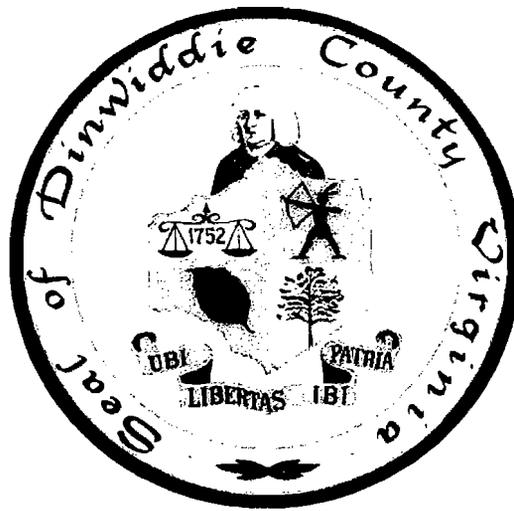


COUNTY OF DINWIDDIE, VIRGINIA



COMPREHENSIVE ANNUAL
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2008

COUNTY OF DINWIDDIE, VIRGINIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2008

COUNTY OF DINWIDDIE, VIRGINIA

Board of Supervisors

John Talmage, Chairperson
Donald L. Haraway, Vice-Chairperson

Michael W. Stone
Doretha Edwards Moody

Harrison A. Moody

School Board

Legert Hamilton, Chairperson

James Maitland, Vice-Chairperson
William R. Haney

James E. Harrison, Sr.
Gregory K. McCammon

Social Services Board

Thomas Hooker, Chairperson

Diane Galbreath, Vice-Chairperson
Lynda P. Cunningham

Pauline H. Bonner
Cheryl Martinez
Donald L. Haraway

Other Officials

Judge of the Circuit Court.....Thomas W. Warren
Clerk of the Circuit Court..... J. Barrett Chappell, Jr.
Commonwealth's Attorney Lisa Caruso
Judge of the General District Court Paul Cella
Judge of the Juvenile and Domestic Relations Court Valentine Southall
TreasurerWilliam E. Jones
Sheriff.....Dusty Rhodes
Superintendent of Schools..... Dr. Charles Maranzano
Clerk of the School Board..... Bonnie Gholson
Superintendent of Public Welfare.....Shel Douglas
Commissioner of the Revenue Lori K. Stevens
County Administrator..... W. Kevin Massengill
Interim County Attorney Susan Siegfried

COUNTY OF DINWIDDIE, VIRGINIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-9
<u>Basic Financial Statements</u>	
Government-wide Financial Statements:	
Exhibit 1 Statement of Net Assets	10
Exhibit 2 Statement of Activities	11
Fund Financial Statements:	
Exhibit 3 Balance Sheet—Governmental Funds	12
Exhibit 4 Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	13
Exhibit 5 Statement of Revenues, Expenditures and Changes in Fund Balances—Governmental Funds	14
Exhibit 6 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities—Governmental Funds	15
Exhibit 7 Statement of Fiduciary Net Assets—Fiduciary Funds	16
Exhibit 8 Statement of Changes in Fiduciary Net Assets	17
Notes to Financial Statements	18- 41

COUNTY OF DINWIDDIE, VIRGINIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

TABLE OF CONTENTS

	Page
<u>Required Supplementary Information:</u>	
Exhibit 9 Schedule of Revenues, Expenditures and Changes in Fund Balances–Budget and Actual–General Fund	42
Exhibit 10 Schedule of Funding Progress - Virginia Retirement System	43
<u>Other Supplementary Information:</u>	
Combining and Individual Funds Statements and Schedules:	
Exhibit 11 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - County Debt Service Fund	44
Exhibit 12 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - County Capital Projects Fund	45
Exhibit 13 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Non Major Special Revenue Fund	46
Exhibit 14 Combining Statement of Fiduciary Net Assets	47
Discretely Presented Component Unit School Board:	
Exhibit 15 Combining Balance Sheet	48
Exhibit 16 Combining Statement of Revenues, Expenditures and Changes in Fund Balances–Governmental Funds	49
Exhibit 17 Statement of Revenues, Expenditures and Changes in Fund Balances–Budget and Actual - School Operating Fund	50
Exhibit 18 Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Non Major Special Revenue Fund	51
<u>Supporting Schedules:</u>	
Schedule 1 Schedule of Revenues–Budget and Actual–Governmental Funds and Discretely Presented Component Unit School Board	52-57
Schedule 2 Schedule of Expenditures–Budget and Actual–Governmental Funds and Discretely Presented Component Unit School Board	58-62

COUNTY OF DINWIDDIE, VIRGINIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

TABLE OF CONTENTS

	<u>Page</u>
<u>Statistical Section:</u>	
Table 1 Net Assets by Component	63
Table 2 Changes in Net Assets	64
Table 3 Fund Balances of Governmental Funds	65
Table 4 Changes in Fund Balances of Governmental Funds	66
Table 5 Assessed Value and Estimated Actual Value of Taxable Property	67
Table 6 Property Tax Rates	68
Table 7 Principal Property Taxpayers	69
Table 8 Property Tax Levies and Collections	70
Table 9 Ratios of Outstanding Debt by Type	71
Table 10 Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita	72
Table 11 Demographic and Economic Statistics	73
Table 12 Principal Employers	74
Table 13 Full-time Equivalent County Government Employees by Function	75
Table 14 Operating Indicators by Function	76
Table 15 Capital Asset Statistics by Function	77

COUNTY OF DINWIDDIE, VIRGINIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

TABLE OF CONTENTS

Compliance:

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	78-79
Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	80-81
Schedule of Expenditures of Federal Awards	82-83
Notes to Schedule of Expenditures of Federal Awards	84
Schedule of Findings and Questioned Costs	85
Schedule of Prior Year Findings and Questioned Costs	86

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 aggregate 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, 2008, 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Dinwiddie, Virginia, as of June 30, 2008, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2008, 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 important for assessing the results of our audit.

The Management's Discussion and Analysis, budgetary comparison information, and Schedule of Pension Funding Progress as listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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



Richmond, Virginia
November 21, 2008

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, 2008.

Financial Highlights

Government-wide Financial Statements

- < The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$34,978,617 (net assets).

Fund Financial Statements

The Governmental Funds, on a current financial resource basis, reported expenditures and other financing uses in excess of revenues and other sources of \$26,338,893 (Exhibit 5) after making contributions totaling \$11,683,892 to the School Board.

- < As of the close of the current fiscal year, the County's funds reported ending fund balances of \$39,275,707, a decrease of \$26,338,893 in comparison with the prior year. The reduction in fund balance was primarily due to the spending down of bond funds on school construction projects.
- < At the end of the current fiscal year, unreserved fund balance for the general fund was \$20,566,462 or 54% of total general fund expenditures and other financing uses.
- < The combined long-term obligations decreased \$6,893,590 during the current fiscal year; due to scheduled principal payments being made as well as refunding the Series 2004A debt with a Literary Loan subsidized bond.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components:

1. Government-wide financial statements,
2. Fund financial statements, and
3. 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, courts, police protection, sanitation, social services, education, cultural events, and recreation.

