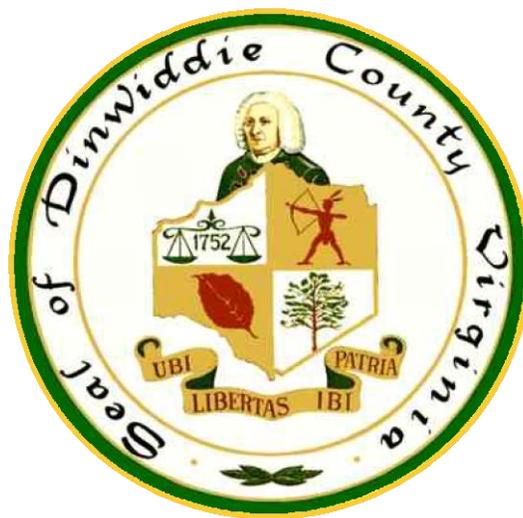


COUNTY OF DINWIDDIE, VIRGINIA



COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2011

COUNTY OF DINWIDDIE, VIRGINIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

JUNE 30, 2011

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# COUNTY OF DINWIDDIE, VIRGINIA

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## Board of Supervisors

---

Doretha E. Moody, Chairperson  
John V. Talmage, Vice-Chairperson  
Donald L. Haraway  
Daniel D. Lee  
Harrison A. Moody

## School Board

---

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

## Social Services Board

---

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

## Industrial Development Authority

---

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

## Other Officials

---

Judge of the Circuit Court..... James F. D'Alton, Jr.  
Clerk of the Circuit Court..... J. Barrett Chappell, Jr.  
Commonwealth's Attorney ..... Lisa Caruso  
Judge of the General District Court ..... Lucretia Carrico  
Judge of the Juvenile and Domestic Relations Court ..... Valentine Southall, Jr.  
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..... Ray Spicer  
Commissioner of the Revenue ..... Lori K. Stevens  
County Administrator..... W. Kevin Massengill  
County Attorney..... John Blair  
Division Chief: Finance and General Services ..... Anne Howerton  
Division Chief: Fire and EMS Services ..... Dennis Hale  
Division Chief: Planning and Community Development ..... Tammie Collins

COUNTY OF DINWIDDIE, VIRGINIA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

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# 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, 2011, 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, 2011, 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 described in Note 1 to the financial statements, the County of Dinwiddie, Virginia adopted the provisions of *GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions*, effective July 1, 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2011, 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedules of pension and OPEB funding progress be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the management discussion and analysis and schedules of funding progress in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the management's discussion and analysis and schedules of funding progress because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Dinwiddie, Virginia's, financial statements as a whole. The combining and individual nonmajor fund financial statements and schedules, and statistical section 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. The combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.



Richmond, Virginia  
November 14, 2011

## 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, 2011.

### **Financial Highlights**

Dinwiddie County's assets exceeded its liabilities at the close of fiscal year 2011 by \$39,206,903 (net assets). Of this amount, \$24,062,305 may be used to meet the primary government's ongoing obligations to citizens and creditors.

The County's net assets increased by \$133,085 in FY 2011 from FY 2010. This increase is primarily attributable to an unexpected increase in personal property assessments and collections.

As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$24,150,064, a decrease of \$3,106,951 in comparison with the prior year. The reduction in fund balance was primarily due to the spending down of Capital Improvement Plan funds for the Dinwiddie Recreation Park and other projects and the scheduled spending down of the debt service fund balance.

At the end of FY 2011, unassigned fund balance for the general fund was \$19,576,706 or 51% of total general fund expenditures and other financing uses.

The County's combined long-term obligations decreased \$5,379,415 during the current fiscal year due to scheduled principal payments being made. No additional debt was issued in FY 2011.

### **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 (IDA) 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 Statement 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 \$39,206,903 at the close of the most recent fiscal year. The following table summarizes the County's Government-Wide Statement of Net Assets:

<b>County of Dinwiddie, Virginia's Net Assets</b>		
	<b>Governmental Activities</b>	
	<b>2011</b>	<b>2010</b>
Current and other assets	\$ 39,959,043	\$ 43,314,894
Capital assets	<u>85,104,801</u>	<u>87,365,864</u>
Total assets	\$ <u>125,063,844</u>	\$ <u>130,680,758</u>
Current liabilities	\$ 14,312,844	\$ 14,606,525
Long-term liabilities outstanding	<u>71,544,097</u>	<u>76,923,512</u>
Total liabilities	\$ <u>85,856,941</u>	\$ <u>91,530,037</u>
Net assets:		
Invested in capital assets, net of related debt	\$ 15,144,598	\$ 12,183,433
Unrestricted	<u>24,062,305</u>	<u>26,967,288</u>
Total net assets	\$ <u>39,206,903</u>	\$ <u>39,150,721</u>

Governmental activities increased the County's net assets by \$133,085 during FY 2011. The following table summarizes the County's Government-Wide Statement of Activities:

<b>County of Dinwiddie, Virginia's Changes in Net Assets</b>			
<b>Governmental Activities</b>			
	<b>2011</b>		<b>2010</b>
Charges for services	\$ 3,131,775	\$	3,164,856
Operating grants and contributions	5,697,075		6,175,872
Capital grants and contributions	699,323		929,973
General property taxes	25,156,908		24,743,254
Other local taxes	3,981,395		4,919,471
Grants and other contributions not restricted	4,731,621		3,665,342
Other general revenues	1,424,903		643,657
<b>Total revenues</b>	<b>\$ 44,823,000</b>	<b>\$</b>	<b>44,242,425</b>
General government administration	\$ 2,491,383	\$	2,412,955
Judicial administration	1,101,074		1,233,507
Public safety	10,538,356		10,424,635
Public works	2,954,657		3,217,083
Health and welfare	3,615,528		3,514,474
Education	18,555,995		13,602,573
Parks, recreation, and Cultural	450,650		890,544
Community development	1,714,759		2,020,023
Interest and other fiscal Charges	3,267,513		3,510,601
<b>Total expenses</b>	<b>\$ 44,689,915</b>	<b>\$</b>	<b>40,826,395</b>
<b>Change in net assets</b>	<b>\$ 133,085</b>	<b>\$</b>	<b>3,416,030</b>
Net assets, beginning of year, as restated (See Note 17)	39,073,818		35,734,691
<b>Net assets, end of year</b>	<b>\$ 39,206,903</b>	<b>\$</b>	<b>39,150,721</b>

### **Fund Financial Statement Analysis**

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, unassigned 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 expenditure budget and the final amended expenditure budget amounted to \$1,901,513 and was due primarily to the transfer of the School's FY 2010 operating fund balance back to the Schools and also several grants that were awarded and received during FY 2011 from the Library of Virginia and Homeland Security.

During the year, revenues and other sources exceeded the budgetary estimates by \$2,160,214. This was primarily due to greater than expected real estate and personal property tax collections. Expenditures and other financing uses were less than budgetary estimates by \$960,434 -- \$273,111 from savings generated by the School Board, \$362,961 from unexpended social services funds, and the remainder from savings related to public works expenditures.

The final budget included an anticipated draw on beginning fund balance of \$3,068,005 for capital projects and scheduled debt service payments. However, given the increase in tax revenue and the expenditure savings, the actual change in the general fund balance for FY 2011 was an increase of \$52,643. 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, 2011 amounted to \$85,104,801 (net of accumulated depreciation). A prior year adjustment was made to the June 30, 2010 ending balance of \$76,903 due to deletion of fixed assets recorded in the prior year in error. 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 and Note 17 of this report.

Long-term debt - At the end of the current fiscal year, the County had total bonded debt outstanding of \$69,960,203. Of this amount, \$16,643,284 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 - lease/revenue bonds. The County's total outstanding debt decreased by \$5,222,228 during FY 2011.

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, 2011, the County's unemployment rate of 6.9% fell in between the state's average unemployment rate of 6.0% and the national average rate of 9.2% at June, 2011. 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 2012 fiscal year.

The upcoming FY 2012 overall budget shows decrease of 2.8% due to decreased local economy-driven revenues, state revenue reductions, and a continuation of FY 2011'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 2012 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.

*BASIC FINANCIAL STATEMENTS*

*GOVERNMENT-WIDE FINANCIAL STATEMENTS*

**County of Dinwiddie, Virginia**  
**Statement of Net Assets**  
**June 30, 2011**

	<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	\$ 20,517,866	\$ 2,352,033	\$ 154,485
Receivables (net of allowance for uncollectibles):			
Taxes receivable	15,143,596	-	-
Accounts receivable	512,027	33,441	-
Due from other governmental units	3,364,373	3,756,546	-
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents (in custody of others)	421,181	-	-
Capital assets (net of accumulated depreciation):			
Land	3,803,117	1,349,053	-
Buildings and system	70,440,251	27,313,691	-
Machinery and equipment	4,595,258	1,929,348	-
Construction in progress	6,266,175	-	-
Total assets	<u>\$ 125,063,844</u>	<u>\$ 36,734,112</u>	<u>\$ 154,485</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 573,158	\$ 454,921	-
Accrued liabilities	-	3,686,303	-
Accrued interest payable	1,280,306	-	-
Unearned revenue	12,459,380	-	-
Long-term liabilities:			
Due within one year	5,417,934	100,139	-
Due in more than one year	66,126,163	1,089,795	-
Total liabilities	<u>\$ 85,856,941</u>	<u>\$ 5,604,269</u>	<u>\$ -</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	\$ 15,144,598	\$ 30,592,092	\$ -
Unrestricted (deficit)	24,062,305	537,751	154,485
Total net assets	<u>\$ 39,206,903</u>	<u>\$ 31,129,843</u>	<u>\$ 154,485</u>
Total liabilities and net assets	<u>\$ 125,063,844</u>	<u>\$ 36,734,112</u>	<u>\$ 154,485</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, 2011

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	School Board	IDA
<b>PRIMARY GOVERNMENT:</b>							
Governmental activities:							
General government administration	\$ 2,491,383	\$ -	\$ 233,236	\$ -	(2,258,147)	\$ -	-
Judicial administration	1,101,074	1,339,915	607,933	-	846,774	-	-
Public safety	10,538,356	1,018,918	2,173,158	-	(7,346,280)	-	-
Public works	2,954,657	627,203	1,699	-	(2,325,755)	-	-
Health and welfare	3,615,528	-	2,624,173	-	(991,355)	-	-
Education	18,555,995	-	-	-	(18,555,995)	-	-
Parks, recreation, and cultural	450,650	145,027	-	-	(305,623)	-	-
Community development	1,714,759	712	56,876	699,323	(957,848)	-	-
Interest on long-term debt	3,267,513	-	-	-	(3,267,513)	-	-
Total governmental activities	\$ 44,689,915	\$ 3,131,775	\$ 5,697,075	\$ 699,323	\$ (35,161,742)	\$ -	\$ -
<b>COMPONENT UNITS:</b>							
School Board	\$ 43,469,367	\$ 672,947	\$ 29,388,831	\$ -	-	\$ (13,407,589)	\$ -
Industrial Development Authority	1,053,923	-	781,739	-	-	-	(272,184)
Total component units	\$ 44,523,290	\$ 672,947	\$ 30,170,570	\$ -	-	\$ (13,407,589)	\$ (272,184)
General revenues:							
General property taxes					25,156,908	\$ -	-
Local sales and use taxes					1,203,733	-	-
Consumers' utility taxes					532,818	-	-
Business license taxes					627,762	-	-
Other local taxes					1,617,082	-	-
Unrestricted revenues from use of money and property					148,742	620	600
Miscellaneous					873,653	94,699	-
Grants and contributions not restricted to specific programs					4,731,621	-	-
Payment from Dinwiddie County					-	17,875,788	-
Payment from Dinwiddie County School Board					402,508	-	-
Total general revenues					\$ 35,294,827	\$ 17,971,107	\$ 600
Change in net assets					133,085	4,563,518	(271,584)
Net assets - beginning, as restated					\$ 39,073,818	\$ 26,566,325	\$ 426,069
Net assets - ending					\$ 39,206,903	\$ 31,129,843	\$ 154,485

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

*FUND FINANCIAL STATEMENTS*

County of Dinwiddie, Virginia  
Balance Sheet  
Governmental Funds  
June 30, 2011

	<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	\$ 17,573,853	\$ 1,890,447	\$ 1,222,675	\$ 252,072	\$ 20,939,047
Receivables (net of allowance for uncollectibles):					
Taxes receivable	15,143,596	-	-	-	15,143,596
Accounts receivable	477,834	-	-	34,193	512,027
Due from other governmental units	3,154,885	-	-	209,488	3,364,373
Total assets	<u>\$ 36,350,168</u>	<u>\$ 1,890,447</u>	<u>\$ 1,222,675</u>	<u>\$ 495,753</u>	<u>\$ 39,959,043</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 518,985	\$ 20,712	\$ 30,092	\$ 3,369	\$ 573,158
Deferred revenue	15,235,821	-	-	-	15,235,821
Total liabilities	<u>\$ 15,754,806</u>	<u>\$ 20,712</u>	<u>\$ 30,092</u>	<u>\$ 3,369</u>	<u>\$ 15,808,979</u>
Fund balances:					
Restricted	\$ 226,025	\$ 299,364	\$ 121,817	\$ 267,720	\$ 914,926
Committed	792,632	1,570,371	1,070,766	224,664	3,658,433
Unassigned	19,576,705	-	-	-	19,576,705
Total fund balances	<u>\$ 20,595,362</u>	<u>\$ 1,869,735</u>	<u>\$ 1,192,583</u>	<u>\$ 492,384</u>	<u>\$ 24,150,064</u>
Total liabilities and fund balances	<u>\$ 36,350,168</u>	<u>\$ 1,890,447</u>	<u>\$ 1,222,675</u>	<u>\$ 495,753</u>	<u>\$ 39,959,043</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, 2011**

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

Total fund balances per Exhibit 3 - Balance Sheet - Governmental Funds	\$ 24,150,064
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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	\$ 107,896,361	
Less: accumulated depreciation	<u>(22,791,560)</u>	85,104,801

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	2,776,441
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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	\$ (52,136,200)	
General obligation bonds	(16,643,284)	
Compensated absences	(494,033)	
Landfill postclosure care	(1,067,555)	
OPEB liability	(22,306)	
Issuance premium	(1,180,719)	
Accrued interest payable	<u>(1,280,306)</u>	(72,824,403)

Net assets of governmental activities	<u><u>\$ 39,206,903</u></u>
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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, 2011**

