323,801)</b>	<b>\$ (2,694,891)</b>
Debt service as a percentage of noncapital expenditures	16.73%	18.38%	15.55%	20.72%	20.75%	24.92%	26.02%	26.80%

COUNTY OF DINWIDDIE, VIRGINIA

Table 5

Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year	Real Estate	Personal Property	Mobile Homes	Machinery and Tools	Public Service	Total Taxable Assessed Value	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2010 \$	2,275,904,269 \$	183,394,803 \$	7,834,404 \$	19,740,366 \$	121,448,841	2,608,322,683 \$	2,608,322,683	100.00%
2009	2,246,727,030	239,032,639	7,392,197	23,206,263	121,569,471	2,637,927,600	2,637,927,600	100.00%
2008	1,588,563,485	234,516,674	8,596,551	21,624,995	78,317,277	1,931,618,982	1,931,618,982	100.00%
2007	1,541,253,515	220,564,452	8,541,491	20,291,570	91,695,853	1,882,346,881	1,882,346,881	100.00%
2006	1,502,861,149	206,308,733	8,609,200	18,427,540	101,645,357	1,837,851,979	1,837,851,979	100.00%
2005	1,380,698,562	162,995,054	9,053,334	46,643,795	98,243,151	1,697,633,896	1,697,633,896	100.00%
2004	1,247,968,292	145,276,192	9,637,545	74,536,706	156,145,636	1,633,564,371	1,633,564,371	100.00%
2003	1,245,888,983	139,469,365	9,629,575	86,006,545	-	1,480,994,468	1,480,994,468	100.00%
2002	1,202,491,877	131,515,421	14,519,433	69,843,575	92,186,362	1,510,556,668	1,510,556,668	100.00%
2001	1,103,351,570	121,930,776	14,622,363	69,064,378	94,501,633	1,403,470,720	1,403,470,720	100.00%

Source: Commissioner of Revenue

Property Tax Rates  
 Direct and Overlapping Governments  
 Last Ten Fiscal Years

---

<u>Direct Rates</u>				
<u>Fiscal Year</u>	<u>Real Estate</u>	<u>Personal Property</u>	<u>Mobile Homes</u>	<u>Machinery and Tools</u>
2010	\$.68/.72	\$ 4.90	\$.68/.72	\$ 3.30
2009	.87/.68	4.90	.87/.68	3.30
2008	0.87	4.90	0.87	3.30
2007	0.87	4.90	0.87	3.30
2006	0.87	4.90	0.87	3.30
2005	.77/.87	4.90	.77/.87	3.30
2004	0.77	4.90	0.77	3.30
2003	0.77	4.90	0.77	3.30
2002	0.77	4.90	0.77	3.30
2001	.79/.77	4.90	.79/.77	3.30