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 for which the County of Dinwiddie, Virginia is financially accountable. Financial information for the component unit is reported separately from the financial information presented for the primary government itself.

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.

Overview of the Financial Statements (Continued)

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.

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.

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. The School Board does not issue separate financial statements. The IDA does not issue separate financial statements.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a County's financial position. In the case of the County, assets exceeded liabilities by \$34,978,617 at the close of the most recent fiscal year. The following table summarizes the County's Statement of Net Assets:

County of Dinwiddie, Virginia's Net Assets		
	Governmental Activities	
	2008	2007
Current and other assets	\$ 43,985,927	\$ 70,968,803
Capital assets	<u>81,828,810</u>	<u>64,193,820</u>
Total assets	<u>\$ 125,814,737</u>	<u>\$ 135,162,623</u>
Current liabilities	\$ 4,054,179	\$ 4,918,469
Long-term liabilities outstanding	<u>86,781,941</u>	<u>93,675,531</u>
Total liabilities	<u>\$ 90,836,120</u>	<u>\$ 98,594,000</u>
Net assets:		
Invested in capital assets, net of related debt	\$ 6,573,010	\$ 6,810,185
Restricted to:		
Advances to Airport Authority	281,512	281,512
Unrestricted	<u>28,124,095</u>	<u>29,476,926</u>
Total net assets	<u>\$ 34,978,617</u>	<u>\$ 36,568,623</u>

Government-wide Financial Analysis (Continued)

Governmental activities decreased the County's net assets by \$1,590,006 during the current fiscal year. The following table summarizes the County's Statement of Activities:

County of Dinwiddie, Virginia's Changes in Net Assets		
	Governmental Activities	
	2008	2007
Charges for services	\$ 2,549,308	\$ 2,556,532
Operating grants and contributions	6,124,116	6,296,842
Capital grants and contributions	2,757,972	-
General property taxes	22,217,232	20,601,284
Other local taxes	5,368,774	5,131,247
Grants and other contributions not restricted	3,918,941	3,958,524
Other general revenues	2,360,019	4,417,510
Total revenues	<u>\$ 45,296,362</u>	<u>\$ 42,961,939</u>
General government administration	\$ 2,228,249	\$ 2,160,836
Judicial administration	1,000,621	828,790
Public safety	10,113,253	9,224,156
Public works	3,113,226	3,151,835
Health and welfare	3,410,351	3,188,957
Education	20,187,331	17,649,646
Parks, recreation, and cultural	911,484	552,282
Community development	1,987,130	1,521,653
Interest and other fiscal charges	3,934,723	3,960,721
Total expenses	<u>\$ 46,886,368</u>	<u>\$ 42,238,876</u>
Change in net assets	\$ (1,590,006)	\$ 723,063
Net assets, beginning of year	36,568,623	35,845,560
Net assets, end of year	<u>\$ 34,978,617</u>	<u>\$ 36,568,623</u>

Financial Analysis of the County's Funds

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

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

As of the end of the current fiscal year, the County's governmental funds reported fund balances of \$39,275,707, a decrease of \$26,338,893 in comparison with the prior year. Approximately 52% of the reported fund balance constitutes unreserved General Fund balance, which is available for spending at the County's discretion.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget amounted to \$609,654 and were spread throughout the following General Fund expenditure categories: general government administration, judicial administration, public safety, public works, parks, recreation and cultural, and community development.

During the year, revenues and other sources/uses exceeded budgetary estimates by \$1,513,475. Expenditures were less than budgetary estimates by \$1,567,523, thus reducing the need to draw upon existing fund balance. The final budget included an anticipated draw on beginning fund balance of \$821,548. The actual fund balance increase was \$2,259,450, resulting in an overall positive variance of \$3,080,998.

Capital Asset and Debt Administration

< **Capital assets** - The County's investment in capital assets for its governmental operations as of June 30, 2008 amounted to \$81,828,810 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, and machinery and equipment.

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

Long-term debt - At the end of the current fiscal year, the County had total bonded debt outstanding of \$85,204,817. Of this amount, \$20,825,101 comprises debt backed by the full faith and credit of the County. The remainder of the County's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds, lease/revenue bonds and capital leases).

The County's total debt decreased by \$7,690,065 during the current fiscal year.

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

Economic Factors and Next Year's Budgets and Rates

- < The unemployment rate for the County of 4.7% is comparable to the state's average unemployment rate of 4.0% and the national average rate of 5.5%.
- < Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the County's budget for the 2009 fiscal year.

The fiscal year 2009 budget decreased by approximately 27% due to completion of the two school construction projects. The County's General Fund increased by approximately 11%.

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, 14016 Boydton Plank Road, Dinwiddie, Virginia 23841.

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BASIC FINANCIAL STATEMENTS

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County of Dinwiddie, Virginia
Statement of Net Assets
June 30, 2008

	Primary Government		Component Units	
	Governmental Activities	Total	School Board	IDA
ASSETS				
Cash and cash equivalents	\$ 27,401,537	\$ 27,401,537	\$ 2,907,106	\$ 435,564
Cash in custody of others	390,406	390,406	-	-
Receivables (net of allowance for uncollectibles):				
Taxes receivable	2,449,818	2,449,818	-	-
Accounts receivable	498,733	498,733	37,682	-
Due from other funds	-	-	-	-
Due from other governmental units	3,296,416	3,296,416	2,094,462	-
Restricted assets:				
Cash and cash equivalents (in custody of others)	9,949,017	9,949,017	-	-
Capital assets (net of accumulated depreciation):				
Land	3,155,494	3,155,494	1,470,455	-
Buildings and system	28,084,620	28,084,620	6,606,693	-
Machinery and equipment	6,452,730	6,452,730	1,847,327	-
Construction in progress	44,135,966	44,135,966	15,648,647	-
Total assets	<u>\$ 125,814,737</u>	<u>\$ 125,814,737</u>	<u>\$ 30,612,372</u>	<u>\$ 435,564</u>
LIABILITIES				
Accounts payable	\$ 2,036,034	\$ 2,036,034	\$ 720,401	-
Accrued liabilities	-	-	3,661,535	-
Accrued interest payable	1,606,477	1,606,477	-	-
Due to other governmental units	-	-	69,714	-
Unearned revenue	411,668	411,668	-	-
Long-term liabilities:				
Due within one year	4,966,065	4,966,065	102,500	-
Due in more than one year	81,815,876	81,815,876	922,496	-
Total liabilities	<u>\$ 90,836,120</u>	<u>\$ 90,836,120</u>	<u>\$ 5,476,646</u>	<u>\$ -</u>
NET ASSETS				
Invested in capital assets, net of related debt and debt service reserve	\$ 6,573,010	\$ 6,573,010	\$ 25,573,122	\$ -
Restricted for:				
Advance to the Airport	281,512	281,512	-	-
Unrestricted (deficit)	28,124,095	28,124,095	(437,396)	435,564
Total net assets	<u>\$ 34,978,617</u>	<u>\$ 34,978,617</u>	<u>\$ 25,135,726</u>	<u>\$ 435,564</u>
Total liabilities and net assets	<u>\$ 125,814,737</u>	<u>\$ 125,814,737</u>	<u>\$ 30,612,372</u>	<u>\$ 435,564</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, 2008