	<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	\$ 25,198,581	\$ -	\$ -	\$ -	\$ 25,198,581
Other local taxes	3,981,395	-	-	-	3,981,395
Permits, privilege fees, and regulatory licenses	219,773	-	-	-	219,773
Fines and forfeitures	1,335,399	-	-	-	1,335,399
Revenue from the use of money and property	147,095	-	786	861	148,742
Charges for services	1,573,821	-	-	2,782	1,576,603
Miscellaneous	406,996	-	356,003	110,654	873,653
Recovered costs	141,444	-	-	-	141,444
Intergovernmental revenues:					
Local government	-	275,008	127,500	-	402,508
Commonwealth	8,277,071	-	53,853	827,523	9,158,447
Federal	1,324,102	-	-	645,470	1,969,572
Total revenues	<u>\$ 42,605,677</u>	<u>\$ 275,008</u>	<u>\$ 538,142</u>	<u>\$ 1,587,290</u>	<u>\$ 45,006,117</u>
<b>EXPENDITURES</b>					
Current:					
General government administration	\$ 2,317,414	\$ -	\$ -	\$ -	\$ 2,317,414
Judicial administration	922,006	-	-	10,170	932,176
Public safety	9,779,201	-	-	161,160	9,940,361
Public works	2,960,762	65,800	-	8,002	3,034,564
Health and welfare	2,645,822	-	-	973,369	3,619,191
Education	13,218,360	-	-	-	13,218,360
Parks, recreation, and cultural	953,983	-	-	-	953,983
Community development	970,449	866,864	-	636,405	2,473,718
Capital projects	-	-	3,047,106	-	3,047,106
Debt service:					
Principal retirement	-	5,163,875	-	-	5,163,875
Interest and other fiscal charges	-	3,412,320	-	-	3,412,320
Total expenditures	<u>\$ 33,767,997</u>	<u>\$ 9,508,859</u>	<u>\$ 3,047,106</u>	<u>\$ 1,789,106</u>	<u>\$ 48,113,068</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 8,837,680</u>	<u>\$ (9,233,851)</u>	<u>\$ (2,508,964)</u>	<u>\$ (201,816)</u>	<u>\$ (3,106,951)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	\$ -	\$ 7,560,537	\$ 912,500	\$ 312,000	\$ 8,785,037
Transfers out	(8,785,037)	-	-	-	(8,785,037)
Total other financing sources (uses)	<u>\$ (8,785,037)</u>	<u>\$ 7,560,537</u>	<u>\$ 912,500</u>	<u>\$ 312,000</u>	<u>\$ -</u>
Net change in fund balances	\$ 52,643	\$ (1,673,314)	\$ (1,596,464)	\$ 110,184	\$ (3,106,951)
Fund balances - beginning	20,542,719	3,543,049	2,789,047	382,200	27,257,015
Fund balances - ending	<u>\$ 20,595,362</u>	<u>\$ 1,869,735</u>	<u>\$ 1,192,583</u>	<u>\$ 492,384</u>	<u>\$ 24,150,064</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, 2011**

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

Net change in fund balances - total governmental funds \$ (3,106,951)

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	\$ (393,714)	
Depreciation expense	(1,790,446)	(2,184,160)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (41,673)

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	\$ 1,437,775	
Principal retirement on lease revenue bonds	3,726,100	
Amortization of bond premium	58,353	
Decrease of landfill postclosure liability	55,828	5,278,056

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	\$ 107,165	
(Increase) decrease in accrued interest	86,454	
(Increase) decrease in OPEB liability	(5,806)	187,813

Change in net assets of governmental activities \$ 133,085

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, 2011**

	<b>Private-Purpose Trusts</b>	<b>Agency Funds</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,289,113	\$ 62,582
Investments	5,007,754	-
Receivables:		
Other receivables	7,113	-
Total assets	\$ 6,303,980	\$ 62,582
<b>LIABILITIES</b>		
Amounts held for social services clients	\$ -	\$ 52,695
Amounts held for inmates	-	9,887
Total liabilities	\$ -	\$ 62,582
<b>NET ASSETS</b>		
Held in trust for scholarships	\$ 6,303,980	\$ -
Total net assets	\$ 6,303,980	\$ -
Total liabilities and net assets	\$ 6,303,980	\$ 62,582

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, 2011**

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	<b>Private Purpose Trust Funds</b>
<b>ADDITIONS</b>	
Investment earnings (losses)	\$ 540,645
Private donations	634
Total additions	\$ 541,279
 <b>DEDUCTIONS</b>	
Scholarships	\$ 155,564
Change in net assets	385,715
Net assets - beginning	\$ 5,918,265
Net assets - ending	\$ 6,303,980

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

*NOTES TO THE FINANCIAL STATEMENTS*

# COUNTY OF DINWIDDIE, VIRGINIA

## Notes to Financial Statements As of June 30, 2011

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

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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).

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

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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, 2011.

*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, 2011.

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

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**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, 2011. 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 and report all financial transactions and resources except those required to be accounted for and report 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.

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

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

Debt Service Funds - The Debt Service Fund accounts for and reports financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should also be used to report financial resources being accumulated for future debt service. 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.

Capital Projects Funds - The Capital Projects Fund accounts for and reports financial resources that are restricted, committed or assigned to expenditure for capital outlays, except for those financed by proprietary funds or for assets held in trust for individuals, private organizations, or other governments. 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 and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. 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 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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

**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 \$744,480 at June 30, 2011 and is comprised of \$713,713 property taxes and \$30,767 real estate taxes.

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

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

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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. 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.

M. 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.

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

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**N. Fund Equity**

Beginning with fiscal year 2011, the County implemented GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance - amounts that are not in spendable form (such as inventory and prepaids) or are required to be maintained intact (corpus of a permanent fund);
- Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance - amounts that are available for any purpose; positive amounts are only reported in the general fund.

When fund balance resources are available for a specific purpose in more than one classification, it is the County's policy to use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed.

Board of Supervisors establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by Board of Supervisors through adoption or amendment of the budget as intended for specific purpose (such as the purchase of capital assets, construction, debt service, or for other purposes).

In the general fund, the County strives to maintain an unassigned fund balance to be used for unanticipated emergencies of approximately 15% of the actual GAAP basis expenditures and other financing sources and uses.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

**N. Fund Equity (Continued)**

The details of governmental fund balances, as presented in aggregate on Exhibit 3, are as follows:

	<u>General</u>	<u>County Debt Service</u>	<u>County Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Fund balances:					
Restricted for:					
Advance to airport	\$ 192,984	\$ -	\$ -	\$ -	\$ 192,984
Jail phone commission	33,041	-	-	-	33,041
Forfeited assets	-	-	-	69,103	69,103
Fire programs	-	-	-	137,394	137,394
Community development block grant	-	-	-	57,047	57,047
Law library	-	-	-	4,176	4,176
School construction	-	-	121,817	-	121,817
County debt service	-	299,364	-	-	299,364
Total restricted fund balance	<u>\$ 226,025</u>	<u>\$ 299,364</u>	<u>\$ 121,817</u>	<u>\$ 267,720</u>	<u>\$ 914,926</u>
Committed to:					
Annual debt service	\$ 101,849	\$ -	\$ -	\$ -	\$ 101,849
Recreation	43,878	-	-	-	43,878
Community development	646,905	-	-	-	646,905
Comprehensive services	-	-	-	104,947	104,947
Litter grant	-	-	-	117,487	117,487
Sesquicentennial committee	-	-	-	2,230	2,230
School construction	-	-	471,302	-	471,302
County capital projects	-	-	599,464	-	599,464
County debt service	-	1,516,920	-	-	1,516,920
School debt service	-	53,451	-	-	53,451
Total committed fund balance	<u>\$ 792,632</u>	<u>\$ 1,570,371</u>	<u>\$ 1,070,766</u>	<u>\$ 224,664</u>	<u>\$ 3,658,433</u>
Unassigned fund balance	<u>\$ 19,576,705</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,576,705</u>
Total fund balances	<u>\$ 20,595,362</u>	<u>\$ 1,869,735</u>	<u>\$ 1,192,583</u>	<u>\$ 492,384</u>	<u>\$ 24,150,064</u>

## COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

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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, 2011.

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

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#### Deposits

Deposits with banks are covered by the Federal Deposit Insurance Corporation (FDIC) and collateralized in accordance with the Virginia Security for Public Deposits Act (the "Act") Section 2.2-4400 et. Seq. of the Code of Virginia. Under the Act, banks and savings institutions holding public deposits in excess of amount insured by the FDIC must pledge collateral to the Commonwealth of Virginia Treasury Board. Financial Institutions may choose between two collateralization methodologies and depending upon that choice, will pledge collateral that ranges in the amounts from 50% to 130% of excess deposits. Accordingly, all deposits are considered fully collateralized.

#### 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, 2011 (Continued)

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

**Credit Risk of Debt Securities**

The County's rated debt investments as of June 30, 2011 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										
	AAA <sub>m</sub>	AAA	AA	AA+	AA-	A	A-	BBB	B+	BBB-	Unrated
Local Government Investment Pool	\$ 4,148,432	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Non-Arbitrage Pool	121,817	-	-	-	-	-	-	-	-	-	-
Money Market Mutual Fund	230,029	-	-	-	-	-	-	-	-	-	-
Corporate Debt	-	-	-	944,587	76,338	-	-	-	-	-	116,224
Municipal/Public Bonds	-	887,167	50,016	264,309	-	438,856	403,410	112,856	113,364	174,337	14,954
Total	\$ 4,500,278	\$ 887,167	\$ 50,016	\$ 1,208,896	\$ 76,338	\$ 438,856	\$ 403,410	\$ 112,856	\$ 113,364	\$ 174,337	\$ 131,178

**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)**

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than</u>			<u>Greater Than</u>
		<u>1 Year</u>	<u>1-5 Years</u>	<u>6-10 Years</u>	<u>10 Years</u>
Corporate Debt	\$ 1,137,149	\$ 128,910	\$ -	\$ -	\$ 1,008,239
Municipal/Public Bonds	2,459,269	913,344	303,102	6,812	1,236,011
Total	\$ 3,596,418	\$ 1,042,254	\$ 303,102	\$ 6,812	\$ 2,244,250

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 \$3,633,753 at June 30, 2011. 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, 2011 (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, 2011, 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	\$ 273,111	\$ -
Dinwiddie County Airport Authority	192,984	-
Commonwealth of Virginia:		
Local sales tax	226,097	-
Welfare	56,053	-
Mobile home titling tax	6,313	-
Rolling stock tax	2,438	-
State Sales Tax	-	734,020
School fund grants	-	258,000
Constitutional officer reimbursements	212,834	-
Recordation tax	10,927	-
Personal property tax relief act	1,875,641	-
Victim witness	12,107	-
Jail funds	27,120	-
Communications tax	146,272	-
Forfeited assets	603	-
Fire programs	7,921	-
Wireless grant	6,667	-
Forestry grant	5,000	-
Criminal justice services grant	3,445	-
Comprehensive service	200,964	-
Federal Government:		
School fund grants	-	2,764,526
Welfare	97,876	-
Total due from other governments	\$ <u>3,364,373</u>	\$ <u>3,756,546</u>

At June 30, 2011, amounts due to other local governments are as follows:

Other Local Governments:		
County of Dinwiddie	\$ -	\$ <u>273,111</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

**Note 5—Capital Assets:**

The following is a summary of changes in capital assets for the fiscal year ended June 30, 2011:

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
Capital assets not subject to depreciation:				
Land	\$ 3,155,494	\$ 647,623	\$ -	\$ 3,803,117
Construction in progress	4,415,885	1,850,290	-	6,266,175
Total capital assets not subject to depreciation	<u>\$ 7,571,379</u>	<u>\$ 2,497,913</u>	<u>\$ -</u>	<u>\$ 10,069,292</u>
Capital assets subject to depreciation:				
Buildings and system	\$ 14,149,919	\$ 954,600	\$ 15,000	\$ 15,089,519
Machinery and equipment	13,151,958	420,248	458,692	13,113,514
Jointly owned assets	73,890,511	298,553	4,565,028	69,624,036
Total capital assets being depreciated	<u>\$ 101,192,388</u>	<u>\$ 1,673,401</u>	<u>\$ 5,038,720</u>	<u>\$ 97,827,069</u>
Less accumulated depreciation for:				
Buildings and system	\$ 5,403,570	\$ 411,482	\$ 15,000	\$ 5,800,052
Machinery and equipment	7,693,384	1,283,564	458,692	8,518,256
Jointly owned assets	8,377,852	641,369	545,969	8,473,252
Total accumulated depreciation	<u>\$ 21,474,806</u>	<u>\$ 2,336,415</u>	<u>\$ 1,019,661</u>	<u>\$ 22,791,560</u>
Total capital assets subject to depreciation, net	<u>\$ 79,717,582</u>	<u>\$ (663,014)</u>	<u>\$ 4,019,059</u>	<u>\$ 75,035,509</u>
Governmental activities capital assets, net	<u>\$ 87,288,961</u>	<u>\$ 1,834,899</u>	<u>\$ 4,019,059</u>	<u>\$ 85,104,801</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

*Note 5—Capital Assets: (Continued)*

The following is a summary of changes in capital assets for the fiscal year ended June 30, 2011:

Component Unit-School Board:	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
Capital assets not subject to depreciation:				
Land	\$ 1,470,455	\$ -	\$ 121,402	\$ 1,349,053
Total capital assets not subject to depreciation	<u>\$ 1,470,455</u>	<u>\$ -</u>	<u>\$ 121,402</u>	<u>\$ 1,349,053</u>
Capital assets subject to depreciation:				
Machinery and equipment	\$ 6,825,746	\$ 301,113	\$ 198,241	\$ 6,928,618
Buildings and system	17,705	-	-	17,705
Jointly owned assets	<u>26,517,212</u>	<u>4,565,028</u>	<u>-</u>	<u>31,082,240</u>
Total capital assets subject to depreciation	<u>\$ 33,360,663</u>	<u>\$ 4,866,141</u>	<u>\$ 198,241</u>	<u>\$ 38,028,563</u>
Less: accumulated depreciation for:				
Machinery and equipment	\$ 4,747,977	\$ 449,534	\$ 198,241	\$ 4,999,270
Buildings and system	1,771	1,771	-	3,542
Jointly owned assets	<u>3,006,574</u>	<u>776,138</u>	<u>-</u>	<u>3,782,712</u>
Total accumulated depreciation	<u>\$ 7,756,322</u>	<u>\$ 1,227,443</u>	<u>\$ 198,241</u>	<u>\$ 8,785,524</u>
Total capital assets subject to depreciation, net	<u>\$ 25,604,341</u>	<u>\$ 3,638,698</u>	<u>\$ -</u>	<u>\$ 29,243,039</u>
Component unit school board capital assets, net	<u>\$ 27,074,796</u>	<u>\$ 3,638,698</u>	<u>\$ 121,402</u>	<u>\$ 30,592,092</u>

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

Governmental activities:

General government	\$ 170,044
Judicial administration	170,403
Public safety	1,146,449
Public works	96,213
Health and welfare	28,368
Education	641,371
Parks, recreation and cultural	50,358
Community development	<u>33,209</u>

Total Governmental activities \$ 2,336,415

Component Unit School Board \$ 1,227,443

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

**Note 6—Interfund Transfers:**

Interfund transfers for the year ended June 30, 2011, consisted of the following:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Primary Government:		
General Fund	\$ -	\$ 8,785,037
County debt service fund	7,560,537	-
County capital projects fund	912,500	-
County special revenue fund	312,000	-
	<u>8,785,037</u>	<u>8,785,037</u>
Total	<u>\$ 8,785,037</u>	<u>\$ 8,785,037</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, 2011:

	<u>Amounts Payable at July 1, 2010</u>	<u>Increases</u>	<u>Decreases</u>	<u>Amounts Payable at June 30, 2011</u>	<u>Amounts Due Within One Year</u>
Governmental Obligations:					
Incurred by County:					
Claims, judgments and compensated absences payable	\$ 601,198	\$ -	\$ 107,165	\$ 494,033	\$ 49,403
Lease revenue bonds	8,430,700	-	802,000	7,628,700	845,100
OPEB liability	16,500	35,206	29,400	22,306	-
Landfill postclosure care	1,123,383	-	55,828	1,067,555	-
Total incurred by County	<u>\$ 10,171,781</u>	<u>\$ 35,206</u>	<u>\$ 994,393</u>	<u>\$ 9,212,594</u>	<u>\$ 894,503</u>
Incurred by School Board:					
General Obligation Bonds	\$ 18,081,059	\$ -	\$ 1,437,775	\$ 16,643,284	\$ 1,483,831
Lease Revenue Bonds	47,431,600	-	2,924,100	44,507,500	3,039,600
Add deferred amounts: For issuance premium	1,239,072	-	58,353	1,180,719	-
Total incurred by School Board	<u>\$ 66,751,731</u>	<u>\$ -</u>	<u>\$ 4,420,228</u>	<u>\$ 62,331,503</u>	<u>\$ 4,523,431</u>
Total Governmental Obligations	<u>\$ 76,923,512</u>	<u>\$ 35,206</u>	<u>\$ 5,414,621</u>	<u>\$ 71,544,097</u>	<u>\$ 5,417,934</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

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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
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>7,628,700</u>	\$ <u>1,616,030</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (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
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	739,020	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	\$ 16,643,284	\$ 5,955,214	\$ 44,507,500	\$ 26,178,925

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

Primary Government: (continued)

General Obligations:

Incurring 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%.	\$	1,130,000
\$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.		1,853,700
\$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>3,345,000</u>
Total Lease Revenue Bonds	\$	7,628,700
Landfill postclosure cost		1,067,555
OPEB liability		22,306
Compensated absences		<u>494,033</u>
Total incurred by County	\$	<u><u>9,212,594</u></u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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Note 7—Long-Term Obligations: (Continued)

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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%	\$ 25,000
\$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%	1,369,077
\$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%	821,447
\$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%	1,369,077
\$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	445,083
\$5,810,323 2007A Series School Bonds, maturing annually in installments of varying amounts through July 15, 2027, interest at 5.10%.	5,112,593
\$5,810,323 2007B Series School Bonds, maturing annually in installments of varying amounts through July 15, 2027, interest at 5.10%.	5,112,593
\$4,209,598, School VPSA Loan payable, maturing on July 15, 2021, interest payable at various rates semi-annually	<u>2,388,414</u>
Total General Obligation Bonds	<u>\$ 16,643,284</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

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Incurring by School Board: (Continued)

Lease Revenue Bonds:

\$4,935,000 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%.	\$ 2,945,000
\$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%.	37,285,000
\$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%.	2,976,600
\$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>1,300,900</u>
Total Lease Revenue Bonds	\$ <u>44,507,500</u>
Unamortized bond premium	\$ <u>1,180,719</u>
Total Incurred by School Board	\$ <u>62,331,503</u>
Total General Obligations, Primary Government	\$ <u><u>71,544,097</u></u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (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, 2011:

	<u>Amounts Payable at July 1, 2010</u>	<u>Increases</u>	<u>Decreases</u>	<u>Amounts Payable at June 30, 2011</u>	<u>Amounts Due Within One Year</u>
Component Unit-School Board:					
Compensated absences	\$ 1,105,108	\$ 6,789	\$ 110,511	\$ 1,001,386	\$ 100,139
OPEB liability	<u>137,500</u>	<u>207,948</u>	<u>156,900</u>	<u>188,548</u>	<u>-</u>
Total Component Unit School Board	<u>\$ 1,242,608</u>	<u>\$ 214,737</u>	<u>\$ 267,411</u>	<u>\$ 1,189,934</u>	<u>\$ 100,139</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, 2011, represents the estimated liability for postclosure monitoring, of \$1,067,555 over a period of eighteen years. These amounts are based on what it would cost to perform all postclosure care in 2011. 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 \$15,235,821 is comprised of the following:

Deferred Property Tax Revenue - Deferred revenue representing uncollected tax billings not available for funding of current expenditures totaled \$14,749,539 at June 30, 2011.

Prepaid Property Taxes - Property taxes due subsequent to June 30, 2011 but paid in advance by the taxpayers totaled \$486,282 at June 30, 2011.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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**Note 10—Contingent Liabilities:**

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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, 2011:

<u>Contractor</u>	<u>Project</u>	<u>Amount</u>
Messer Contracting LLC	Sports Complex Irrigation	\$ 36,965

**Note 11—Litigation:**

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At June 30, 2011, 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:**

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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.

*Note 13 – Defined Benefit Pension Plan:*

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**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 (professional) employees of public school divisions and employees of participating employers are automatically covered by VRS upon employment. Benefits vest after five years of service credit. Members earn one month of service credit for each month they are employed and their employer is paying into the VRS. Members are eligible to purchase prior public service, active duty military service, certain periods of leave and previously refunded VRS service as credit in their plan.

VRS administers two defined benefit plans for local government employees – Plan 1 and Plan 2:

- Members hired before July 1, 2010 and who have service credits before July 1, 2010 are covered under Plan 1. Non-hazardous duty members are eligible for an unreduced retirement benefit beginning at age 65 with at least five years of service credit or age 50 with at least 30 years of service credit. They may retire with a reduced benefit early at age 55 with at least 10 years of service credit or age 50 with at least five years of service credit.
- Members hired or rehired on or after July 1, 2010 and who have no service credits before July 1, 2010 are covered under Plan 2. Non-hazardous duty members are eligible for an unreduced benefit beginning at their normal Social Security retirement age with at least five years of service credit or when the sum of their age and service equals 90. They may retire with a reduced benefit as early as age 60 with a least five years of service credit.
- Eligible hazardous duty members in Plan 1 and Plan 2 are eligible for an unreduced benefit beginning at age 60 with at least 5 years of service credit or age 50 with at least 25 years of service credit. These members include sheriffs, deputy sheriffs and hazardous duty employees of political subdivisions that have elected to provide enhanced coverage for hazardous duty service. They may retire with a reduced benefit as early as age 50 with at least five years of service credit. All other provisions of the members plan apply.

The VRS Basic Benefit is a lifetime monthly benefit based on a retirement multiplier as a percentage of the member's average final compensation multiplied by the member's total service credit. Under Plan 1, average final compensation is the average of the member's 36 consecutive months of highest compensation. Under Plan 2, average final compensation is the average of the member's 60 consecutive months of highest compensation. The retirement multiplier for non-hazardous duty members is 1.70%. The retirement multiplier for sheriffs and regional jail superintendents is 1.85%. The retirement multiplier for eligible political subdivision hazardous duty employees other than sheriffs and jail superintendents is 1.70% or 1.85% as elected by the employer. At retirement, members can elect the Basic Benefit, the Survivor Option, a Partial Lump-Sum Option Payment (PLOP) or the Advance Pension Option. A retirement reduction factor is applied to the Basic Benefit amount for members electing the Survivor Option, PLOP or Advance Pension Option or those retiring with a reduced benefit.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

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**Primary Government: (Continued)**

**A. Plan Description (Continued)**

Retirees are eligible for an annual cost-of-living adjustment (COLA) effective July 1, of the second calendar year of retirement. Under Plan 1, the COLA cannot exceed 5.00%; under Plan 2, the COLA cannot exceed 6.00%. During years of no inflation or deflation, the COLA is 0.00%. 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 the report may be obtained from the VRS Website at:

<http://varetire.org/Pdf/Publications/2010-annual-report.pdf>

or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA 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 compensation toward their retirement. All or part of the 5.00% member contribution may be assumed by the employer. As of July 1, 2010, Plan 2 members assume the 5.00%, while Plan 1 members have their 5.00% paid by the County. 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 2011 was 11.39% and 8.85% of annual covered payroll, respectively.

The Dinwiddie County School Board professional employees current rate is 3.93% 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, 2011, 2010, and 2009 were \$838,593, \$1,385,422, and \$1,994,321, respectively, and equal to the required contributions for each year.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

**C. Annual Pension Cost**

For fiscal year 2011, the County’s annual pension cost of \$1,275,134 (which includes the portion of the employee share assumed by the employer which was \$388,998) was equal to the County’s required and actual contributions.

For the fiscal year 2011, the County School Board’s annual pension cost for the Board’s non-professional employees was \$202,076 (which includes the portion of the employees share assumed by the County which was \$72,952) which was equal to the Board’s required and actual contributions.

**Three Year Trend Information**

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC) (1)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
County:			
June 30, 2011	\$ 886,136	100%	\$ -
June 30, 2010	696,359	100%	-
June 30, 2009	703,987	100%	-
School Board:			
Non-Professional:			
June 30, 2011	\$ 129,124	100%	\$ -
June 30, 2010	128,323	100%	-
June 30, 2009	143,932	100%	-

(1) Employer portion only

The fiscal year 2011 required contribution was determined as part of the June 30, 2009 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at June 30, 2009 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 the 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. The 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, 2009 for the Unfunded Actuarial Accrued Liability (UAAL) was 20 years.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements  
As of June 30, 2011 (Continued)

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

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

As of June 30, 2010, the most recent actuarial valuation date, the plan was 74.33% funded. The actuarial accrued liability for benefits was \$29,848,118, and the actuarial value of assets was \$22,186,685, resulting in an unfunded actuarial accrued liability (UAAL) of \$7,661,433. The covered payroll (annual payroll of active employees covered by the plan) was \$7,830,223, and ratio of the UAAL to the covered payroll was 97.84%.

As of June 30, 2010, the most recent actuarial valuation date, the School Board's Non-Professions plan was 81.49% funded. The actuarial accrued liability for benefits was \$7,032,684 and the actuarial value of assets was \$5,730,922, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,301,762. The covered payroll (annual payroll of active employees covered by the plan) was \$1,487,998 and ratio of the UAAL to the covered payroll was 87.48%.

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 (AAL) for benefits.

*Note 14 – Surety Bonds:*

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	<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:*

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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, 2011 (Continued)

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

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#### 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 37 retirees and 5 spouses on their plan. The County has 7 retirees and 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, 2011 (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	\$ 35,500	\$ 210,400
Interest on net OPEB obligation	660	5,500
Adjustment to annual required contribution	(954)	(7,952)
Annual OPEB cost (expense)	<u>\$ 35,206</u>	<u>\$ 207,948</u>
Estimated Contributions made	<u>(29,400)</u>	<u>(156,900)</u>
Increase in net OPEB obligation	5,806	51,048
Net OPEB obligation-beginning of year	16,500	137,500
Net OPEB obligation-end of year	<u><u>\$ 22,306</u></u>	<u><u>\$ 188,548</u></u>

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 2011 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 :			
6/30/2011	\$ 35,206	83.51%	\$ 22,306
6/30/2010	29,134	74.48%	16,500
6/30/2009	28,666	68.37%	9,066
Schools:			
6/30/2011	\$ 207,948	75.45%	\$ 188,548
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, 2011, the County's actuarial accrued liability for benefits was \$436,900, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$7,803,100, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 5.60 percent.

As of January 1, 2011 the School Board's actuarial accrued liability for benefits was \$1,750,300, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$19,901,700, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 8.79 percent.

Note 15-Postemployment Benefits Other Than Pensions: (Continued)

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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 2011 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, 2011 was thirty years.

**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 .60% of annual covered payroll. The School Board's contributions to VRS for the years ended June 30, 2011, 2010, and 2009 were \$128,029, \$163,546, and \$244,480, respectively and equaled the required contributions for each year.

**Note 17-Adjustment to Beginning Net Assets:**

The following adjustment was made to beginning net assets at July 1, 2010:

	<u>Governmental Activities</u>
Net assets as previously reported	\$ 39,150,721
Deletion of assets recorded in prior year in error	(473,692)
Related accumulated depreciation of assets	<u>396,789</u>
Net assets as restated	<u><u>\$ 39,073,818</u></u>

*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.*

**County of Dinwiddie, Virginia**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
General property taxes	\$ 23,758,651	\$ 23,758,651	\$ 25,198,581	\$ 1,439,930
Other local taxes	3,648,000	3,648,000	3,981,395	333,395
Permits, privilege fees, and regulatory licenses	239,850	239,850	219,773	(20,077)
Fines and forfeitures	1,007,925	1,007,925	1,335,399	327,474
Revenue from the use of money and property	158,412	158,412	147,095	(11,317)
Charges for services	1,435,553	1,435,553	1,573,821	138,268
Miscellaneous	75,840	75,840	406,996	331,156
Recovered costs	71,551	71,551	141,444	69,893
Intergovernmental revenues:				
Commonwealth	8,439,266	8,563,494	8,277,071	(286,423)
Federal	1,435,324	1,486,187	1,324,102	(162,085)
Total revenues	\$ 40,270,372	\$ 40,445,463	\$ 42,605,677	\$ 2,160,214
<b>EXPENDITURES</b>				
Current:				
General government administration	\$ 2,280,187	\$ 2,328,814	\$ 2,317,414	\$ 11,400
Judicial administration	957,314	974,266	922,006	52,260
Public safety	9,651,685	9,832,257	9,779,201	53,056
Public works	3,098,525	3,087,762	2,960,762	127,000
Health and welfare	3,008,783	3,008,783	2,645,822	362,961
Education	11,844,287	13,491,471	13,218,360	273,111
Parks, recreation, and cultural	948,924	953,357	953,983	(626)
Community development	1,037,213	1,051,721	970,449	81,272
Total expenditures	\$ 32,826,918	\$ 34,728,431	\$ 33,767,997	\$ 960,434
Excess (deficiency) of revenues over (under) expenditures	\$ 7,443,454	\$ 5,717,032	\$ 8,837,680	\$ 3,120,648
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	\$ (8,597,537)	\$ (8,785,037)	\$ (8,785,037)	\$ -
Total other financing sources and uses	\$ (8,597,537)	\$ (8,785,037)	\$ (8,785,037)	\$ -
Net change in fund balances	\$ (1,154,083)	\$ (3,068,005)	\$ 52,643	\$ 3,120,648
Fund balances - beginning	1,153,083	3,068,005	20,542,719	17,474,714
Fund balances - ending	\$ -	\$ -	\$ 20,595,362	\$ 20,595,362