(1) Per \$100 of assessed value

**COUNTY OF DINWIDDIE, VIRGINIA**

**Table 7**

Principal Property Taxpayers  
Current Year and the Period Nine Years Prior

Taxpayer	Type Business	Fiscal Year 2010		Fiscal Year 2001	
		Assessed Valuation	% of Total Assessed Valuation	Assessed Valuation	% of Total Assessed Valuation
Gerdeau Ameristeel/Chaparral	Manufacturing	166,706,959	6.39%	119,557,200	9.98%
Walmart	Distribution	46,760,965	1.79%	35,775,700	2.99%
TIAA Timberlands 1 LLC	Timber	29,570,100	1.13%	11,581,900	0.97%
American Timberland LLC	Timber	20,690,700	0.79%	8,603,300	0.72%
Bain, Warren & Nancy	Agricultural	13,736,950	0.53%	4,120,925	0.34%
Tindall Concrete Virginia Inc	Manufacturing	13,298,771	0.51%	4,229,400	0.35%
Eastern Timberlands LLC	Timber	11,599,000	0.44%	4,912,200	0.41%
Rohoic Wood Apartments Inc	Rental Property	8,294,300	0.32%	8,136,300	0.68%
Vulcan Constuction Materials	Manufacturing	7,331,123	0.28%	-	0.00%
FIATP Timber LLC	Timber	7,268,400	0.28%	-	0.00%
Eastside Properties	Rental Property	7,073,900	0.27%	2,023,200	0.17%
Virginia Motorsports	Race Track	7,048,575	0.27%	3,926,800	0.33%
NWB USA	Manufacturing	4,792,300	0.18%	5,119,400	0.43%
Dinwiddie Health Investors	Nursing Home	4,590,200	0.18%	-	0.00%
Hollingsworth Capital Partners	Rental Property	4,442,500	0.17%	-	0.00%
Rohoic Woods Townhouses LLC	Rental Property	4,122,500	0.16%	3,874,300	0.32%
Westgate LLC	Retail	3,683,000	0.14%	3,012,700	0.25%
Philip Morris Products Inc	Manufacturing	3,508,000	0.13%	4,193,300	0.35%
PVA LP	Timber	-	0.00%	5,304,200	0.44%
		<u>364,518,243</u>	<u>13.98%</u>	<u>224,370,825</u>	<u>18.72%</u>

Source: Commissioner of Revenue

Table 8

COUNTY OF DINWIDDIE, VIRGINIA

Property Tax Levies and Collections  
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010	\$ 28,701,611	\$ 26,629,672	92.78%	\$	26,629,672	92.78%
2009	26,847,697	25,020,017	93.19%	1,118,101	26,138,118	97.36%
2008	25,735,285	23,993,360	93.23%	1,379,564	25,372,924	98.59%
2007	24,176,811	22,877,484	94.63%	1,100,576	23,978,060	99.18%
2006	23,306,022	22,126,560	94.94%	995,450	23,122,010	99.21%
2005	20,585,156	19,345,418	93.98%	1,141,166	20,486,584	99.52%
2004	18,256,723	16,997,119	93.10%	1,244,217	18,241,336	99.92%
2003	18,303,924	17,792,164	97.20%	495,413	18,287,577	99.91%
2002	18,936,682	17,042,394	90.00%	1,868,669	18,911,063	99.86%
2001	17,458,866	16,097,144	92.20%	1,335,296	17,432,440	99.85%

Source: Commissioner of Revenue, County Treasurer's office

COUNTY OF DINWIDDIE, VIRGINIA

Table 9

Ratios of Outstanding Debt by Type  
Last Eight Fiscal Years

Fiscal Year	Governmental Activities						Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Literary Fund Loans	Other Notes/Bonds	Capital Leases					
2010 \$	18,081,059 \$	- \$	57,101,372 \$	- \$		75,182,431	2.72%	2,604	
2009	19,475,316	8,835	60,753,625	-		80,237,776	3.03%	2,949	
2008	20,801,266	23,835	64,379,716	-		85,204,817	3.36%	3,150	
2007	10,039,201	42,965	81,456,938	-		91,539,104	3.77%	3,555	
2006	10,868,126	62,095	76,877,700	-		87,807,921	3.77%	3,417	
2005	11,671,819	81,225	78,313,700	25,478		90,092,222	4.09%	3,548	
2004	12,447,451	100,355	23,508,700	174,886		36,231,392	1.72%	1,443	
2003	24,368,008	119,485	-	9,172,494		33,659,987	1.65%	1,353	

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

(1) See the Schedule of Demographic and Economic Statistics - Table 11

Ratio of Net General Bonded Debt to  
Assessed Value and Net Bonded Debt Per Capita  
Last Ten Fiscal Years

Fiscal Year	Gross Bonded Debt	Net Bonded Debt (3)	Ratio of Net General Obligation Debt to Assessed Value (2)	Net Bonded Debt per Capita (1)
2010	\$ 18,081,059	\$ 18,081,059	0.69%	\$ 626
2009	19,484,151	19,484,151	0.74%	720
2008	20,825,101	20,825,101	1.08%	770
2007	10,082,166	10,082,166	0.54%	392
2006	10,930,221	10,930,221	0.59%	425
2005	11,753,044	11,753,044	0.69%	463
2004	12,547,806	12,547,806	0.77%	500
2003	13,317,493	13,317,493	0.90%	535
2002	25,649,810	25,649,810	1.70%	1,041
2001	26,840,346	26,840,346	1.91%	1,098

- (1) Population data can be found in the Schedule of Demographic and Economic Statistics - Table 11
- (2) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property - Table 5
- (3) Includes all long-term general obligation bonded debt, Literary Fund Loans, excludes revenue bonds, capital leases, and compensated absences.