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units	
					Governmental Activities	Total	School Board	IDA
PRIMARY GOVERNMENT:								
Governmental activities:								
General government administration	\$ 2,228,249	\$ -	\$ 299,340	\$ -	\$ (1,928,909)	\$ (1,928,909)	\$ -	\$ -
Judicial administration	1,000,621	830,912	563,422	-	393,713	393,713	-	-
Public safety	10,113,253	898,793	2,381,685	-	(6,832,775)	(6,832,775)	-	-
Public works	3,113,226	751,894	-	-	(2,361,332)	(2,361,332)	-	-
Health and welfare	3,410,351	-	2,317,321	-	(1,093,030)	(1,093,030)	-	-
Education	20,187,331	-	551,814	2,757,972	(16,877,545)	(16,877,545)	-	-
Parks, recreation, and cultural	911,484	66,293	-	-	(845,191)	(845,191)	-	-
Community development	1,987,130	1,416	10,534	-	(1,975,180)	(1,975,180)	-	-
Interest on long-term debt	3,934,723	-	-	-	(3,934,723)	(3,934,723)	-	-
Total governmental activities	\$ 46,886,368	\$ 2,549,308	\$ 6,124,116	\$ 2,757,972	\$ (35,454,972)	\$ (35,454,972)	\$ -	\$ -
Total primary government	\$ 46,886,368	\$ 2,549,308	\$ 6,124,116	\$ 2,757,972	\$ (35,454,972)	\$ (35,454,972)	\$ -	\$ -
COMPONENT UNITS:								
School Board	\$ 43,845,642	\$ 789,501	\$ 30,441,363	\$ -	\$ -	\$ -	\$ (12,614,778)	\$ -
Industrial Development Authority	14,239	-	-	-	-	-	-	(14,239)
Total component units	\$ 43,859,881	\$ 789,501	\$ 30,441,363	\$ -	\$ -	\$ -	\$ (12,614,778)	\$ (14,239)
General revenues:								
General property taxes					\$ 22,217,232	\$ 22,217,232	\$ -	\$ -
Local sales and use taxes					1,374,304	1,374,304	-	-
Consumers' utility taxes					564,293	564,293	-	-
Communications taxes					1,058,009	1,058,009	-	-
Business license taxes					733,008	733,008	-	-
Other local taxes					1,639,160	1,639,160	-	-
Unrestricted revenues from use of money and property					2,253,826	2,253,826	442	13,853
Miscellaneous					106,193	106,193	126,941	3,750
Grants and contributions not restricted to specific programs					3,918,941	3,918,941	-	-
Payment from Dinwiddie County					-	-	18,174,844	3,500
Gain on disposal of capital assets					-	-	-	72,000
Total general revenues					\$ 33,864,966	\$ 33,864,966	\$ 18,302,227	\$ 93,103
Change in net assets					(1,590,006)	(1,590,006)	5,687,449	78,864
Net assets - beginning, as restated					\$ 36,568,623	\$ 36,568,623	\$ 19,448,277	\$ 356,700
Net assets - ending					\$ 34,978,617	\$ 34,978,617	\$ 25,135,726	\$ 435,564

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

County of Dinwiddie, Virginia
Balance Sheet
Governmental Funds
June 30, 2008

	<u>General</u>	<u>County Debt Service</u>	<u>County Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total</u>
ASSETS					
Cash and cash equivalents	\$ 17,822,176	\$ 6,767,981	\$ 2,598,500	\$ 212,880	\$ 27,401,537
Cash in custody of others	-	390,406	-	-	390,406
Receivables (net of allowance for uncollectibles):					
Taxes receivable	2,449,818	-	-	-	2,449,818
Accounts receivable	479,976	573	1,009	17,175	498,733
Due from other governmental units	3,224,682	-	-	71,734	3,296,416
Restricted assets:					
Temporarily restricted:					
Cash and cash equivalents (in custody of others)	-	-	9,949,017	-	9,949,017
Total assets	\$ 23,976,652	\$ 7,158,960	\$ 12,548,526	\$ 301,789	\$ 43,985,927
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 454,492	\$ 21,356	\$ 1,552,146	\$ 8,040	\$ 2,036,034
Deferred revenue	2,674,186	-	-	-	2,674,186
Total liabilities	\$ 3,128,678	\$ 21,356	\$ 1,552,146	\$ 8,040	\$ 4,710,220
Fund balances:					
Reserved for:					
Advance to Airport	\$ 281,512	\$ -	\$ -	\$ -	\$ 281,512
Unreserved, reported in:					
General fund	20,566,462	-	-	-	20,566,462
Special revenue funds	-	-	-	293,749	293,749
Debt service funds	-	7,137,604	-	-	7,137,604
Capital projects funds	-	-	10,996,380	-	10,996,380
Total fund balances	\$ 20,847,974	\$ 7,137,604	\$ 10,996,380	\$ 293,749	\$ 39,275,707
Total liabilities and fund balances	\$ 23,976,652	\$ 7,158,960	\$ 12,548,526	\$ 301,789	\$ 43,985,927

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, 2008

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

Total fund balances per Exhibit 3 - Balance Sheet - Governmental Funds		39,275,707
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		81,828,810
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		2,262,518
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	(64,379,716)	
Literary fund loans	(23,835)	
General obligation bonds	(20,801,266)	
Compensated absences	(532,471)	
Landfill postclosure care	(1,044,653)	
Accrued interest payable	<u>(1,606,477)</u>	(88,388,418)
Net assets of governmental activities		<u><u>\$ 34,978,617</u></u>

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

County of Dinwiddie, Virginia
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2008