**County of Dinwiddie, Virginia**  
**Schedule of Funding Progress - Virginia Retirement System**  
**For the Year Ended June 30, 2011**

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded (Excess Funded) Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
County						
6/30/2010	\$ 22,186,685	\$ 29,848,118	7,661,433	74.33%	\$ 7,830,223	97.84%
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%
School Board Non-Professionals:						
6/30/2010	\$ 5,730,922	\$ 7,032,684	1,301,762	81.49%	\$ 1,487,998	87.48%
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%

**County of Dinwiddie, Virginia**  
**Schedule of Funding Progress - Retiree Healthcare Plan**  
**For the Year Ended June 30, 2011**

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						
1/1/2011	\$ -	\$ 436,900	\$ 436,900	0.00%	\$ 7,803,100	5.60%
1/1/2009	-	317,700	317,700	0.00%	6,586,100	4.82%
School Board:						
1/1/2011	\$ -	\$ 1,750,300	\$ 1,750,300	0.00%	\$ 19,901,700	8.79%
1/1/2009	-	1,675,500	1,675,500	0.00%	21,492,200	7.80%

*OTHER SUPPLEMENTARY INFORMATION*

*COMBINING AND INDIVIDUAL FUNDS STATEMENTS  
AND SCHEDULES*

**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, 2011**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental revenues:				
Local government	\$ 275,008	\$ 275,008	\$ 275,008	\$ -
Commonwealth	-	-	-	-
Total revenues	\$ 275,008	\$ 275,008	\$ 275,008	\$ -
<b>EXPENDITURES</b>				
Current:				
Public works	\$ 65,800	\$ 65,800	\$ 65,800	\$ -
Community development	899,577	899,577	866,864	32,713
Debt service:				
Principal retirement	5,163,875	5,163,875	5,163,875	-
Interest and other fiscal charges	3,433,151	3,433,151	3,412,320	20,831
Total expenditures	\$ 9,562,403	\$ 9,562,403	\$ 9,508,859	\$ 53,544
Excess (deficiency) of revenues over (under) expenditures	\$ (9,287,395)	\$ (9,287,395)	\$ (9,233,851)	\$ 53,544
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 7,560,537	\$ 7,560,537	\$ 7,560,537	\$ -
Total other financing sources and uses	\$ 7,560,537	\$ 7,560,537	\$ 7,560,537	\$ -
Net change in fund balances	\$ (1,726,858)	\$ (1,726,858)	\$ (1,673,314)	\$ 53,544
Fund balances - beginning	1,726,858	1,726,858	3,543,049	1,816,191
Fund balances - ending	\$ -	\$ -	\$ 1,869,735	\$ 1,869,735

**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, 2011**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Revenue from the use of money and property	\$ -	\$ -	\$ 786	\$ 786
Miscellaneous	-	300,000	356,003	56,003
Intergovernmental revenues:				
Local government	-	127,500	127,500	-
Commonwealth	-	-	53,853	53,853
Total revenues	\$ -	\$ 427,500	\$ 538,142	\$ 110,642
<b>EXPENDITURES</b>				
Capital projects	\$ 3,431,720	\$ 4,486,215	\$ 3,047,106	\$ 1,439,109
Total expenditures	\$ 3,431,720	\$ 4,486,215	\$ 3,047,106	\$ 1,439,109
Excess (deficiency) of revenues over (under) expenditures	\$ (3,431,720)	\$ (4,058,715)	\$ (2,508,964)	\$ 1,549,751
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 785,000	\$ 785,000	\$ 912,500	\$ 127,500
Total other financing sources and uses	\$ 785,000	\$ 785,000	\$ 912,500	\$ 127,500
Net change in fund balances	\$ (2,646,720)	\$ (3,273,715)	\$ (1,596,464)	\$ 1,677,251
Fund balances - beginning	2,646,720	3,273,715	2,789,047	(484,668)
Fund balances - ending	\$ -	\$ -	\$ 1,192,583	\$ 1,192,583

**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, 2011**

	<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	\$ -	\$ -	\$ 861		\$ 861
Charges for services	2,300	2,300	2,782		482
Miscellaneous	23,500	116,500	110,654		(5,846)
Intergovernmental revenues:					
Commonwealth	592,500	767,267	827,523		60,256
Federal	127,675	659,760	645,470		(14,290)
Total revenues	<u>\$ 745,975</u>	<u>\$ 1,545,827</u>	<u>\$ 1,587,290</u>		<u>\$ 41,463</u>
<b>EXPENDITURES</b>					
Current:					
Judicial administration	\$ 14,269	\$ 13,864	\$ 10,170		\$ 3,694
Public safety	247,783	308,060	161,160		146,900
Public works	102,128	111,805	8,002		103,803
Health and welfare	750,000	1,077,767	973,369		104,398
Community development	132,999	659,760	636,405		23,355
Total expenditures	<u>\$ 1,247,179</u>	<u>\$ 2,171,256</u>	<u>\$ 1,789,106</u>		<u>\$ 382,150</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (501,204)</u>	<u>\$ (625,429)</u>	<u>\$ (201,816)</u>		<u>\$ 423,613</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	\$ 251,000	\$ 311,000	\$ 312,000		\$ 1,000
Total other financing sources and uses	<u>\$ 251,000</u>	<u>\$ 311,000</u>	<u>\$ 312,000</u>		<u>\$ 1,000</u>
Net change in fund balances	\$ (250,204)	\$ (314,429)	\$ 110,184		\$ 424,613
Fund balances - beginning	250,204	314,429	382,200		67,771
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 492,384</u>		<u>\$ 492,384</u>

County of Dinwiddie, Virginia  
 Combining Statement of Fiduciary Net Assets  
 Fiduciary Funds  
 June 30, 2011

	Agency Funds		Private Purpose Trust Funds							
	Special Welfare	Jail Inmate	Total	Butterworth Scholarship	Retired Teachers Scholarship	Williamson Scholarship	Doyle Scholarship	Pamplin Endowment	Abrahams Scholarship	Total
<b>ASSETS</b>										
Cash and cash equivalents	\$ 52,695	\$ 9,887	\$ 62,582	\$ 13,061	\$ 34,916	\$ 828	\$ 137,627	\$ 424,100	\$ 678,581	\$ 1,289,113
Investments	-	-	-	-	-	-	218,904	1,863,348	2,925,502	5,007,754
Receivables:										
Other receivables	-	-	-	-	-	-	3,757	1,606	1,750	7,113
Total assets	\$ 52,695	\$ 9,887	\$ 62,582	\$ 13,061	\$ 34,916	\$ 828	\$ 360,288	\$ 2,289,054	\$ 3,605,833	\$ 6,303,980
<b>LIABILITIES</b>										
Amounts held for social services clients	\$ 52,695	\$ -	\$ 52,695	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts held for inmates	-	9,887	9,887	-	-	-	-	-	-	-
Total liabilities	\$ 52,695	\$ 9,887	\$ 62,582	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>NET ASSETS</b>										
Amounts held in trust for scholarships	\$ -	\$ -	\$ -	\$ 13,061	\$ 34,916	\$ 828	\$ 360,288	\$ 2,289,054	\$ 3,605,833	\$ 6,303,980
Total net assets	\$ -	\$ -	\$ -	\$ 13,061	\$ 34,916	\$ 828	\$ 360,288	\$ 2,289,054	\$ 3,605,833	\$ 6,303,980
Total liabilities and net assets	\$ 52,695	\$ 9,887	\$ 62,582	\$ 13,061	\$ 34,916	\$ 828	\$ 360,288	\$ 2,289,054	\$ 3,605,833	\$ 6,303,980

## County of Dinwiddie, Virginia

**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Assets - Agency Funds**  
**For the Year Ended June 30, 2011**

	<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	\$ 66,590	\$ 51,839	\$ 65,734	\$ 52,695
Accounts receivable	34	-	34	-
Total assets	<u>\$ 66,624</u>	<u>\$ 51,839</u>	<u>\$ 65,768</u>	<u>\$ 52,695</u>
Liabilities:				
Amounts held for social services clients	<u>\$ 66,624</u>	<u>\$ 51,839</u>	<u>\$ 65,768</u>	<u>\$ 52,695</u>
<b>Jail Inmate Fund:</b>				
Assets:				
Cash and cash equivalents	<u>\$ 7,851</u>	<u>\$ 51,178</u>	<u>\$ 49,142</u>	<u>\$ 9,887</u>
Liabilities:				
Amounts held for others	<u>\$ 7,851</u>	<u>\$ 51,178</u>	<u>\$ 49,142</u>	<u>\$ 9,887</u>
<b>Totals -- All Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 74,441	\$ 103,017	\$ 114,876	\$ 62,582
Accounts receivable	34	-	34	-
Total assets	<u>\$ 74,475</u>	<u>\$ 103,017</u>	<u>\$ 114,910</u>	<u>\$ 62,582</u>
Liabilities:				
Amounts held for others	\$ 7,851	\$ 51,178	\$ 49,142	\$ 9,887
Amounts held for social services clients	66,624	51,839	65,768	52,695
Total liabilities	<u>\$ 74,475</u>	<u>\$ 103,017</u>	<u>\$ 114,910</u>	<u>\$ 62,582</u>

*DISCRETELY PRESENTED COMPONENT UNIT  
SCHOOL BOARD*

**County of Dinwiddie, Virginia**  
**Combining Balance Sheet**  
**Discretely Presented Component Unit - School Board**  
**June 30, 2011**

	<b>School Operating Fund</b>	<b>School Special Revenue Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,487,024	\$ 865,009	\$ 2,352,033
Receivables (net of allowance for uncollectibles):			
Accounts receivable	23,630	9,811	33,441
Due from other governmental units	3,756,546	-	3,756,546
Total assets	<u>\$ 5,267,200</u>	<u>\$ 874,820</u>	<u>\$ 6,142,020</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 431,552	\$ 23,369	\$ 454,921
Accrued liabilities	3,562,209	124,094	3,686,303
Due to other governmental units	273,111	-	273,111
Total liabilities	<u>\$ 4,266,872</u>	<u>\$ 147,463</u>	<u>\$ 4,414,335</u>
Fund balances:			
Committed to:			
School operating expenses	\$ 1,000,328	\$ -	\$ 1,000,328
Textbook purchases	-	431,409	431,409
School food	-	295,948	295,948
Total Committed Fund Balance	<u>\$ 1,000,328</u>	<u>\$ 727,357</u>	<u>\$ 1,727,685</u>
Total fund balances	<u>\$ 1,000,328</u>	<u>\$ 727,357</u>	<u>\$ 1,727,685</u>
Total liabilities and fund balances	<u>\$ 5,267,200</u>	<u>\$ 874,820</u>	<u>\$ 6,142,020</u>

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

Total fund balances per above \$ 1,727,685

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 30,592,092

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. (1,189,934)

Net assets of governmental activities \$ 31,129,843

**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, 2011**

	<u>School Operating Fund</u>	<u>School Special Revenue Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>			
Revenue from the use of money and property	\$ -	\$ 620	\$ 620
Charges for services	24,650	648,297	672,947
Miscellaneous	38,391	56,308	94,699
Recovered costs	9,177	-	9,177
Intergovernmental revenues:			
Local government	13,215,360	-	13,215,360
Commonwealth	24,491,187	212,064	24,703,251
Federal	3,518,378	1,167,202	4,685,580
Total revenues	<u>\$ 41,297,143</u>	<u>\$ 2,084,491</u>	<u>\$ 43,381,634</u>
<b>EXPENDITURES</b>			
Current:			
Education	\$ 40,272,703	\$ 2,115,383	\$ 42,388,086
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,024,440</u>	<u>\$ (30,892)</u>	<u>\$ 993,548</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	\$ -	\$ 64,831	\$ 64,831
Transfers out	(64,831)	-	(64,831)
Total other financing sources and uses	<u>\$ (64,831)</u>	<u>\$ 64,831</u>	<u>\$ -</u>
Net change in fund balances	\$ 959,609	\$ 33,939	\$ 993,548
Fund balances - beginning	40,719	693,418	734,137
Fund balances - ending	<u>\$ 1,000,328</u>	<u>\$ 727,357</u>	<u>\$ 1,727,685</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 \$ 993,548

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	\$ 4,744,739	
Depreciation expense	<u>(1,227,443)</u>	3,517,296

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	\$ 103,722	
(Increase) Decrease in OPEB liability	<u>(51,048)</u>	52,674

Change in net assets of governmental activities \$ 4,563,518

**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, 2011**

	<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	\$ 15,000	\$ 15,000	\$ 24,650	\$ 9,650
Miscellaneous	-	-	38,391	38,391
Recovered costs	75,000	75,000	9,177	(65,823)
Intergovernmental revenues:				
Local government	11,841,287	13,488,471	13,215,360	(273,111)
Commonwealth	25,692,061	25,692,061	24,491,187	(1,200,874)
Federal	1,871,738	1,871,738	3,518,378	1,646,640
Total revenues	<u>\$ 39,495,086</u>	<u>\$ 41,142,270</u>	<u>\$ 41,297,143</u>	<u>\$ 154,873</u>
<b>EXPENDITURES</b>				
Current:				
Education	<u>\$ 40,408,166</u>	<u>\$ 40,557,305</u>	<u>\$ 40,272,703</u>	<u>\$ 284,602</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (913,080)</u>	<u>\$ 584,965</u>	<u>\$ 1,024,440</u>	<u>\$ 439,475</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	\$ -	\$ -	\$ (64,831)	\$ (64,831)
Total other financing sources and uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (64,831)</u>	<u>\$ (64,831)</u>
Net change in fund balances	\$ (913,080)	\$ 584,965	\$ 959,609	\$ 374,644
Fund balances - beginning	913,080	(584,965)	40,719	625,684
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000,328</u>	<u>\$ 1,000,328</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, 2011**