Demographic and Economic Statistics  
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income*</u>	<u>Per Capita Personal Income*</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2010	28,874	\$ 2,763,691	\$ 35,547	4,679	7.9%
2009	27,209	2,647,721	34,291	4,675	8.9%
2008	27,047	2,536,617	33,035	4,687	4.2%
2007	25,747	2,430,176	31,826	4,623	3.4%
2006	25,695	2,328,236	30,652	4,573	3.1%
2005	25,391	2,200,815	29,288	4,530	4.0%
2004	25,111	2,100,822	27,938	4,469	3.8%
2003	24,873	2,040,656	27,146	4,423	4.0%
2002	24,641	1,972,246	26,328	4,309	4.0%
2001	24,438	1,906,280	25,504	4,318	3.0%

Source: Weldon Cooper Center, Annual School Report, VEC

\*includes Colonial Heights & Petersburg, estimates used for 2008, 2009, 2010

Principal Employers  
Current Year and Nine Years Ago

Employer	Fiscal Year 2010			Fiscal Year 2001			
	Range of Employees	Rank	% of Total County Employment	Range of Employees	Rank	% of Total County Employment	
Southside VA Training Center	1000+	1	14.77%	1000+	1	14.02%	Southside VA Training Center
WalMart	500-999	2	12.31%	1000+	2	11.68%	WalMart
Central State Hospital	500-999	3	9.85%	500-999	3	9.93%	Central State Hospital
Dinwiddie Co School Board	500-999	4	9.24%	500-999	4	8.76%	Dinwiddie Co School Board
Chaparral	250-499	5	4.92%	250-499	5	5.25%	Chaparral
County of Dinwiddie	100-249	6	4.31%	250-499	6	4.67%	NWB USA, Inc.
Hiram W Davis Medical Ctr	100-249	7	2.46%	250-499	7	2.62%	Ingram Distribution Mgmt
Tindall Concrete Products	100-249	8	2.13%	100-249	8	2.33%	Tindall Concrete Products
Iluka Resources	100-249	9	1.84%	100-249	9	1.75%	Hiram W. Davis Medical Ctr
Richard Bland College	100-249	10	1.53%	100-249	10	1.28%	Philip Morris Products
Totals			<u>63.36%</u>			<u>62.29%</u>	

Source: VEC

Full-time Equivalent County Government Employees by Function  
 Last Eight Fiscal Years

Function	Fiscal year							
	2003	2004	2005	2006	2007	2008	2009	2010
General government	21.0	21.0	24.0	24.0	24.0	24.2	26.1	24.8
Judicial administration	7.5	7.1	7.3	9.5	11.0	11.9	13.4	12.5
Public safety								
Sheriffs department	57.0	55.0	55.0	57.0	58.0	64.5	65.4	64.6
Dispatch	10.0	10.0	10.0	16.0	16.0	17.0	16.5	16.4
Fire & Rescue	17.0	21.5	20.5	19.5	20.5	22.5	22.4	22.8
Building inspections	4.0	4.0	4.0	4.0	5.0	6.0	5.5	4.0
Animal control	3.0	3.5	3.5	3.5	3.5	3.6	3.8	3.7
Dept of Comprehensive Svcs	1.0	2.3	2.3	2.6	2.5	3.3	3.1	2.3
Public works								
General maintenance	7.0	6.0	7.0	6.0	6.0	5.8	6.9	6.0
Landfill	13.0	14.0	14.0	12.0	10.0	10.3	13.3	15.2
Health and welfare								
Department of social services	28.0	29.0	30.0	32.0	29.0	30.0	30.0	30.0
Culture and recreation								
Parks and recreation	5.0	5.0	5.0	5.0	5.0	6.5	8.0	7.4
Community development								
Economic development	0.0	0.0	0.0	0.0	1.0	0.8	1.2	0.7
Cooperative Extension	0.0	0.0	0.0	0.0	0.0	0.0	0.7	1.0
Planning	4.0	4.0	5.0	5.0	6.0	5.5	6.3	5.9
Totals	<u>177.5</u>	<u>182.4</u>	<u>187.6</u>	<u>196.1</u>	<u>197.5</u>	<u>211.9</u>	<u>222.5</u>	<u>217.2</u>