	<u>General</u>	<u>County Debt Service</u>	<u>County Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total</u>
REVENUES					
General property taxes	\$ 21,877,562	\$ -	\$ -	\$ -	\$ 21,877,562
Other local taxes	5,368,774	-	-	-	5,368,774
Permits, privilege fees, and regulatory licenses	432,228	-	-	-	432,228
Fines and forfeitures	662,248	-	-	-	662,248
Revenue from the use of money and property	1,080,789	15,915	1,130,163	-	2,226,867
Charges for services	1,428,255	-	-	26,577	1,454,832
Miscellaneous	41,679	-	32,964	31,550	106,193
Recovered costs	67,612	-	-	-	67,612
Intergovernmental revenues:					
Commonwealth	7,755,353	3,309,786	-	420,510	11,485,649
Federal	1,315,380	-	-	-	1,315,380
Total revenues	<u>\$ 40,029,880</u>	<u>\$ 3,325,701</u>	<u>\$ 1,163,127</u>	<u>\$ 478,637</u>	<u>\$ 44,997,345</u>
EXPENDITURES					
Current:					
General government administration	\$ 2,156,294	\$ -	\$ -	\$ -	\$ 2,156,294
Judicial administration	912,901	-	-	5,486	918,387
Public safety	8,943,287	-	-	243,830	9,187,117
Public works	2,896,734	-	-	33,000	2,929,734
Health and welfare	2,702,040	-	-	666,540	3,368,580
Education	11,691,834	-	-	-	11,691,834
Parks, recreation, and cultural	758,189	-	-	-	758,189
Community development	784,121	815,168	-	749	1,600,038
Capital projects	-	-	27,848,522	-	27,848,522
Debt service:					
Principal retirement	-	4,310,711	-	-	4,310,711
Interest and other fiscal charges	-	3,815,360	-	-	3,815,360
Total expenditures	<u>\$ 30,845,400</u>	<u>\$ 8,941,239</u>	<u>\$ 27,848,522</u>	<u>\$ 949,605</u>	<u>\$ 68,584,766</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 9,184,480</u>	<u>\$ (5,615,538)</u>	<u>\$ (26,685,395)</u>	<u>\$ (470,968)</u>	<u>\$ (23,587,421)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	\$ 104,586	\$ 6,578,212	\$ 1,529,980	\$ 249,090	\$ 8,461,868
Transfers out	(7,029,616)	-	(1,327,666)	(104,586)	(8,461,868)
Issuance of bonds	-	11,620,646	-	-	11,620,646
Refunding of bonds	-	(15,000,000)	-	-	(15,000,000)
Bond issuance premium	-	627,882	-	-	627,882
Total other financing sources (uses)	<u>\$ (6,925,030)</u>	<u>\$ 3,826,740</u>	<u>\$ 202,314</u>	<u>\$ 144,504</u>	<u>\$ (2,751,472)</u>
Net change in fund balances	\$ 2,259,450	\$ (1,788,798)	\$ (26,483,081)	\$ (326,464)	\$ (26,338,893)
Fund balances - beginning	18,588,524	8,926,402	37,479,461	620,213	65,614,600
Fund balances - ending	<u>\$ 20,847,974</u>	<u>\$ 7,137,604</u>	<u>\$ 10,996,380</u>	<u>\$ 293,749</u>	<u>\$ 39,275,707</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, 2008

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

Net change in fund balances - total governmental funds \$(26,338,893)

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	21,135,982	
Depreciation expense	<u>(3,500,992)</u>	17,634,990

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 339,670

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	858,581	
Principal retirement on lease revenue bonds	18,433,000	
Principal retirement on literary fund loans	19,130	
Amortization of bond premium	26,959	
Issuance of general obligation bonds	(12,248,528)	
Increase of landfill postclosure liability	<u>(108,131)</u>	6,981,011

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. (206,784)

Change in net assets of governmental activities \$ (1,590,006)

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, 2008

	<u>Private-Purpose</u> <u>Trusts</u>	<u>Agency</u> <u>Funds</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 1,113,384	\$ 69,650	\$ 1,183,034
Investments	5,362,717	-	5,362,717
Receivables:			
Other receivables	-	417	417
Total assets	<u>\$ 6,476,101</u>	<u>\$ 70,067</u>	<u>\$ 6,546,168</u>
LIABILITIES			
Amounts held for social services clients	-	\$ 64,649	\$ 64,649
Amounts held for inmates	-	5,418	5,418
Total liabilities	<u>\$ -</u>	<u>\$ 70,067</u>	<u>\$ 70,067</u>
NET ASSETS			
Held in trust for scholarships	\$ 6,476,101	-	\$ 6,476,101
Total net assets	<u>\$ 6,476,101</u>	<u>-</u>	<u>\$ 6,476,101</u>
Total liabilities and net assets	<u>\$ 6,476,101</u>	<u>\$ 70,067</u>	<u>\$ 6,546,168</u>

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, 2008

	Private Purpose Trust Funds
ADDITIONS	
Investment earnings (losses)	(418,969)
Private donations	2,816
Total additions	<u>\$ (416,153)</u>
DEDUCTIONS	
Scholarships	\$ 199,103
Total deductions	<u>\$ 199,103</u>
Change in net assets	(615,256)
Net assets - beginning	\$ 7,091,357
Net assets - ending	<u>\$ 6,476,101</u>

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

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008

Note 1—Summary of Significant Accounting Policies:

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

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

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

Government-wide and Fund Financial Statements

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

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Changes in Net Assets) 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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

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

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 unit. 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).

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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

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

B. Individual Component Unit Disclosures

Blended Component Unit. The County has no blended component units at June 30, 2008.

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, 2008.

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, 2008.

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 reflect 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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

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

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

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 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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

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

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

1. Governmental Funds

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

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

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

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

The County reports the following non-major governmental funds:

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

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

E. Cash and Cash Equivalents

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

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

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

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

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

F. Investments

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

G. Receivables and payables

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

All trade and property tax receivables are shown net of an allowance for uncollectibles. The County calculates its allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis. The allowance amounted to approximately \$504,701 at June 30, 2008 is composed solely of property 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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

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

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

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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

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

L. Fund Equity

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

M. Net Assets

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

N. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bonds payable are reported net of the applicable bond premium or discount.

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

Note 2—Stewardship, Compliance, and Accounting:

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

1. On or before March 30th, 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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 2—Stewardship, Compliance, and Accounting (Continued):

Expenditures and Appropriations

Expenditures did not exceed appropriations in any of the funds at June 30, 2008.

Note 3—Deposits and Investments:

Deposits

All cash of the primary government and its discretely presented component units is maintained in accounts collateralized in accordance with the Virginia Security for Public Deposits Act (a multiple financial institution collateral pool), Section 2.2-4400 et. seq. of the Code of Virginia or covered by federal depository insurance. Under the Act, banks holding public deposits in excess of the amounts insured by FDIC must pledge collateral in the amount of 50% of excess deposits to a collateral pool in the name of the State Treasury Board. Savings and Loan institutions are required to collateralize 100% of deposits in excess of FDIC limits. Deposits covered by the Act are considered insured since the Treasury Board is authorized to make additional assessments.

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).