	<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	\$ 500	\$ 500	\$ 620	\$ 120
Charges for services	860,000	860,000	648,297	(211,703)
Miscellaneous	-	-	56,308	56,308
Intergovernmental revenues:				
Commonwealth	211,188	211,188	212,064	876
Federal	1,170,000	1,170,000	1,167,202	(2,798)
Total revenues	<u>\$ 2,241,688</u>	<u>\$ 2,241,688</u>	<u>\$ 2,084,491</u>	<u>\$ (157,197)</u>
<b>EXPENDITURES</b>				
Current:				
Education	\$ 2,260,106	\$ 2,953,524	\$ 2,115,383	\$ 838,141
Total expenditures	<u>\$ 2,260,106</u>	<u>\$ 2,953,524</u>	<u>\$ 2,115,383</u>	<u>\$ 838,141</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (18,418)</u>	<u>\$ (711,836)</u>	<u>\$ (30,892)</u>	<u>\$ 680,944</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 64,831	\$ 64,831	\$ 64,831	\$ -
Total other financing sources and uses	<u>\$ 64,831</u>	<u>\$ 64,831</u>	<u>\$ 64,831</u>	<u>\$ -</u>
Net change in fund balances	\$ 46,413	\$ (647,005)	\$ 33,939	\$ 680,944
Fund balances - beginning	(46,413)	647,005	693,418	46,413
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 727,357</u>	<u>\$ 727,357</u>

*SUPPORTING SCHEDULES*

**County of Dinwiddie, Virginia**  
**Schedule of Revenues - Budget and Actual**  
**Governmental Funds**  
**For the Year Ended June 30, 2011**

**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	\$ 15,526,246	\$ 15,526,246	\$ 15,893,340	\$ 367,094
Real and personal public service corporation taxes	874,432	874,432	972,200	97,768
Personal property taxes	5,227,785	5,227,785	6,335,291	1,107,506
Mobile home taxes	61,756	61,756	53,223	(8,533)
Machinery and tools taxes	674,288	674,288	586,538	(87,750)
Pollution and recycling control	1,049,144	1,049,144	903,855	(145,289)
Penalties	200,000	200,000	261,242	61,242
Interest	145,000	145,000	192,892	47,892
Total general property taxes	<u>\$ 23,758,651</u>	<u>\$ 23,758,651</u>	<u>\$ 25,198,581</u>	<u>\$ 1,439,930</u>
Other local taxes:				
Local sales and use taxes	\$ 1,095,000	\$ 1,095,000	\$ 1,203,733	\$ 108,733
Consumers' utility taxes	510,000	510,000	532,818	22,818
Consumption tax	156,000	156,000	174,937	18,937
Business license taxes	530,000	530,000	627,762	97,762
Motor vehicle licenses	425,000	425,000	545,740	120,740
Bank stock taxes	185,000	185,000	145,963	(39,037)
Taxes on recordation and wills	178,000	178,000	120,939	(57,061)
Admission taxes	45,000	45,000	20,519	(24,481)
Transient occupancy taxes	24,000	24,000	32,636	8,636
Meals tax	500,000	500,000	576,348	76,348
Total other local taxes	<u>\$ 3,648,000</u>	<u>\$ 3,648,000</u>	<u>\$ 3,981,395</u>	<u>\$ 333,395</u>
Permits, privilege fees, and regulatory licenses:				
Animal licenses	\$ 20,050	\$ 20,050	\$ 20,564	\$ 514
Transfer fees	800	800	719	(81)
Permits and other licenses	219,000	219,000	198,490	(20,510)
Total permits, privilege fees, and regulatory licenses	<u>\$ 239,850</u>	<u>\$ 239,850</u>	<u>\$ 219,773</u>	<u>\$ (20,077)</u>
Fines and forfeitures:				
Court fines and forfeitures	\$ 1,007,925	\$ 1,007,925	\$ 1,335,399	\$ 327,474
Total fines and forfeitures	<u>\$ 1,007,925</u>	<u>\$ 1,007,925</u>	<u>\$ 1,335,399</u>	<u>\$ 327,474</u>
Revenue from use of money and property:				
Revenue from use of money	\$ 100,000	\$ 100,000	\$ 85,591	\$ (14,409)
Revenue from use of property	58,412	58,412	61,504	3,092
Total revenue from use of money and property	<u>\$ 158,412</u>	<u>\$ 158,412</u>	<u>\$ 147,095</u>	<u>\$ (11,317)</u>
Charges for services:				
Charges for law enforcement and traffic control	\$ 1,386	\$ 1,386	\$ 1,386	\$ -
Charges for Commonwealth's Attorney	1,000	1,000	1,734	734
Courthouse security fees	175,000	175,000	183,059	8,059
Excess fees of clerk	15,000	15,000	-	(15,000)
Charges for other court services	35,250	35,250	37,951	2,701
Charges for correction and detention	11,250	11,250	29,111	17,861
Charges for other protection	15,482	15,482	16,114	632
Charges for ambulance and EMS services	517,000	517,000	531,524	14,524
Charges for sanitation and waste removal	51,000	51,000	70,064	19,064
Charges for water and sewer services	536,500	536,500	557,139	20,639
Charges for parks and recreation	76,000	76,000	145,027	69,027
Charges for community development	685	685	712	27
Total charges for services	<u>\$ 1,435,553</u>	<u>\$ 1,435,553</u>	<u>\$ 1,573,821</u>	<u>\$ 138,268</u>

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2011

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	\$ 75,840	\$ 75,840	\$ 406,996	\$ 331,156
Total miscellaneous revenue	<u>\$ 75,840</u>	<u>\$ 75,840</u>	<u>\$ 406,996</u>	<u>\$ 331,156</u>
Recovered costs:				
Security deputies	\$ 49,000	\$ 49,000	\$ 51,424	\$ 2,424
Other recovered costs	9,000	9,000	76,986	67,986
Prisoner extradition reimbursement	1,000	1,000	1,879	879
Social services insurance	11,551	11,551	9,755	(1,796)
SSA-inmate payment	1,000	1,000	1,400	400
Total recovered costs	<u>\$ 71,551</u>	<u>\$ 71,551</u>	<u>\$ 141,444</u>	<u>\$ 69,893</u>
Total revenue from local sources	<u>\$ 30,395,782</u>	<u>\$ 30,395,782</u>	<u>\$ 33,004,504</u>	<u>\$ 2,608,722</u>
Revenue from the Commonwealth:				
Noncategorical aid:				
Rolling stock tax	\$ 115,000	\$ 115,000	\$ 116,010	\$ 1,010
Mobile home titling tax	43,200	43,200	48,869	5,669
Taxes on deeds	40,000	40,000	24,327	(15,673)
Motor vehicle rental tax	200	200	20	(180)
Communications tax	1,010,000	953,000	960,529	7,529
State recordation tax	75,000	75,000	52,241	(22,759)
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)	(170,708)	(42,350)
Total noncategorical aid	<u>\$ 4,797,734</u>	<u>\$ 4,740,734</u>	<u>\$ 4,673,980</u>	<u>\$ (66,754)</u>
Categorical aid:				
Shared expenses:				
Commonwealth's attorney	\$ 317,499	\$ 333,523	\$ 296,550	\$ (36,973)
Sheriff	1,922,888	1,798,975	1,786,104	(12,871)
Commissioner of revenue	106,441	110,197	108,907	(1,290)
Treasurer	79,551	83,335	81,566	(1,769)
Registrar/electoral board	45,486	45,486	42,763	(2,723)
Clerk of Circuit Court	216,503	259,091	259,157	66
Local jails	-	145,000	101,232	(43,768)
Total shared expenses	<u>\$ 2,688,368</u>	<u>\$ 2,775,607</u>	<u>\$ 2,676,279</u>	<u>\$ (99,328)</u>
Other categorical aid:				
Public assistance and welfare administration	\$ 827,249	\$ 827,249	\$ 723,080	\$ (104,169)
Sheriff's grants	-	30,989	28,658	(2,331)
Pesticide recycling	1,800	1,800	1,699	(101)
E-911 wireless grant	-	57,000	45,191	(11,809)
Department of health grant	25,305	1,000	1,000	-
Local law enforcement block grant	-	-	6,657	6,657
Department of forestry grant	-	5,000	5,000	-
VJCCA grant	-	25,305	19,427	(5,878)
Tobacco commission	-	-	43,874	43,874
Victim-witness grant	48,810	48,810	52,226	3,416
Other state funds	50,000	50,000	-	(50,000)
Total other categorical aid	<u>\$ 953,164</u>	<u>\$ 1,047,153</u>	<u>\$ 926,812</u>	<u>\$ (120,341)</u>
Total categorical aid	<u>\$ 3,641,532</u>	<u>\$ 3,822,760</u>	<u>\$ 3,603,091</u>	<u>\$ (219,669)</u>
Total revenue from the Commonwealth	<u>\$ 8,439,266</u>	<u>\$ 8,563,494</u>	<u>\$ 8,277,071</u>	<u>\$ (286,423)</u>

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2011

<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	\$ 1,094	\$ 1,094	\$ 824	\$ (270)
Categorical aid:				
Public assistance and welfare administration	\$ 1,434,230	\$ 1,434,230	\$ 1,253,849	\$ (180,381)
Public assistance and welfare administration - ARRA	-	-	27,382	27,382
Emergency management performance grant	-	-	1,653	1,653
Hazmat grant	-	-	6,820	6,820
Bulletproof vest grant	-	-	2,156	2,156
Homeland security grant	-	29,832	10,962	(18,870)
Highway safety grant	-	21,031	20,456	(575)
Total categorical aid	<u>\$ 1,434,230</u>	<u>\$ 1,485,093</u>	<u>\$ 1,323,278</u>	<u>\$ (161,815)</u>
Total revenue from the federal government	<u>\$ 1,435,324</u>	<u>\$ 1,486,187</u>	<u>\$ 1,324,102</u>	<u>\$ (162,085)</u>
Total General Fund	<u>\$ 40,270,372</u>	<u>\$ 40,445,463</u>	<u>\$ 42,605,677</u>	<u>\$ 2,160,214</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	\$ -	\$ -	\$ 861	\$ 861
Total revenue from use of money and property	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 861</u>	<u>\$ 861</u>
Charges for services:				
Law library fees	\$ 2,300	\$ 2,300	\$ 2,782	\$ 482
Total charges for services	<u>\$ 2,300</u>	<u>\$ 2,300</u>	<u>\$ 2,782</u>	<u>\$ 482</u>
Miscellaneous revenue:				
Miscellaneous	\$ 23,500	\$ 116,500	\$ 110,654	\$ (5,846)
Total miscellaneous revenue	<u>\$ 23,500</u>	<u>\$ 116,500</u>	<u>\$ 110,654</u>	<u>\$ (5,846)</u>
Total revenue from local sources	<u>\$ 25,800</u>	<u>\$ 118,800</u>	<u>\$ 114,297</u>	<u>\$ (4,503)</u>
Revenue from the Commonwealth:				
Categorical aid:				
Fire programs	\$ 65,000	\$ 65,000	\$ 70,445	\$ 5,445
Comprehensive services	499,000	673,767	675,679	1,912
Four for life	22,000	22,000	28,205	6,205
Asset forfeitures	-	-	45,192	45,192
Litter grant	6,500	6,500	8,002	1,502
Total categorical aid	<u>\$ 592,500</u>	<u>\$ 767,267</u>	<u>\$ 827,523</u>	<u>\$ 60,256</u>
Total revenue from the Commonwealth	<u>\$ 592,500</u>	<u>\$ 767,267</u>	<u>\$ 827,523</u>	<u>\$ 60,256</u>
Revenue from the federal government:				
Categorical aid:				
CDBG	\$ 127,675	\$ 659,760	\$ 645,470	\$ (14,290)
Total categorical aid	<u>\$ 127,675</u>	<u>\$ 659,760</u>	<u>\$ 645,470</u>	<u>\$ (14,290)</u>
Total revenue from the federal government	<u>\$ 127,675</u>	<u>\$ 659,760</u>	<u>\$ 645,470</u>	<u>\$ (14,290)</u>
Total County Special Revenue Fund	<u>\$ 745,975</u>	<u>\$ 1,545,827</u>	<u>\$ 1,587,290</u>	<u>\$ 41,463</u>

County of Dinwiddie, Virginia  
 Schedule of Revenues - Budget and Actual  
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<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	\$ -
Total County Debt Service Fund	<u>\$ 275,008</u>	<u>\$ 275,008</u>	<u>\$ 275,008</u>	<u>\$ -</u>
<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	\$ -	\$ -	\$ 786	\$ 786
Miscellaneous revenue:				
Sports complex donation	\$ -	\$ 300,000	\$ 300,000	\$ -
Other miscellaneous	-	-	56,003	56,003
Total miscellaneous revenue	<u>\$ -</u>	<u>\$ 300,000</u>	<u>\$ 356,003</u>	<u>\$ 56,003</u>
Total revenue from local sources	<u>\$ -</u>	<u>\$ 300,000</u>	<u>\$ 356,789</u>	<u>\$ 56,789</u>
Intergovernmental revenue:				
Revenues from local governments:				
Contribution from Dinwiddie County Schools	\$ -	\$ 127,500	\$ 127,500	\$ -
Revenue from the Commonwealth:				
Categorical aid:				
Tobacco grant	\$ -	\$ -	\$ 53,853	\$ 53,853
Total County Capital Projects Fund	<u>\$ -</u>	<u>\$ 427,500</u>	<u>\$ 538,142</u>	<u>\$ 110,642</u>
Total Primary Government	<u>\$ 41,291,355</u>	<u>\$ 42,693,798</u>	<u>\$ 45,006,117</u>	<u>\$ 2,312,319</u>
<b>Discretely Presented Component Unit - School Board:</b>				
<b>School Operating Fund</b>				
Revenue from local sources:				
Charges for services:				
Charges for education	\$ 15,000	\$ 15,000	\$ 24,650	\$ 9,650
Total charges for services	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 24,650</u>	<u>\$ 9,650</u>