Source: County Payroll; Efficiency Review layoffs occurred 4th qtr FY 2009

Information not available in this format prior to 2003

COUNTY OF DINWIDDIE, VIRGINIA

Table 14

Operating Indicators by Function  
Last Eight Fiscal Years

Function	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Public safety								
Sheriffs department:								
Physical arrests	1,337	1,464	1,288	1,445	1,371	1,501	1,965	2,331
Traffic violations	1,259	3,005	2,055	1,853	1,513	6,833	15,125	14,211
Civil papers	12,684	13,293	12,524	10,524	11,071	11,627	11,654	12,225
Dept of Comprehensive Svcs								
Caseload	n/a	256	249	189	193	227	277	229
Fire and rescue								
Number of EMS calls answered	n/a	1,329	1,743	3,135	3,244	3,186	3,337	3,039
Building inspections:								
Permits issued	1,667	1,739	1,486	1,550	1,776	1,610	1,151	994
Animal control:								
Number of calls answered	3,446	3,067	3,742	4,113	3,947	2,398	2,367	2,629
Public works								
Landfill:								
Refuse collected (tons/day)	64	65	59	58	51	56	48	52
Health and welfare								
Dept of Social Services Caseload	4,079	4,344	4,373	4,505	4,557	4,597	5,284	6,170
Culture and recreation								
Parks and recreation:								
Program participants: ave/month	1,663	1,675	1,696	1,700	1,874	3,784	3,996	3,712
Community development								
Planning:								
Zoning permits issued	196	187	184	102	216	127	75	82
Component Unit - School Board								
Education:								
School age population	4,741	4,741	4,741	4,925	4,925	4,925	4,925	4,925
Number of teachers	n/a	350	355	356	358	364	370	365
Local expenditures per pupil	2,346	2,509	2,680	2,274	2,708	2,669	2,457	2,487

Source: Individual county departments

Information not available in this format prior to 2003

COUNTY OF DINWIDDIE, VIRGINIA

Table 15

Capital Asset Statistics by Function  
Last Eight Fiscal Years

Function	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
General government								
Buildings	15	15	15	15	15	15	16	16
Public safety								
Sheriffs department:								
Patrol units	52	57	50	56	56	54	54	54
Building inspections:								
Vehicles	3	3	3	3	3	4	4	4
Animal control:								
Vehicles	2	2	3	3	3	3	3	3
Public works								
General maintenance:								
Trucks/vehicles	2	2	3	3	3	3	3	3
Landfill:								
Vehicles	5	5	6	6	4	7	7	7
Health and welfare								
Department of Social Services:								
Vehicles	7	7	7	7	7	7	7	7
Culture and recreation								
Parks and recreation:								
Community centers	1	1	1	1	1	1	1	1
Vehicles	1	1	1	1	1	2	2	2
Community development								
Planning:								
Vehicles	1	1	2	2	2	3	3	3
Component Unit - School Board								
Education:								
Schools	7	7	7	7	7	8	8	8
School buses	103	107	107	107	110	113	113	113

Source: Individual county departments

Information not available in this format prior to 2003

THIS PAGE LEFT BLANK INTENTIONALLY

## ***COMPLIANCE***

THIS PAGE LEFT BLANK INTENTIONALLY

# ROBINSON, FARMER, COX ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL LIMITED LIABILITY COMPANY

## Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To The Honorable Members of the Board of Supervisors  
County of Dinwiddie  
Dinwiddie, Virginia