Credit Risk of Debt Securities

The County’s rated debt investments as of June 30, 2008 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 it’s long term debt rating of A or better by Moody’s and Standard and Poor’s.

	Fair Quality Ratings						
	AAA _m	AAA	AA	AA+	A+	AA-	Unrated
Local Government Investment Pool	\$ 6,934,170	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Non-Arbitrage Pool	10,013,184	-	-	-	-	-	-
Money Market Mutual Fund	4,514,489	-	-	-	-	-	-
Mutual Funds	-	428,322	-	-	-	-	-
Commercial Paper	-	-	-	-	99,738	-	-
Repurchase Agreements - Underlying:							
U.S. Agency Securities	-	-	-	-	-	-	13,346,560
Corporate Debt	-	100,342	100,996	199,658	201,048	579,246	-
Municipal/Public Bonds	-	525,269	-	100,567	-	-	-
Total	\$ 21,461,843	\$ 1,053,933	\$ 100,996	\$ 300,225	\$ 300,786	\$ 579,246	\$ 13,346,560

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 3— Deposits and Investments: (Continued)

Interest Rate Risk

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

Investment Maturities (in years)			
Investment Type	Fair Value	Less Than 1 Year	1-5 Years
Repurchase Agreements	\$ 13,346,560	\$ 13,346,560	\$ -
Corporate Debt	1,181,290	1,102,471	78,819
Municipal/Public Bonds	625,836	473,304	152,532
Mutual Funds	428,322	428,322	-
Commercial Paper	99,738	99,738	-
Total	<u>\$ 15,681,746</u>	<u>\$ 15,450,395</u>	<u>\$ 231,351</u>

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 \$5,362,717 at June 30, 2008. The money included in these funds are donated investments that can only be used for specified purposes.

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 this pool is 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.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 4—Due to/from Other Governments:

At June 30, 2008, 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	\$ 69,714	\$ -
Dinwiddie County Airport Authority	281,512	-
Crater Youth Care Commission	1,667	-
Commonwealth of Virginia:		
Elections	9,828	-
Local sales tax	236,208	-
Welfare	62,686	-
Excess fees of clerk	629	-
Rolling stock tax	107,459	-
State Sales Tax	-	659,601
School fund grants	-	235,485
Constitutional officer reimbursements	236,948	-
Recordation tax	18,106	-
Personal property tax relief act	1,875,641	-
Victim witness	15,023	-
Jail funds	37,378	-
Communications tax	169,989	-
Forfeited assets	2,068	-
Wireless grant	7,925	-
Comprehensive service	69,666	-
Federal Government:		
School fund grants	-	1,199,376
Welfare	93,969	-
Total due from other governments	\$ <u>3,296,416</u>	\$ <u>2,094,462</u>

At June 30, 2008, amounts due to other local governments are as follows:

Other Local Governments:		
County of Dinwiddie	\$ <u>-</u>	\$ <u>69,714</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 5—Capital Assets:

The following is a summary of changes in capital assets for the fiscal year ending June 30, 2008:

	<u>Balance July 1, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2008</u>
Capital assets not subject to depreciation:				
Land	\$ 3,155,494	\$ -	\$ -	\$ 3,155,494
Jointly owned assets	24,270,313	26,309,415	6,563,446	44,016,282
Construction in progress	168,927	92,006	141,249	119,684
Total capital assets not subject to depreciation	<u>\$ 27,594,734</u>	<u>\$ 26,401,421</u>	<u>\$ 6,704,695</u>	<u>\$ 47,291,460</u>
Capital assets subject to depreciation:				
Buildings and system	\$ 13,818,548	\$ 330,525	\$ -	\$ 14,149,073
Machinery and equipment	11,721,050	709,368	114,042	12,316,376
Jointly owned assets	24,078,650	399,363	-	24,478,013
Total capital assets being depreciated	<u>\$ 49,618,248</u>	<u>\$ 1,439,256</u>	<u>\$ 114,042</u>	<u>\$ 50,943,462</u>
Less accumulated depreciation for:				
Buildings and system	\$ 4,264,450	\$ 383,212	\$ -	\$ 4,647,662
Machinery and equipment	4,789,619	1,188,069	114,042	5,863,646
Jointly owned assets	3,965,093	1,929,711	-	5,894,804
Total accumulated depreciation	<u>\$ 13,019,162</u>	<u>\$ 3,500,992</u>	<u>\$ 114,042</u>	<u>\$ 16,406,112</u>
Total capital assets subject to depreciation, net	<u>\$ 36,599,086</u>	<u>\$ (2,061,736)</u>	<u>\$ -</u>	<u>\$ 34,537,350</u>
Governmental activities capital assets, net	<u>\$ 64,193,820</u>	<u>\$ 24,339,685</u>	<u>\$ 6,704,695</u>	<u>\$ 81,828,810</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 5—Capital Assets: (Continued)

Component Unit-School Board:	<u>Balance July 1, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2008</u>
Capital assets not subject to depreciation:				
Land	\$ 1,470,455	\$ -	\$ -	\$ 1,470,455
Jointly owned assets	<u>9,085,201</u>	<u>6,563,446</u>	<u>-</u>	<u>15,648,647</u>
Total capital assets not subject to depreciation	<u>10,555,656</u>	<u>6,563,446</u>	<u>-</u>	<u>17,119,102</u>
Capital assets subject to depreciation:				
Machinery and equipment	\$ 5,446,718	\$ 291,432	\$ -	\$ 5,738,150
Jointly owned assets	<u>9,013,454</u>	<u>-</u>	<u>311,043</u>	<u>8,702,411</u>
Total capital assets subject to depreciation	<u>\$ 14,460,172</u>	<u>\$ 291,432</u>	<u>\$ 311,043</u>	<u>\$ 14,440,561</u>
Less: accumulated depreciation for:				
Machinery and equipment	\$ 3,493,089	\$ 397,734	\$ -	\$ 3,890,823
Jointly owned assets	<u>1,484,269</u>	<u>611,449</u>	<u>-</u>	<u>2,095,718</u>
Total accumulated depreciation	<u>\$ 4,977,358</u>	<u>\$ 1,009,183</u>	<u>\$ -</u>	<u>\$ 5,986,541</u>
Total capital assets subject to depreciation, net	<u>\$ 9,482,814</u>	<u>\$ (717,751)</u>	<u>\$ 311,043</u>	<u>\$ 8,454,020</u>
Component unit school board capital assets, net	<u>\$ 20,038,470</u>	<u>\$ 5,845,695</u>	<u>\$ 311,043</u>	<u>\$ 25,573,122</u>

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

Governmental activities:

General government	\$ 144,979
Judicial administration	145,269
Public safety	1,042,894
Public works	53,700
Health and welfare	38,814
Education	1,929,711
Parks, recreation and cultural	52,296
Community development	<u>93,329</u>
Total Governmental activities	<u>\$ 3,500,992</u>