County of Dinwiddie, Virginia  
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<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	\$ -	\$ -	\$ 38,391	\$ 38,391
Total miscellaneous revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,391</u>	<u>\$ 38,391</u>
Recovered costs:				
Medicare admin services	\$ 75,000	\$ 75,000	\$ 9,177	\$ (65,823)
Total recovered costs	<u>\$ 75,000</u>	<u>\$ 75,000</u>	<u>\$ 9,177</u>	<u>\$ (65,823)</u>
Total revenue from local sources	<u>\$ 90,000</u>	<u>\$ 90,000</u>	<u>\$ 72,218</u>	<u>\$ (17,782)</u>
Intergovernmental revenues:				
Revenues from local governments:				
Contribution from County of Dinwiddie	\$ 11,841,287	\$ 13,488,471	\$ 13,215,360	\$ (273,111)
Total revenues from local governments	<u>\$ 11,841,287</u>	<u>\$ 13,488,471</u>	<u>\$ 13,215,360</u>	<u>\$ (273,111)</u>
Revenue from the Commonwealth:				
Categorical aid:				
Share of state sales tax	\$ 4,431,821	\$ 4,431,821	\$ 4,757,860	\$ 326,039
Basic school aid	15,077,548	15,077,548	13,738,184	(1,339,364)
Remedial summer education	-	-	27,000	27,000
Regular foster care	28,040	28,040	4,990	(23,050)
GED funding	7,859	7,859	7,859	-
Gifted and talented	155,523	155,523	150,925	(4,598)
Remedial education	483,849	483,849	469,544	(14,305)
English as a second language	29,833	29,833	29,833	-
Special education	2,039,076	2,039,076	1,994,841	(44,235)
Vocational education	360,395	360,395	348,906	(11,489)
School fringes	1,493,019	1,493,019	1,448,878	(44,141)
Mentor teacher program	2,693	2,693	3,559	866
Homebound	64,560	64,560	50,915	(13,645)
Early reading intervention	105,233	105,233	100,755	(4,478)
Hard to staff	-	-	4,265	4,265
Hospital, clinics, etc.	102,680	102,680	69,276	(33,404)
At risk four year-olds	144,730	144,730	150,328	5,598
At risk payments	388,583	388,583	377,074	(11,509)
Algebra readiness	57,424	57,424	55,073	(2,351)
Primary class size	461,195	461,195	442,062	(19,133)
Technology	258,000	258,000	258,000	-
Other state funds	-	-	1,060	1,060
Total categorical aid	<u>\$ 25,692,061</u>	<u>\$ 25,692,061</u>	<u>\$ 24,491,187</u>	<u>\$ (1,200,874)</u>
Total revenue from the Commonwealth	<u>\$ 25,692,061</u>	<u>\$ 25,692,061</u>	<u>\$ 24,491,187</u>	<u>\$ (1,200,874)</u>
Revenue from the federal government:				
Categorical aid:				
Title I	\$ 617,302	\$ 617,302	\$ 503,775	\$ (113,527)
Title I - ARRA	-	-	202,113	202,113
Title VI-B, special education flow-through	949,914	949,914	847,941	(101,973)
Title VI-B, special education flow-through - ARRA	-	-	772,285	772,285
Vocational education	65,016	65,016	65,901	885
Title VI-B, special education pre-school	36,162	36,162	52,412	16,250
Title VI-B, special education pre-school - ARRA	-	-	31,732	31,732

County of Dinwiddie, Virginia  
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<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	12,504	12,504	12,057	(447)
Title II, Part A	190,840	190,840	178,003	(12,837)
Technology - ARRA	-	-	779	779
Title II Part D	-	-	3,631	3,631
Title IV-B - 21st century	-	-	169,156	169,156
State fiscal stabilization funds - ARRA	-	-	678,593	678,593
Total categorical aid	<u>\$ 1,871,738</u>	<u>\$ 1,871,738</u>	<u>\$ 3,518,378</u>	<u>\$ 1,646,640</u>
Total School Operating Fund	<u>\$ 39,495,086</u>	<u>\$ 41,142,270</u>	<u>\$ 41,297,143</u>	<u>\$ 154,873</u>
<b>School Special Revenue Fund</b>				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 500	\$ 500	\$ 620	\$ 120
Charges for services:				
Cafeteria sales	\$ 860,000	\$ 860,000	\$ 648,297	\$ (211,703)
Miscellaneous revenue:				
Miscellaneous	\$ -	\$ -	\$ 56,308	\$ 56,308
Total miscellaneous revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,308</u>	<u>\$ 56,308</u>
Total revenue from local sources	<u>\$ 860,500</u>	<u>\$ 860,500</u>	<u>\$ 705,225</u>	<u>\$ (155,275)</u>
Intergovernmental revenues:				
Revenue from the Commonwealth:				
Categorical aid:				
Textbook payment	\$ 181,582	\$ 181,582	\$ 176,213	\$ (5,369)
School food program	29,606	29,606	35,851	6,245
Total categorical aid	<u>\$ 211,188</u>	<u>\$ 211,188</u>	<u>\$ 212,064</u>	<u>\$ 876</u>
Total revenue from the Commonwealth	<u>\$ 211,188</u>	<u>\$ 211,188</u>	<u>\$ 212,064</u>	<u>\$ 876</u>
Revenue from the federal government:				
Categorical aid:				
School food program	\$ 1,170,000	\$ 1,170,000	\$ 1,053,433	\$ (116,567)
Commodities	-	-	113,769	113,769
Total categorical aid	<u>\$ 1,170,000</u>	<u>\$ 1,170,000</u>	<u>\$ 1,167,202</u>	<u>\$ (2,798)</u>
Total revenue from the federal government	<u>\$ 1,170,000</u>	<u>\$ 1,170,000</u>	<u>\$ 1,167,202</u>	<u>\$ (2,798)</u>
Total School Special Revenue Fund	<u>\$ 2,241,688</u>	<u>\$ 2,241,688</u>	<u>\$ 2,084,491</u>	<u>\$ (157,197)</u>
Total Discretely Presented Component Unit - School Board	<u>\$ 41,736,774</u>	<u>\$ 43,383,958</u>	<u>\$ 43,381,634</u>	<u>\$ (2,324)</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures - Budget and Actual  
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<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	\$ 80,602	\$ 95,463	\$ 94,437	\$ 1,026
General and financial administration:				
County administrator	\$ 247,982	\$ 256,163	\$ 256,379	\$ (216)
Legal services	182,249	183,405	182,115	1,290
Commissioner of revenue	421,594	425,682	407,937	17,745
Accounting	170,990	183,842	183,305	537
Independent Auditor	45,500	45,500	43,300	2,200
Treasurer	382,923	385,810	397,102	(11,292)
Information Systems	366,123	369,133	367,295	1,838
Human resources	261,529	262,834	275,390	(12,556)
Total general and financial administration	<u>\$ 2,078,890</u>	<u>\$ 2,112,369</u>	<u>\$ 2,112,823</u>	<u>\$ (454)</u>
Board of elections:				
Electoral board and officials	\$ 120,695	\$ 120,982	\$ 110,154	\$ 10,828
Total general government administration	<u>\$ 2,280,187</u>	<u>\$ 2,328,814</u>	<u>\$ 2,317,414</u>	<u>\$ 11,400</u>
Judicial administration:				
Courts:				
Circuit court	\$ 22,650	\$ 22,650	\$ 7,065	\$ 15,585
General district court	35,120	35,120	33,543	1,577
Special magistrates	650	650	1,192	(542)
Victim witness	54,808	55,106	54,937	169
Clerk of the circuit court	350,969	362,010	354,401	7,609
Total courts	<u>\$ 464,197</u>	<u>\$ 475,536</u>	<u>\$ 451,138</u>	<u>\$ 24,398</u>
Commonwealth's attorney:				
Commonwealth's attorney	\$ 493,117	\$ 498,730	\$ 470,868	\$ 27,862
Total Commonwealth's attorney	<u>\$ 493,117</u>	<u>\$ 498,730</u>	<u>\$ 470,868</u>	<u>\$ 27,862</u>
Total judicial administration	<u>\$ 957,314</u>	<u>\$ 974,266</u>	<u>\$ 922,006</u>	<u>\$ 52,260</u>
Public safety:				
Law enforcement and traffic control:				
Sheriff	\$ 3,684,858	\$ 3,736,713	\$ 3,775,727	\$ (39,014)
Total law enforcement and traffic control	<u>\$ 3,684,858</u>	<u>\$ 3,736,713</u>	<u>\$ 3,775,727</u>	<u>\$ (39,014)</u>
Fire and rescue services:				
Fire department	\$ 517,000	\$ 517,000	\$ 460,929	\$ 56,071
Fire and rescue services	306,076	342,918	336,996	5,922
Emergency medical services	1,202,193	1,204,787	1,217,669	(12,882)
Total fire and rescue services	<u>\$ 2,025,269</u>	<u>\$ 2,064,705</u>	<u>\$ 2,015,594</u>	<u>\$ 49,111</u>
Correction and detention:				
Confinement and care of prisoners	\$ 1,828,277	\$ 1,897,185	\$ 2,018,845	\$ (121,660)
Juvenile probation and detention	285,225	285,225	272,652	12,573
VJCCCA	137,546	137,970	128,853	9,117
Total correction and detention	<u>\$ 2,251,048</u>	<u>\$ 2,320,380</u>	<u>\$ 2,420,350</u>	<u>\$ (99,970)</u>
Inspections:				
Building	\$ 327,270	\$ 337,084	\$ 243,638	\$ 93,446
Total inspections	<u>\$ 327,270</u>	<u>\$ 337,084</u>	<u>\$ 243,638</u>	<u>\$ 93,446</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures - Budget and Actual  
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<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	\$ 212,596	\$ 213,497	\$ 239,116	\$ (25,619)
Communications	1,150,444	1,159,678	1,083,136	76,542
Medical examiner	200	200	1,640	(1,440)
Total other protection	<u>\$ 1,363,240</u>	<u>\$ 1,373,375</u>	<u>\$ 1,323,892</u>	<u>\$ 49,483</u>
Total public safety	<u>\$ 9,651,685</u>	<u>\$ 9,832,257</u>	<u>\$ 9,779,201</u>	<u>\$ 53,056</u>
Public works:				
Maintenance of highways, streets, bridges and sidewalks:				
Streetlights	\$ 39,000	\$ 39,000	\$ 34,665	\$ 4,335
Total maintenance of highways, streets, bridges & sidewalks	<u>\$ 39,000</u>	<u>\$ 39,000</u>	<u>\$ 34,665</u>	<u>\$ 4,335</u>
Sanitation and waste removal:				
Refuse disposal	\$ 1,485,852	\$ 1,487,147	\$ 1,389,333	\$ 97,814
Total sanitation and waste removal	<u>\$ 1,485,852</u>	<u>\$ 1,487,147</u>	<u>\$ 1,389,333</u>	<u>\$ 97,814</u>
Maintenance of general buildings and grounds:				
General properties	\$ 1,573,673	\$ 1,561,615	\$ 1,536,764	\$ 24,851
Total maintenance of general buildings and grounds	<u>\$ 1,573,673</u>	<u>\$ 1,561,615</u>	<u>\$ 1,536,764</u>	<u>\$ 24,851</u>
Total public works	<u>\$ 3,098,525</u>	<u>\$ 3,087,762</u>	<u>\$ 2,960,762</u>	<u>\$ 127,000</u>
Health and welfare:				
Health:				
Supplement of local health department	\$ 218,068	\$ 218,068	\$ 218,068	\$ -
Total health	<u>\$ 218,068</u>	<u>\$ 218,068</u>	<u>\$ 218,068</u>	<u>\$ -</u>
Mental health and mental retardation:				
District 19 CSB	\$ 66,287	\$ 66,287	\$ 66,284	\$ 3
Southside Sheltered Workshop	2,533	2,533	-	2,533
Total mental health and mental retardation	<u>\$ 68,820</u>	<u>\$ 68,820</u>	<u>\$ 66,284</u>	<u>\$ 2,536</u>
Welfare:				
Public assistance and welfare administration	\$ 2,697,115	\$ 2,697,115	\$ 2,331,354	\$ 365,761
Area agency on aging	10,767	10,767	10,767	-
Other social services	14,013	14,013	19,349	(5,336)
Total welfare	<u>\$ 2,721,895</u>	<u>\$ 2,721,895</u>	<u>\$ 2,361,470</u>	<u>\$ 360,425</u>
Total health and welfare	<u>\$ 3,008,783</u>	<u>\$ 3,008,783</u>	<u>\$ 2,645,822</u>	<u>\$ 362,961</u>
Education:				
Other instructional costs:				
Contributions to Community Colleges	\$ 3,000	\$ 3,000	\$ 3,000	\$ -
Contribution to County School Board	11,841,287	13,488,471	13,215,360	273,111
Total education	<u>\$ 11,844,287</u>	<u>\$ 13,491,471</u>	<u>\$ 13,218,360</u>	<u>\$ 273,111</u>
Parks, recreation, and cultural:				
Parks and recreation:				
Supervision of parks and recreation	\$ 709,672	\$ 714,105	\$ 714,731	\$ (626)
Total parks and recreation	<u>\$ 709,672</u>	<u>\$ 714,105</u>	<u>\$ 714,731</u>	<u>\$ (626)</u>

County of Dinwiddie, Virginia  
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<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	\$ 239,252	\$ 239,252	\$ 239,252	\$ -
Total library	<u>\$ 239,252</u>	<u>\$ 239,252</u>	<u>\$ 239,252</u>	<u>\$ -</u>
Total parks, recreation, and cultural	<u>\$ 948,924</u>	<u>\$ 953,357</u>	<u>\$ 953,983</u>	<u>\$ (626)</u>
Community development:				
Planning and community development:				
Planning and zoning	\$ 598,281	\$ 602,893	\$ 513,639	\$ 89,254
Economic development	118,533	118,831	119,154	(323)
Contribution to Industrial Development Authority	25,000	25,000	25,000	-
Other community development	188,263	197,563	210,327	(12,764)
Total planning and community development	<u>\$ 930,077</u>	<u>\$ 944,287</u>	<u>\$ 868,120</u>	<u>\$ 76,167</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	\$ 91,636	\$ 91,934	\$ 86,829	\$ 5,105
Total cooperative extension program	<u>\$ 91,636</u>	<u>\$ 91,934</u>	<u>\$ 86,829</u>	<u>\$ 5,105</u>
Total community development	<u>\$ 1,037,213</u>	<u>\$ 1,051,721</u>	<u>\$ 970,449</u>	<u>\$ 81,272</u>
Total General Fund	<u><u>\$ 32,826,918</u></u>	<u><u>\$ 34,728,431</u></u>	<u><u>\$ 33,767,997</u></u>	<u><u>\$ 960,434</u></u>
<b>Special Revenue Fund:</b>				
<b>County Special Revenue Fund:</b>				
Judicial administration:				
Courts:				
Law library	\$ 14,269	\$ 13,864	\$ 10,170	\$ 3,694
Total judicial administration	<u>\$ 14,269</u>	<u>\$ 13,864</u>	<u>\$ 10,170</u>	<u>\$ 3,694</u>
Public Safety:				
Fire and rescue services:				
Fire/rescue grant	\$ 199,945	\$ 250,298	\$ 125,936	\$ 124,362
Total fire and rescue services	<u>\$ 199,945</u>	<u>\$ 250,298</u>	<u>\$ 125,936</u>	<u>\$ 124,362</u>
Other Protection:				
Forfeited assets	\$ 47,838	\$ 57,762	\$ 35,224	\$ 22,538
Total other protection	<u>\$ 47,838</u>	<u>\$ 57,762</u>	<u>\$ 35,224</u>	<u>\$ 22,538</u>
Total public safety	<u>\$ 247,783</u>	<u>\$ 308,060</u>	<u>\$ 161,160</u>	<u>\$ 146,900</u>
Public Works:				
Maintenance of general buildings and grounds:				
Litter control grant	\$ 102,128	\$ 111,805	\$ 8,002	\$ 103,803
Total maintenance of general buildings and grounds	<u>\$ 102,128</u>	<u>\$ 111,805</u>	<u>\$ 8,002</u>	<u>\$ 103,803</u>
Total public works	<u>\$ 102,128</u>	<u>\$ 111,805</u>	<u>\$ 8,002</u>	<u>\$ 103,803</u>
Health and welfare:				
Welfare:				
Comprehensive services	\$ 750,000	\$ 1,077,767	\$ 973,369	\$ 104,398
Total welfare	<u>\$ 750,000</u>	<u>\$ 1,077,767</u>	<u>\$ 973,369</u>	<u>\$ 104,398</u>
Total health and welfare	<u>\$ 750,000</u>	<u>\$ 1,077,767</u>	<u>\$ 973,369</u>	<u>\$ 104,398</u>