We have audited the financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Dinwiddie, Virginia, as of and for the year ended June 30, 2010, which collectively comprise the County of Dinwiddie, Virginia's basic financial statements and have issued our report thereon dated November 15, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the *Specifications for Audits of Counties, Cities, and Towns*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### *Internal Control Over Financial Reporting*

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

We noted other matters that we have reported to management of the County of Dinwiddie, Virginia, in a separate letter dated November 15, 2010.

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

*Robson, Fann, Cox & Smith*

Richmond, Virginia  
November 15, 2010

# ROBINSON, FARMER, COX ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL LIMITED LIABILITY COMPANY

## Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133

To The Honorable Members of the Board of Supervisors  
County of Dinwiddie  
Dinwiddie, Virginia

### Compliance

We have audited County of Dinwiddie, Virginia's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of County of Dinwiddie, Virginia's major federal programs for the year ended June 30, 2010. The County of Dinwiddie, Virginia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County of Dinwiddie, Virginia's management. Our responsibility is to express an opinion on the County of Dinwiddie, Virginia's compliance based on our audit.

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

In our opinion, the County of Dinwiddie, Virginia complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal program for the year ended June 30, 2010.

## Internal Control Over Compliance

Management of the County of Dinwiddie, Virginia, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County of Dinwiddie, Virginia's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County of Dinwiddie, Virginia's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a control deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

*Robert J. Fox, CPA*

Richmond, Virginia  
November 15, 2010

County of Dinwiddie, Virginia  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2010

Federal Grantor/State Pass - Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Health and Human Services:			
Pass Through Payments:			
Department of Social Services:			
Promoting safe and stable families	93.556	0950109/0950110	16,420
Temporary assistance for needy families	93.558	0400109/0400110	229,511
Refugee and entrant assistance - state administered programs	93.566	0500109/0500110	624
Low-income home energy assistance	93.568	0600409/00600410	15,382
Child care and development block grant	93.575	0770109/0770110	130,461
Child care mandatory and matching funds of the child care and development fund	93.596	0760109/0760110	87,926
Adoption incentive payments	93.603	1120109/1120110	2,085
Child welfare services - state grants	93.645	0900109/090110	783
Foster care - Title IV-E	93.658	1100109/1100110	119,836
Foster care - Title IV-E - ARRA	93.658	1100109/1100110	6,740
Adoption assistance	93.659	1120109/1120110	33,557
Adoption assistance - ARRA	93.659	1120109/1120110	3,353
Social services block grant	93.667	1000109/1000110	109,214
Chafee foster care independence program	93.674	9150109/9150110	2,971
Child care and development block grant - ARRA	93.713	0740109/0780109	46,262
Children's health insurance program	93.767	0540109/0540110	13,029
Medical assistance program	93.778	1200109/1200110	168,160
Total Department of Health and Human Services			<u>\$ 986,314</u>
U. S. Department of Homeland Security:			
Pass Through Payments:			
Department of Emergency Management:			
Terrorism prevention	97.004	09-A5973HS07	\$ 443,652
State homeland security program	97.073	77501-52717	<u>25,550</u>
Total U. S. Department of Homeland Security			<u>\$ 469,202</u>
Department of Agriculture:			
Pass Through Payments:			
Department of Agriculture:			
Food distribution	10.555	17901-45707	\$ 87,456
Department of Education:			
School breakfast program	10.553	17901-40591	256,328
National school lunch program	10.555	17901-40623	714,154
Child nutrition discretionary grants - ARRA	10.579	17901-40592	41,700
Schools and roads - grants to states	10.665	17901-43841	28,044
Department of Social Services:			
State administrative matching grants for the supplemental nutrition assistance program	10.561	0010109/0010110	281,698
State administrative matching grants for the supplemental nutrition assistance program - ARRA	10.561	0040109/0040110	<u>17,559</u>
Total Department of Agriculture			<u>\$ 1,426,939</u>