Component Unit School Board	<u>\$ 1,009,183</u>
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COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 6—Interfund Transfers:

Interfund transfers for the year ended June 30, 2008, consisted of the following:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Primary Government:		
General Fund	\$ 104,586	\$ 7,029,616
County debt service fund	6,578,212	-
County capital projects fund	1,529,980	1,327,666
County special revenue fund	249,090	104,586
Total	\$ <u>8,461,868</u>	\$ <u>8,461,868</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:

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

	<u>Amounts Payable at July 1, 2007</u>	<u>Increases</u>	<u>Decreases</u>	<u>Amounts Payable at June 30, 2008</u>	<u>Amounts Due Within One Year</u>
Governmental Obligations:					
Incurred by County:					
Claims, judgments and compensated absences payable	\$ 445,050	\$ 87,421	\$ -	\$ 532,471	\$ 53,247
Lease Revenue Bonds	10,864,038	-	810,400	10,053,638	849,538
Landfill postclosure care	936,522	108,131	-	1,044,653	-
Total incurred by County	\$ <u>12,245,610</u>	\$ <u>195,552</u>	\$ <u>810,400</u>	\$ <u>11,630,762</u>	\$ <u>902,785</u>
Incurred by School Board:					
State Literary Fund Loans	\$ 42,965	\$ -	\$ 19,130	\$ 23,835	\$ 19,130
General Obligation Bonds	10,039,201	11,620,646	858,581	20,801,266	1,325,950
Lease Revenue Bonds	70,592,900	-	17,622,600	52,970,300	2,718,200
Add deferred amounts:					
For issuance premium	754,855	627,882	26,959	1,355,778	-
Total incurred by School Board	\$ <u>81,429,921</u>	\$ <u>12,248,528</u>	\$ <u>18,527,270</u>	\$ <u>75,151,179</u>	\$ <u>4,063,280</u>
Total Governmental Obligations	\$ <u>93,675,531</u>	\$ <u>12,444,080</u>	\$ <u>19,337,670</u>	\$ <u>86,781,941</u>	\$ <u>4,966,065</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 7—Long-Term Obligations: (Continued)

Primary Government: (continued)

Year Ending June 30	County Obligations	
	Lease Revenue Bonds	
	Principal	Interest
2009	\$ 849,538	\$ 426,890
2010	773,400	390,468
2011	802,000	357,198
2012	845,100	322,263
2013	872,900	285,187
2014	914,300	246,399
2015	955,200	205,371
2016	1,000,700	162,632
2017	1,040,500	117,698
2018	255,000	70,968
2019	265,000	61,114
2020	275,000	50,881
2021	285,000	40,269
2022	295,000	29,277
2023	305,000	17,907
2024	320,000	6,064
Total	\$ <u>10,053,638</u>	\$ <u>2,790,586</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 7—Long-Term Obligations: (Continued)

Primary Government: (continued)

Year Ending June 30	School Obligations					
	State Literary Fund Loans		General Obligation Bonds		Lease Revenue Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 15,000	\$ 715	\$ 1,325,950	\$ 1,168,093	\$ 2,718,200	2,341,918
2010	8,835	265	1,394,257	983,933	2,820,500	2,241,508
2011	-	-	1,438,131	905,683	2,924,100	2,134,916
2012	-	-	1,483,831	825,604	3,039,600	2,022,793
2013	-	-	1,526,457	743,747	1,806,200	1,933,658
2014	-	-	1,319,758	659,494	1,866,700	1,867,072
2015	-	-	1,355,208	590,542	1,926,600	1,797,960
2016	-	-	1,392,539	519,712	2,026,000	1,707,825
2017	-	-	1,431,847	446,903	2,124,700	1,613,004
2018	-	-	812,478	389,272	2,212,700	1,527,138
2019	-	-	833,962	347,288	1,320,000	1,421,950
2020	-	-	856,571	304,180	1,375,000	1,369,150
2021	-	-	880,361	259,888	1,380,000	1,314,150
2022	-	-	626,024	221,475	1,450,000	1,245,150
2023	-	-	640,928	191,571	1,520,000	1,172,650
2024	-	-	656,612	160,888	1,600,000	1,096,650
2025	-	-	675,584	126,917	1,680,000	1,016,650
2026	-	-	695,548	92,953	1,755,000	941,050
2027	-	-	716,556	55,944	1,835,000	862,075
2028	-	-	738,664	18,836	1,915,000	779,500
2029	-	-	-	-	2,010,000	683,750
2030	-	-	-	-	2,110,000	583,250
2031	-	-	-	-	2,215,000	477,750
2032	-	-	-	-	2,330,000	367,000
2033	-	-	-	-	2,445,000	250,500
2034	-	-	-	-	2,565,000	128,250
Total	\$ 23,835	\$ 980	\$ 20,801,266	\$ 9,012,923	\$ 52,970,300	\$ 32,897,267

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 7—Long-Term Obligations: (Continued)

Primary Government: (continued)

General Obligations:

Incurred by County:

Lease Revenue Bonds:

\$875,000 Bond Series 1998B, issued September 8, 1998, maturing annually in installments of varying amounts through February 1, 2009; interest payable Semi-annually at various coupon rates of 3.8% to 4.5%.	\$	105,000
\$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%		2,115,000
\$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 st through 2017.		2,618,638
\$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 st through 2023 at an interest rate of 3.79%		<u>3,915,000</u>
Total Lease Revenue Bonds	\$	10,053,638
Landfill postclosure cost		1,044,653
Compensated absences		<u>532,471</u>
Total incurred by County	\$	<u><u>11,630,762</u></u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 7—Long-Term Obligations: (Continued)

Incurred by School Board:

General Obligation Bonds:

\$350,000 School Bonds, issued December 15, 1992, maturing annually in installments of varying amounts through December 15, 2013; interest payable semiannually at an average rate of 5.84%.	\$ 70,000
\$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%.	1,969,476
\$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%.	1,181,687
\$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%.	1,969,476
\$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.	1,005,591
\$5,810,323 2007A Series School Bonds, maturing annually in installments of Varying amounts through July 15, 2027, interest at 5.10%.	5,810,323
\$5,810,323 2007B Series School Bonds, maturing annually in installments of Varying amounts through July 15, 2027, interest at 5.10%.	5,810,323
\$4,209,598 School VPSA Loan payable, maturing on July 15, 2021, interest payable at various rates semiannually.	<u>2,984,390</u>
Total General Obligation Bonds	\$ <u>20,801,266</u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 7—Long-Term Obligations: (Continued)

Incurred by School Board: (Continued)