County of Dinwiddie, Virginia  
 Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2011

Schedule 2  
 Page 4 of 4

<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	\$ 132,999	\$ 659,760	\$ 636,310	\$ 23,450
Sesquicentennial committee	-	-	95	(95)
Total Community development	<u>\$ 132,999</u>	<u>\$ 659,760</u>	<u>\$ 636,405</u>	<u>\$ 23,355</u>
Total County Special Revenue Fund	<u>\$ 1,247,179</u>	<u>\$ 2,171,256</u>	<u>\$ 1,789,106</u>	<u>\$ 382,150</u>
<b>Debt Service Fund:</b>				
<b>County Debt Service Fund</b>				
Correction and detention:				
Meherrin River Regional Jail	\$ 65,800	\$ 65,800	\$ 65,800	\$ -
Community development:				
Planning and community development:				
Airport Authority	\$ 59,038	\$ 59,038	\$ 59,040	\$ (2)
Dinwiddie County Water Authority	840,539	840,539	807,824	32,715
Total community development	<u>\$ 899,577</u>	<u>\$ 899,577</u>	<u>\$ 866,864</u>	<u>\$ 32,713</u>
Debt service:				
Principal retirement	\$ 5,163,875	\$ 5,163,875	\$ 5,163,875	\$ -
Interest and other fiscal charges	3,433,151	3,433,151	3,412,320	20,831
Total debt service	<u>\$ 8,597,026</u>	<u>\$ 8,597,026</u>	<u>\$ 8,576,195</u>	<u>\$ 20,831</u>
Total County Debt Service Fund	<u>\$ 9,562,403</u>	<u>\$ 9,562,403</u>	<u>\$ 9,508,859</u>	<u>\$ 53,544</u>
<b>County Capital Projects Fund:</b>				
Capital projects expenditures:				
County building renovations	\$ 2,147,326	\$ 2,878,142	\$ 1,981,346	\$ 896,796
County schools	1,194,394	1,518,073	975,760	542,313
Equipment purchases	90,000	90,000	90,000	-
Total capital projects	<u>\$ 3,431,720</u>	<u>\$ 4,486,215</u>	<u>\$ 3,047,106</u>	<u>\$ 1,439,109</u>
Total County Capital Projects Fund	<u>\$ 3,431,720</u>	<u>\$ 4,486,215</u>	<u>\$ 3,047,106</u>	<u>\$ 1,439,109</u>
Total Primary Government	<u>\$ 47,068,220</u>	<u>\$ 50,948,305</u>	<u>\$ 48,113,068</u>	<u>\$ 2,835,237</u>
<b>Discretely Presented Component Unit - School Board</b>				
<b>Special Revenue Funds:</b>				
<b>School Operating Fund:</b>				
Education:				
Administration, health, and attendance	1,675,768	1,675,768	\$ 1,666,516	\$ 9,252
Instruction costs	30,183,359	30,204,998	29,841,770	363,228
Pupil transportation	3,019,740	3,019,740	3,006,816	12,924
Operation and maintenance of school plant	5,529,299	5,529,299	5,355,093	174,206
Contribution to County of Dinwiddie	-	127,500	402,508	(275,008)
Total education	<u>\$ 40,408,166</u>	<u>\$ 40,557,305</u>	<u>\$ 40,272,703</u>	<u>\$ 284,602</u>
Total School Operating Fund	<u>\$ 40,408,166</u>	<u>\$ 40,557,305</u>	<u>\$ 40,272,703</u>	<u>\$ 284,602</u>
<b>School Special Revenue Fund:</b>				
Education:				
Instruction costs	\$ 200,000	\$ 707,120	\$ 316,827	\$ 390,293
School food services	2,060,106	2,246,404	1,684,787	561,617
Commodities	-	-	113,769	(113,769)
Total School Special Revenue Fund	<u>\$ 2,260,106</u>	<u>\$ 2,953,524</u>	<u>\$ 2,115,383</u>	<u>\$ 838,141</u>
Total Discretely Presented Component Unit - School Board	<u>\$ 42,668,272</u>	<u>\$ 43,510,829</u>	<u>\$ 42,388,086</u>	<u>\$ 1,122,743</u>

*STATISTICAL SECTION*

COUNTY OF DINWIDDIE, VIRGINIA

Table 1

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	
<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	\$ 15,144,598	
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	24,062,305	
<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>\$ 39,206,903</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	\$ 15,144,598	
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	24,062,305	
<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>	<b>\$ 39,206,903</b>	

COUNTY OF DINWIDDIE, VIRGINIA

Table 2

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

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Expenses</b>									
Governmental activities:									
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	\$ 2,491,383
Judicial administration	397,046	353,585	450,660	731,623	828,790	1,000,621	1,094,384	1,233,507	1,101,074
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	10,538,356
Public works	2,410,647	2,278,549	2,848,915	3,059,882	3,151,835	3,113,253	3,045,668	3,217,083	2,954,657
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	3,615,528
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	18,555,995
Parks, recreation and cultural	468,619	474,585	492,027	511,327	552,282	917,484	933,556	890,544	450,650
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	1,714,759
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	3,267,513
Total governmental activities 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	\$ 44,689,915
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	\$ 44,689,915
<b>Program Revenues</b>									
Governmental activities:									
Charges for services:									
Judicial administration	\$ 178,376	\$ 296,413	\$ 181,930	\$ 388,718	\$ 523,019	\$ 830,912	\$ 1,305,499	\$ 1,384,720	\$ 1,339,915
Public safety	371,280	619,330	923,608	924,691	1,203,542	898,793	856,280	1,031,217	1,018,918
Public works	566,946	612,300	629,256	89,757	739,398	751,894	653,109	637,392	627,203
Parks, recreation and cultural	77,550	74,828	76,822	74,271	79,875	66,293	92,409	110,846	145,027
Community development	6,583	6,745	9,386	521,224	10,698	1,416	1,390	681	712
Operating grants and contributions	5,443,064	4,917,113	7,335,019	5,350,051	6,298,842	6,124,116	6,003,643	6,175,872	5,697,075
Capital grants and contributions	-	-	41,470	42,235	-	2,757,972	616,088	929,973	699,323
Total governmental activities 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	\$ 9,528,173
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	\$ 9,528,173
Net (expense) / revenue	\$ (21,208,393)	\$ (23,910,942)	\$ (27,741,426)	\$ (29,345,325)	\$ (25,713,792)	\$ (35,454,972)	\$ (31,450,992)	\$ (30,555,694)	\$ (35,161,742)
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)	\$ (35,161,742)
<b>General Revenues and Other Changes in Net Assets</b>									
Governmental activities:									
Taxes:									
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	\$ 25,156,908
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	1,203,733
Taxes on recordation and wills	98,915	130,933	192,398	267,881	269,394	233,515	183,743	160,647	120,939
Motor vehicle licenses taxes	454,711	465,492	476,262	485,575	476,817	378,508	494,872	617,821	545,740
Consumer utility taxes	951,101	899,650	1,088,753	1,244,243	886,235	564,293	582,840	709,229	532,818
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	627,762
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	950,403
Unrestricted grants and contributions	3,663,641	4,106,164	4,508,591	5,113,495	3,958,524	3,918,941	3,806,489	3,665,342	4,731,621
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	148,742
Miscellaneous	32,909	80,713	72,489	118,757	119,584	106,193	364,712	166,484	873,653
Gain on sale of capital assets	-	-	-	-	111,673	-	-	-	-
Payment from Dinwiddie County School Board	-	-	-	-	-	-	-	275,008	402,508
Refunds from mineral lands tax	-	-	-	-	-	-	-	-	-
Total governmental activities	\$ 23,995,662	\$ 23,870,454	\$ 27,621,480	\$ 33,181,085	\$ 34,108,565	\$ 33,864,966	\$ 32,207,066	\$ 33,971,724	\$ 35,294,827
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	\$ 35,294,827
<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	\$ 133,085
Total primary government	\$ 2,787,269	\$ (40,488)	\$ (119,946)	\$ 3,835,760	\$ 8,394,773	\$ (1,590,006)	\$ 756,074	\$ 3,416,030	\$ 133,085

COUNTY OF DINWIDDIE, VIRGINIA

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

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011*
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	-
Restricted	-	-	-	-	-	-	-	-	226,025
Committed	-	-	-	-	-	-	-	-	792,632
Unassigned	-	-	-	-	-	-	-	-	19,576,705
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	\$ 20,595,362
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	56,736,752	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	-
Restricted, reported in:									
Special revenue funds	-	-	-	-	-	-	-	-	332,570
Capital projects funds	-	-	-	-	-	-	-	-	121,817
Debt service funds	-	-	-	-	-	-	-	-	299,364
Committed, reported in:									
Special revenue funds	-	-	-	-	-	-	-	-	159,814
Capital projects funds	-	-	-	-	-	-	-	-	1,070,766
Debt service funds	-	-	-	-	-	-	-	-	1,570,371
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	\$ 3,554,702

\* The County implemented GASB 54, the new standard for fund balance presentation, in fiscal year 2011. Restatement of prior year balances is not feasible. Therefore, ten years of fund balance information in accordance with GASB 54 is not available, but will be accumulated over time.

COUNTY OF DINWIDDIE, VIRGINIA

Table 4

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

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
<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	\$ 25,198,581
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	3,981,395
Permits, privilege fees and regulatory licenses	207,221	213,154	349,493	377,550	638,110	432,228	289,909	241,966	219,773
Fines and forfeitures	118,574	208,617	135,296	280,386	409,938	662,248	1,069,519	1,381,372	1,335,399
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	148,742
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	1,576,603
Miscellaneous	32,909	80,713	72,489	118,757	119,584	106,193	364,712	166,484	873,653
Recovered costs	94,980	640,146	105,565	124,847	93,523	67,612	72,354	147,323	141,444
Intergovernmental:									
Local	433,676	348,188	352,113	720,066	-	-	-	275,008	402,508
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	9,158,447
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	1,969,572
<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>\$ 45,006,117</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	\$ 2,317,414
Judicial administration	277,492	267,867	316,976	691,523	743,995	918,387	1,003,583	1,035,794	932,176
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	9,940,361
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	3,034,564
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	3,619,191
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	13,218,360
Parks, recreation and cultural	438,977	443,808	471,405	474,172	521,670	758,189	943,879	841,349	953,983
Community development	1,237,781	1,238,366	3,689,847	1,171,257	1,439,554	1,600,038	1,857,951	1,991,454	2,473,718
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	3,047,106
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	5,163,875
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	3,412,320
<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>\$ 48,113,068</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>\$ (3,106,951)</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	\$ 8,785,037
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)	(8,785,037)
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	-	-	-	-	111,673	-	-	-	-
<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>\$ -</b>
<b>Net change in fund balances</b>	<b>\$ 1,322,120</b>	<b>\$ (889,587)</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>	<b>\$ (3,106,951)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>16.73%</b>	<b>18.38%</b>	<b>15.55%</b>	<b>20.72%</b>	<b>20.75%</b>	<b>24.92%</b>	<b>26.02%</b>	<b>26.80%</b>	<b>23.50%</b>

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
2011	\$ 2,293,243,398	\$ 221,451,302	\$ 9,121,178	\$ 17,998,701	\$ 129,154,426	\$ 2,670,969,005	\$ 2,670,969,005	101.26%
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%

Source: Commissioner of Revenue

Property Tax Rates  
 Direct and Overlapping Governments  
 Last Ten Fiscal Years

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Fiscal Year	Direct Rates			
	Real Estate	Personal Property	Mobile Homes	Machinery and Tools
2011	\$ 0.72	\$ 4.90	\$ 0.72	\$ 3.30
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

(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 2011		Fiscal Year 2012	
		Assessed Valuation	% of Total Assessed Valuation	Assessed Valuation	% of Total Assessed Valuation
Gerdeau Ameristeel/Chaparral	Manufacturing	156,865,527	5.87%	184,516,103	12.22%
Walmart	Distribution	43,563,379	1.63%	51,098,136	3.38%
TIAA Timberlands 1 LLC	Timber	29,570,100	1.11%	11,581,900	0.77%
American Timberland LLC	Timber	20,690,700	0.77%	8,979,400	0.59%
Bain, Warren & Nancy	Agricultural	13,731,550	0.51%	48,741,100	3.23%
Tindall Corp	Manufacturing	13,052,546	0.49%	5,846,572	0.39%
Eastern Timberlands LLC	Timber	11,599,000	0.43%	4,912,200	0.33%
Charles W & Shirley Harrison	Rental Property	8,787,219	0.33%	4,062,400	0.27%
Rohoic Wood Apartments Inc	Rental Property	8,299,300	0.31%	8,136,300	0.54%
Eastside Properties	Rental Property	7,709,919	0.29%	2,135,000	0.14%
LGA Associates	Real Estate	7,429,600	0.28%	-	0.00%
FIATP Timber LLC	Timber	7,268,400	0.27%	-	0.00%
Vulcan Constuction Materials	Manufacturing	7,230,598	0.27%	-	0.00%
Virginia Motorsports	Race Track	7,032,400	0.26%	3,953,099	0.26%
Dinwiddie Health Investors	Nursing Home	4,590,200	0.17%	-	0.00%
Hollingsworth Capital Partners	Rental Property	4,442,500	0.17%	-	0.00%
Rohoic Woods Townhouses LLC	Rental Property	4,122,500	0.15%	3,874,300	0.26%
Westgate LLC	Retail	3,683,000	0.14%	3,042,700	0.20%
PVA LP	Timber	-	0.00%	5,304,200	0.35%
NWB USA	Manufacturing	-	0.00%	5,119,400	0.34%
Philip Morris Products Inc	Manufacturing	-	0.00%	4,193,300	0.28%
		<u>359,668,438</u>	<u>13.47%</u>	<u>355,496,110</u>	<u>23.53%</u>