County of Dinwiddie, Virginia  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2010 (Continued)

Federal Grantor/State Pass - Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Housing and Urban Development:			
Pass-through payments:			
Department of Housing and Community Development:			
Community development block grants	14.228	53505-50797	<u>9,215</u>
Department of Justice:			
Direct payments:			
Bulletproof vest partnership program	16.607		\$ 5,121
Edward Byrne memorial justice assistance grant - ARRA	16.804		<u>37,290</u>
Total Department of Justice - direct payments			<u>\$ 42,411</u>
Pass Through Payments:			
Department of Criminal Justice Service:			
Forfeited assets	16.xxx		7,655
Compensation Board:			
Edward Byrne memorial justice assistance grant (JAG) program/grants to states and territories - ARRA	16.803	30712	<u>\$ 100,670</u>
Total Department of Justice - pass-through			<u>\$ 108,325</u>
Total Department of Justice			<u>\$ 150,736</u>
Department of Education:			
Direct payments:			
Fund for the improvement of education	84.215K		\$ 29,154
Safe and drug free schools and communities - national programs	84.184E		57,478
Pass Through Payments:			
Department of Education:			
Title I grants to local educational agencies	84.010	17901-42901	549,266
Title I grants to local educational agencies - ARRA	84.389	17901-42913	103,940
Special education - grants to states	84.027	17901-43071	882,793
Special education - grants to states - ARRA	84.391	17901-61245	339,206
Career and technical education - basic grants to states	84.048	17901-61095/61159	71,250
Special education - preschool grants	84.173	17901-62521	27,477
Special education - preschool grants - ARRA	84.392	17901-61247	5,695
Safe and drug free schools and communities - state grants	84.186	17901-60511	12,830
GOSAP - safe and drug free schools and communities	84.186	18204-86871	14,144
Improving teacher quality state grants	84.367	17901-61480	104,099
21st century community learning centers	84.287	17901-60565	198,428
Education technology state grants	84.318	17901-61600	6,109
Education technology state grants - ARRA	84.386	17901-60897	18,297
State fiscal stabilization fund - education state grants - recovery act	84.394	17901-62532	<u>3,069,338</u>
Total Department of Education			<u>\$ 5,489,504</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2010 (Continued)

Federal Grantor/State Pass - Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of the Interior:			
Direct Payments:			
Bureau of Land Management:			
Payments in lieu of taxes	15.226		\$ 817
Total Expenditures of Federal Awards			<u>\$ 8,532,727</u>

See accompanying notes to schedule of expenditures of federal awards.

**County of Dinwiddie, Virginia**

**Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2010**

---

Note A - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the County of Dinwiddie, Virginia under programs of the federal government for the year ended June 30, 2010. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of the County of Dinwiddie, Virginia, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the County of Dinwiddie, Virginia.

Note B - Summary of Significant Accounting Policies

(1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(2) Pass-through entity identifying numbers are presented where available.

Note 3 - Relationship to Financial Statements

Federal expenditures, revenues and capital contributions are reported in the County's basic financial statements as follows:

Intergovernmental federal revenues per the basic financial statements:	
Primary government:	
General Fund	\$ 1,455,019
Special Revenue Funds:	
County Special Revenue Fund	16,870
Capital Projects Funds:	
County Capital Projects Fund	443,652
Total primary government	\$ <u>1,915,541</u>
Component Unit Public Schools:	
School Operating Fund	\$ 5,559,248
School Special Revenue Fund	1,057,938
Total component unit public schools	\$ <u>6,617,186</u>
Total federal expenditures per basic financial statements	\$ <u>8,532,727</u>
Total federal expenditures per the Schedule of Expenditures of Federal Awards	\$ <u><u>8,532,727</u></u>



**County of Dinwiddie, Virginia**

**Schedule of Prior Year Findings and Questioned Costs  
For the year ended June 30, 2010**

---

There were no prior year findings and questioned costs.