General Obligation Bonds: (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 semiannually at 3.9%	\$ 3,980,000
\$41,040,000 lease revenue bond issued October 1, 2004, maturing annually beginning February 15 2005 through February 15, 2034; interest payable semiannually at 5%. Carrying amount of bonds including unamortized issuance premium of \$754,855	40,090,000
\$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%.	4,003,500
\$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 15 th through 2011 at an interest rate of 4.120%.	<u>4,896,800</u>
Total Lease Revenue Bonds	\$ <u>52,970,300</u>

Literary Fund loans:

\$293,835 issued April 1, 1993, due in annual installments of \$15,000 through April 1, 2010, interest at 3%.	\$ <u>23,835</u>
Total State Literary Fund Loans	\$ <u>23,835</u>
Bond Issuance Premium	\$ <u>1,355,778</u>
Total Incurred by School Board	\$ <u>75,151,179</u>
Total General Obligations, Primary Government	\$ <u><u>86,781,941</u></u>

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 7—Long-Term Obligations: (Continued)

Incurred by School Board: (Continued)

	<u>Amounts Payable at July 1, 2007</u>	<u>Increases</u>	<u>Decreases</u>	<u>Amounts Payable at June 30, 2008</u>	<u>Amounts Due Within One Year</u>
Component Unit-School Board:					
Compensated absences	\$ 912,751	\$ 112,245	\$ -	\$ 1,024,996	\$ 102,500
Total Component Unit School Board	<u>\$ 912,751</u>	<u>\$ 112,245</u>	<u>\$ -</u>	<u>\$ 1,024,996</u>	<u>\$ 102,500</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, 2008, represents the estimated liability for postclosure monitoring, of \$1,044,653 over a period of twenty-one years. These amounts are based on what it would cost to perform all postclosure care in 2008. Actual costs may be higher due to inflation, changes in technology or changes in regulations.

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 \$2,674,186 is comprised of the following:

Deferred Property Tax Revenue - Deferred revenue representing uncollected tax billings not available for funding of current expenditures totaled \$2,262,518 at June 30, 2008.

Prepaid Property Taxes - Property taxes due subsequent to June 30, 2008 but paid in advance by the taxpayers totaled \$411,668 at June 30, 2008.

Note 10—Contingent Liabilities:

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

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

Note 11—Litigation:

At June 30, 2008, there were no matters of litigation involving the County or which would materially affect the County's financial position should any court decisions on pending matters not be favorable to the County.

Note 12 —Risk Management:

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

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

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

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

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 13 –Defined Benefit Pension Plan:

Primary Government:

A. Plan Description

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

All full-time, salaried permanent employees of participating employers must participate in the VRS. Benefits vest after five years of service. Employees are eligible for an unreduced retirement benefit at age 65 with 5 years of service (age 60 for participating law enforcement officers, firefighters, and sheriffs) or at age 50 with at least 30 years of service if elected by the employer (age 50 with at least 25 years of service for participating local law enforcement officers, firefighters, and sheriffs) payable monthly for life in an amount equal to 1.7 percent of their average final compensation (AFC) for each year of credited service (1.85% to sheriffs and if the employer elects, to other employees in hazardous duty positions receiving enhanced benefits). Benefits are actuarially reduced for retirees who retire prior to becoming eligible for full retirement benefits. In addition, retirees qualify for annual cost-of-living increases limited to 5% per year beginning in their second year of retirement. AFC is defined as the highest consecutive 36 months of reported compensation. Participating law enforcement officers, firefighters, and sheriffs may receive a monthly benefit supplement if they retire prior to age 65. The VRS also provides death and disability benefits. Title 51.1 of the Code of Virginia (1950), as amended, assigns the authority to establish and amend benefit provisions to the General Assembly of Virginia.

The System issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for VRS. A copy of that report may be downloaded from their website at <http://www.varetire.org/pdf/publications/2007AnnuRept.pdf> or obtained by writing to the System at P.O. Box 2500, Richmond, Virginia 23218-2500.

B. Funding Policy

Plan members are required by Title 51.1 of the Code of Virginia (1950), as amended, to contribute 5% of their annual salary to the VRS. The employer may assume this 5% member contribution. 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 2008 was 11.58% and 8.14% of annual covered payroll, respectively.

The Dinwiddie County School Board professional employees current rate is 10.30% 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, 2008, 2007, and 2006 were \$2,181,646, \$1,870,106, and \$1,275,488, respectively, equal to the required contributions for each year.

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 13 – Defined Benefit Pension Plan: (Continued)

C. Annual Pension Cost

For fiscal 2008, the County’s annual pension cost of \$864,048 (which includes the portion of the employee share assumed by the Commission which was \$201,565) was equal to the County’s required and actual contributions.

For fiscal 2008, the County School Board’s annual pension cost for the Board’s non-professional employees was \$220,689 (which includes the portion of the employees share assumed by the County which was \$83,976) 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, 2008	\$ 662,483	100%	\$ -
June 30, 2007	410,068	100%	-
June 30, 2006	91,435	100%	-
School Board:			
Non-Professional:			
June 30, 2008	\$ 136,713	100%	\$ -
June 30, 2007	142,379	100%	-
June 30, 2006	17,338	100%	-

(1) Employer portion only

The required contribution was determined as part of the June 30, 2005 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at June 30, 2007 included (a) 7.50% investment rate of return, (b) projected salary increases ranging from 3.75% to 5.73% per year, and (c) 2.50% per year cost-of-living adjustments. Both (a) and (b) included an inflation component of 2.50%. The actuarial value of the County’s assets is equal to the modified market value of assets. This method uses techniques that smooth the effects of short-term volatility in the market value of assets over a five-year period. County’s unfunded actuarial accrued liability is being amortized as a level percentage of payroll on an open basis within a period of 21 years.

D. Funded Status and Funding Progress:

As of June 30, 2007, the most recent actuarial valuation date, the plan was 96.52% funded. The actuarial accrued liability for benefits was \$21,014,270 and the actuarial value of assets was \$20,282,226, resulting in an unfunded actuarial accrued liability (UAAL) of \$732,044. The covered payroll (annual payroll of active employees covered by the plan) was \$6,799,634, and ratio of the UAAL to covered payroll was 10.77%.