Source: Commissioner of Revenue

**COUNTY OF DINWIDDIE, VIRGINIA**

**Table 8**

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
2011	\$ 29,239,642	\$ 27,060,125	92.55%	n/a	\$ 27,060,125	92.55%
2010	28,677,049	26,370,246	91.96%	1,516,880	27,887,126	97.25%
2009	26,798,061	25,020,017	93.37%	1,390,602	26,410,619	98.55%
2008	25,723,331	23,993,360	93.27%	1,473,556	25,466,916	99.00%
2007	24,173,715	22,877,484	94.64%	1,126,346	24,003,830	99.30%
2006	23,305,544	22,126,560	94.94%	1,080,972	23,207,532	99.58%
2005	20,584,891	19,345,418	93.98%	1,206,171	20,551,589	99.84%
2004	18,256,617	16,997,119	93.10%	1,246,407	18,243,526	99.93%
2003	18,303,922	17,792,164	97.20%	497,129	18,289,293	99.92%
2002	18,936,679	17,042,394	90.00%	1,870,241	18,912,635	99.87%

Source: Commissioner of Revenue, County Treasurer's office

**COUNTY OF DINWIDDIE, VIRGINIA**

**Table 9**

Ratios of Outstanding Debt by Type  
Last Ten 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						
2011 \$	16,643,284 \$	- \$	52,136,200 \$	- \$	- \$		68,779,484	2.44%	\$ 2,456	
2010	18,081,059	-	57,101,372	-	-		75,182,431	2.72%	2,677	
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	
2002	25,475,945	173,865	-	10,168,689	-		35,818,499	1.82%	1,454	

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

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<b>Fiscal Year</b>	<b>Gross Bonded Debt</b>	<b>Net Bonded Debt (3)</b>	<b>Ratio of Net General Obligation Debt to Assessed Value (2)</b>	<b>Net Bonded Debt per Capita (1)</b>
2011	\$ 16,643,284	\$ 16,643,284	0.62%	\$ 594
2010	18,081,059	18,081,059	0.69%	644
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

- (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

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<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>
2011	28,001 \$	2,818,964 \$	36,258	4,545	6.9%
2010	28,087	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%

Source: Weldon Cooper Center, Annual School Report, VEC

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

**COUNTY OF DINWIDDIE, VIRGINIA**

**Table 12**

Principal Employers Current Year and Nine Years Ago	Fiscal Year 2011		Fiscal Year 2002	
	Range of Employees	Rank	Range of Employees	Rank
Southside VA Training Center	500-999	1	1000+	1
WalMart	500-999	2	1000+	2
Central State Hospital	500-999	3	500-999	3
Dinwiddie Co School Board	500-999	4	500-999	4
Chaparral	250-499	5	250-499	5
County of Dinwiddie	100-249	6	100-249	6
Hiram W Davis Medical Ctr	100-249	7	100-249	7
Tindall Concrete Products	100-249	8	100-249	8
Iluka Resources	100-249	9	100-249	9
Richard Bland College	100-249	10	100-249	10
				Southside VA Training Center
				WalMart
				Central State Hospital
				Dinwiddie Co School Board
				Chaparral
				Hiram W. Davis Medical Ctr
				Tindall Concrete Products
				NWB USA, Inc
				County of Dinwiddie
				Iluka Resources

Source: VEC

**COUNTY OF DINWIDDIE VIRGINIA**

**Table 13**

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

Function	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government	21.0	21.0	24.0	24.0	24.0	24.2	26.1	24.8	24.5
Judicial Administration	7.5	7.1	7.3	9.5	11.0	11.9	13.4	12.5	12.2
Public Safety	57.0	55.0	55.0	57.0	58.0	64.5	65.4	64.6	64.2
Sheriff's Office/Jail	10.0	10.0	10.0	16.0	16.0	17.0	16.5	16.4	17.4
Communications	17.0	21.5	20.5	19.5	20.5	22.5	22.4	22.8	23.3
Fire/Rescue/EMS	4.0	4.0	4.0	4.0	5.0	6.0	5.5	4.0	4.0
Building Inspections	3.0	3.5	3.5	3.5	3.5	3.6	3.8	3.7	4.0
Animal Control	1.0	2.3	2.3	2.6	2.5	3.3	3.1	2.3	2.1
Dept of Comprehensive Svcs									
Public works									
General Maintenance	7.0	6.0	7.0	6.0	6.0	5.8	6.9	6.0	6.4
Waste Management	13.0	14.0	14.0	12.0	10.0	10.3	13.3	15.2	15.3
Health and Welfare									
Department of Social Services	28.0	29.0	30.0	32.0	29.0	30.0	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	8.9
Community Development									
Economic Development	0.0	0.0	0.0	0.0	1.0	0.8	1.2	0.7	1.0
Cooperative Extension	0.0	0.0	0.0	0.0	0.0	0.0	0.7	1.0	1.0
Planning	4.0	4.0	5.0	5.0	6.0	5.5	6.3	5.9	6.0
Totals	177.5	182.4	187.6	196.1	197.5	211.9	222.5	217.2	220.3

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 Nine Fiscal Years

Function	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Public safety									
Sheriffs department:									
Physical arrests	1,337	1,464	1,288	1,445	1,371	1,501	1,965	2,331	1,828
Traffic violations	1,259	3,005	2,055	1,853	1,513	6,833	15,125	14,211	16,974
Civil papers	12,684	13,293	12,524	10,524	11,071	11,627	11,654	12,225	10,456
Dept of Comprehensive Svcs									
Caseload	n/a	256	249	189	193	227	277	229	206
Fire and rescue									
Number of EMS calls answered	n/a	1,329	1,743	3,135	3,244	3,186	3,337	3,039	2,982
Building inspections:									
Permits issued	1,667	1,739	1,486	1,550	1,776	1,610	1,151	994	1,004
Animal control:									
Number of calls answered	3,446	3,067	3,742	4,113	3,947	2,398	2,367	2,629	3,409
Public works									
Landfill:									
Refuse collected (tons/day)	64	65	59	58	51	56	48	52	50
Health and welfare									
Dept of Social Services Caseload	4,079	4,344	4,373	4,505	4,557	4,597	5,284	6,170	5,945
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	3,958
Community development									
Planning:									
Zoning permits issued	196	187	184	102	216	127	75	82	44
Component Unit - School Board									
Education:									
School age population	4,741	4,741	4,741	4,925	4,925	4,925	4,925	4,925	5,629 *
Number of teachers	n/a	350	355	356	358	364	370	365	351
Local expenditures per pupil	2,346	2,509	2,680	2,274	2,708	2,669	2,457	2,487	2,775

Source: Individual county departments

Information not available in this format prior to 2003

\*County population from age 5 - 19 years per 2010 census

**COUNTY OF DINWIDDIE, VIRGINIA**

**Table 15**

Capital Asset Statistics by Function  
Last Nine Fiscal Years

Function	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
General government									
Buildings	15	15	15	15	15	15	16	16	16
Public safety									
Sheriffs department:									
Patrol units	52	57	50	56	56	54	54	54	54
Building inspections:									
Vehicles	3	3	3	3	3	4	4	4	4
Animal control:									
Vehicles	2	2	3	3	3	3	3	3	3
Public works									
General maintenance:									
Trucks/vehicles	2	2	3	3	3	3	3	3	3
Landfill:									
Vehicles	5	5	6	6	4	7	7	7	7
Health and welfare									
Department of Social Services:									
Vehicles	7	7	7	7	7	7	7	7	7
Culture and recreation									
Parks and recreation:									
Community centers	1	1	1	1	1	1	1	1	2
Vehicles	1	1	1	1	1	2	2	2	2
Community development									
Planning:									
Vehicles	1	1	2	2	2	3	3	3	3
Component Unit - School Board									
Education:									
Schools	7	7	7	7	7	8	8	8	8
School buses	103	107	107	107	110	113	113	113	113

Source: Individual county departments

Information not available in this format prior to 2003

*COMPLIANCE SECTION*

# 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, 2011, which collectively comprise the County of Dinwiddie, Virginia's basic financial statements and have issued our report thereon dated November 14, 2011. 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 14, 2011.

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.

A handwritten signature in black ink, appearing to read "D. F. Clark", followed by a horizontal line extending to the right.

Richmond, Virginia  
November 14, 2011

# ROBINSON, FARMER, COX ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL LIMITED LIABILITY COMPANY

## Independent Auditors' 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, 2011. 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, 2011.

## 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.

A handwritten signature in black ink, appearing to read "R. F. Clark", followed by a horizontal line extending to the right.

Richmond, Virginia  
November 14, 2011

**County of Dinwiddie, Virginia**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2011**

Federal Grantor/State Pass - Through Grantor/ Program or Cluster 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	\$ 13,863
Temporary assistance for needy families	93.558	0400109/0400110	228,442
Refugee and entrant assistance - state administered programs	93.566	0500109/0500110	548
Low-income home energy assistance	93.568	0600409/00600410	19,893
Child care and development fund cluster:			
Child care and development block grant	93.575	0770109/0770110	111,546
Child care mandatory and matching funds of the child care and			
ARRA - Child care and development block grant	93.713	0740109/0780109	8,489
development fund	93.596	0760109/0760110	109,177
Stephanie Tubbs Jones child welfare services program	93.645	0900109/090110	918
Foster care - Title IV-E	93.658	1100109/1100110	88,033
ARRA - Foster care - Title IV-E	93.658	1100109/1100110	2,053
Adoption assistance	93.659	1120109/11201110	37,078
ARRA - Adoption assistance	93.659	1120109/11201110	1,914
Social services block grant	93.667	1000109/1000110	172,326
Chafee foster care independence program	93.674	9150109/9150110	2,413
Children's health insurance program	93.767	0540109/0540110	8,489
Medical assistance program	93.778	1200109/1200110	174,442
Total Department of Health and Human Services			<u>\$ 979,624</u>
U. S. Department of Homeland Security:			
Pass Through Payments:			
Department of Emergency Management:			
Emergency management performance grant	97.042	77501-52749	\$ 1,653
State homeland security program	97.073	77501-52717	10,962
Total U. S. Department of Homeland Security			<u>\$ 12,615</u>
Department of Agriculture:			
Pass Through Payments:			
Child nutrition cluster:			
Department of Agriculture:			
Food distribution	10.555	17901-45707	113,769
Department of Education:			
National school lunch program	10.555	17901-40623	767,395
School breakfast program	10.553	17901-40591	286,038
Department of Social Services:			
SNAP cluster:			
State administrative matching grants for the supplemental nutrition	10.561	0010109/0010110	286,680
assistance program			
ARRA - State administrative matching grants for the supplemental	10.561	0040109/0040110	14,926
nutrition assistance program			301,606
Total Department of Agriculture			<u>\$ 1,468,808</u>

**County of Dinwiddie, Virginia**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2011 (Continued)**

Federal Grantor/State Pass - Through Grantor/ Program or Cluster 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>645,470</u>
Department of Justice:			
Direct payments:			
Bulletproof vest partnership program	16.607	N/A	\$ <u>2,156</u>
Department of Transportation:			
Pass Through Payments:			
Department of Motor Vehicles:			
State and community highway safety program	20.600	60507-51237	\$ 20,456
Interagency hazardous materials public sector training and planning grant	20.073	77501-52600	<u>6,820</u>
Total Department of Transportation			\$ <u>27,276</u>
Department of Education:			
Pass Through Payments:			
Department of Education:			
Title I cluster:			
Title I grants to local educational agencies	84.010	17901-42901	\$ 503,775
ARRA - Title I grants to local educational agencies	84.389	17901-42913	202,113
Special education (IDEA) cluster:			
Special education - grants to states	84.027	17901-43071	847,941
ARRA - Special education - grants to states	84.391	17901-61245	772,285
Special education - preschool grants	84.173	17901-62521	52,413
ARRA - Special education - preschool grants	84.392	17901-61247	31,732
Career and technical education - basic grants to states	84.048	17901-61095/61159	65,901
Safe and drug free schools and communities - state grants	84.186	17901-60511	12,057
Improving teacher quality state grants	84.367	17901-61480	178,003
21st century community learning centers	84.287	17901-60565	169,156
Education technology cluster:			
Education technology state grants	84.318	17901-61600	3,631
ARRA - Education technology state grants	84.386	17901-60897	779
State fiscal stabilization fund - education state grants - recovery act	84.394	17901-62532	<u>678,593</u>
Total Department of Education			\$ <u>3,518,379</u>
Department of the Interior:			
Direct Payments:			
Bureau of Land Management:			
Payments in lieu of taxes	15.226	N/A	\$ <u>824</u>
Total Expenditures of Federal Awards			<u>\$ 6,655,152</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, 2011**

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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, 2011. 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	\$ 1,324,102
Special Revenue Funds:	
County Special Revenue Fund	645,470
Total primary government	\$ <u>1,969,572</u>
Component Unit Public Schools:	
School Operating Fund	\$ 3,518,378
School Special Revenue Fund	1,167,202
Total component unit public schools	\$ <u>4,685,580</u>
Total federal expenditures per basic financial statements	\$ <u>6,655,152</u>
Total federal expenditures per the Schedule of Expenditures of Federal Awards	\$ <u><u>6,655,152</u></u>

**County of Dinwiddie, Virginia  
Schedule of Findings and Questioned Costs  
For the year ended June 30, 2011**

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**Section I—Summary of Auditors' Results**

Type of auditor's report issued: unqualified  
 Internal control over financial reporting:  
 Material weakness(es) identified? \_\_\_\_\_ yes ✓ \_\_\_\_\_ no  
 Significant deficiency(ies) identified? \_\_\_\_\_ yes ✓ \_\_\_\_\_ none reported  
 Noncompliance material to financial statements noted? \_\_\_\_\_ yes ✓ \_\_\_\_\_ no

**Federal Awards**

Internal control over major programs:  
 Material weakness(es) identified? \_\_\_\_\_ yes ✓ \_\_\_\_\_ no  
 Significant deficiency(ies) identified? \_\_\_\_\_ yes ✓ \_\_\_\_\_ none reported

Type of auditor's report issued on compliance  
 for major programs: unqualified

Any audit findings disclosed that are required to be  
 reported in accordance with section 510(a) of  
 Circular A-133? \_\_\_\_\_ yes ✓ \_\_\_\_\_ no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.394	State Fiscal Stabilization Fund- Education State Grants-Recovery Act
84.010/84.389	Title I Cluster
84.027/84.391/84.173/84.392	Special Education Cluster (IDEA)
10.561	SNAP Cluster
14.228	Community Development Block Grant

Dollar threshold used to distinguish between type A  
 and type B programs: \$300,000

Auditee qualified as low-risk auditee? ✓ yes \_\_\_\_\_ no

**Section II—Financial Statement Findings**

None

**Section III—Federal Award Findings and Questioned Costs**

None

**County of Dinwiddie, Virginia**

**Schedule of Prior Year Findings and Questioned Costs  
For the year ended June 30, 2011**

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There were no prior year findings and questioned costs.