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

COUNTY OF DINWIDDIE, VIRGINIA

Notes to Financial Statements
As of June 30, 2008 (Continued)

Note 14 – Surety Bonds:

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

Note 15 – Changes to Beginning Net Assets:

	<u>Governmental Activities</u>	<u>Component-Unit School Board</u>
Net Assets as previously reported	\$ 44,240,333	\$ 10,085,405
Add: reallocation of jointly owned assets based on CIP	(8,851,902)	8,851,902
Add: reallocation of jointly owned assets accumulated depreciation	<u>1,180,192</u>	<u>510,970</u>
Net Assets as restated	<u>\$ 36,568,623</u>	<u>\$ 19,448,277</u>

REQUIRED SUPPLEMENTARY INFORMATION

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County of Dinwiddie, Virginia
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
General property taxes	\$ 20,806,497	\$ 20,806,497	\$ 21,877,562	\$ 1,071,065
Other local taxes	4,845,942	4,845,942	5,368,774	522,832
Permits, privilege fees, and regulatory licenses	418,300	418,300	432,228	13,928
Fines and forfeitures	510,750	510,750	662,248	151,498
Revenue from the use of money and property	904,850	914,850	1,080,789	165,939
Charges for services	1,501,550	1,495,682	1,428,255	(67,427)
Miscellaneous	56,669	14,300	41,679	27,379
Recovered costs	82,200	82,200	67,612	(14,588)
Intergovernmental revenues:				
Commonwealth	7,704,043	7,802,388	7,755,353	(47,035)
Federal	1,539,100	1,580,100	1,315,380	(264,720)
Total revenues	<u>\$ 38,369,901</u>	<u>\$ 38,471,009</u>	<u>\$ 40,029,880</u>	<u>\$ 1,558,871</u>
EXPENDITURES				
Current:				
General government administration	\$ 2,162,464	\$ 2,357,633	\$ 2,156,294	\$ 201,339
Judicial administration	897,292	924,090	912,901	11,189
Public safety	9,523,241	9,526,989	8,943,287	583,702
Public works	2,845,076	3,011,426	2,896,734	114,692
Health and welfare	3,204,261	3,204,261	2,702,040	502,221
Education	11,594,548	11,761,548	11,691,834	69,714
Parks, recreation, and cultural	739,266	751,274	758,189	(6,915)
Community development	837,121	875,702	784,121	91,581
Total expenditures	<u>\$ 31,803,269</u>	<u>\$ 32,412,923</u>	<u>\$ 30,845,400</u>	<u>\$ 1,567,523</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 6,566,632</u>	<u>\$ 6,058,086</u>	<u>\$ 9,184,480</u>	<u>\$ 3,126,394</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 112,072	\$ 112,072	\$ 104,586	\$ (7,486)
Transfers out	(6,715,726)	(6,991,706)	(7,029,616)	(37,910)
Total other financing sources and uses	<u>\$ (6,603,654)</u>	<u>\$ (6,879,634)</u>	<u>\$ (6,925,030)</u>	<u>\$ (45,396)</u>
Net change in fund balances	\$ (37,022)	\$ (821,548)	\$ 2,259,450	\$ 3,080,998
Fund balances - beginning	17,106,116	13,619,976	18,588,524	4,968,548
Fund balances - ending	<u>\$ 17,069,094</u>	<u>\$ 12,798,428</u>	<u>\$ 20,847,974</u>	<u>\$ 8,049,546</u>

County of Dinwiddie, Virginia
Schedule of Pension Funding Progress - Virginia Retirement System
For the Year Ended June 30, 2008

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded (Excess Funded) Actuarial Accrued Liability	Funded Ratio (2) (3)	Annual Covered Payroll	UAAL as % of Payroll (4) (6)
County						
6/30/2007	\$ 20,282,226	\$ 21,014,270	732,044	96.52%	\$ 6,799,634	10.77%
6/30/2006	17,964,988	19,343,879	1,378,891	92.87%	6,161,067	22.38%
6/30/2005	16,923,179	18,749,065	1,825,886	90.26%	5,655,563	32.28%
6/30/2004	16,408,648	15,178,548	(1,230,100)	108.10%	4,973,076	-24.74%
6/30/2003	16,025,387	14,406,435	(1,618,952)	111.24%	4,613,632	-35.09%
6/30/2002	15,689,437	13,434,796	(2,254,641)	116.78%	4,649,124	-48.50%
6/30/2001	15,018,158	11,851,757	(3,166,401)	126.72%	4,415,213	-71.72%
6/30/2000	13,515,604	10,477,637	(3,037,967)	128.99%	4,244,213	-71.58%
School Board Non-Professionals:						
6/30/2007	\$ 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	3783100	(559,457)	114.79%	1,335,593	-41.89%
6/30/2002	4,299,556	3,721,226	(578,330)	115.54%	1,432,070	-40.38%
6/30/2001	4,156,615	3,361,036	(795,579)	123.67%	1,235,012	-64.42%
6/30/2000	3,783,468	3,070,825	(713,643)	123.21%	1,147,956	-62.08%

OTHER SUPPLEMENTARY INFORMATION

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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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Revenue from the use of money and property	\$ -	\$ -	\$ 15,915	\$ 15,915
Intergovernmental revenues:				
Commonwealth	543,867	544,037	3,309,786	2,765,749
Total revenues	<u>\$ 543,867</u>	<u>\$ 544,037</u>	<u>\$ 3,325,701</u>	<u>\$ 2,781,664</u>
EXPENDITURES				
Current:				
Community development	\$ 811,838	\$ 811,838	\$ 815,168	\$ (3,330)
Debt service:				
Principal retirement	4,310,711	4,310,711	4,310,711	-
Interest and other fiscal charges	3,959,912	3,966,412	3,815,360	151,052
Total expenditures	<u>\$ 9,082,461</u>	<u>\$ 9,088,961</u>	<u>\$ 8,941,239</u>	<u>\$ 147,722</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (8,538,594)</u>	<u>\$ (8,544,924)</u>	<u>\$ (5,615,538)</u>	<u>\$ 2,929,386</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 6,578,212	\$ 6,578,212	\$ 6,578,212	\$ -
Issuance of bond proceeds	-	15,006,500	11,620,646	(3,385,854)
Refunding of bonds	-	(15,000,000)	(15,000,000)	-
Premium on bonds	-	-	627,882	627,882
Total other financing sources and uses	<u>\$ 6,578,212</u>	<u>\$ 6,584,712</u>	<u>\$ 3,826,740</u>	<u>\$ (2,757,972)</u>
Net change in fund balances	<u>\$ (1,960,382)</u>	<u>\$ (1,960,212)</u>	<u>\$ (1,788,798)</u>	<u>\$ 171,414</u>
Fund balances - beginning	8,832,945	8,832,945	8,926,402	93,457
Fund balances - ending	<u>\$ 6,872,563</u>	<u>\$ 6,872,733</u>	<u>\$ 7,137,604</u>	<u>\$ 264,871</u>

County of Dinwiddie, Virginia
County Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Revenue from the use of money and property	\$ 2,510,000	\$ 2,510,000	\$ 1,130,163	\$ (1,379,837)
Miscellaneous	-	-	32,964	32,964
Total revenues	<u>\$ 2,510,000</u>	<u>\$ 2,510,000</u>	<u>\$ 1,163,127</u>	<u>\$ (1,346,873)</u>
EXPENDITURES				
Current:				
Capital projects	\$ 53,599,919	\$ 52,739,851	\$ 27,848,522	\$ 24,891,329
Total expenditures	<u>\$ 53,599,919</u>	<u>\$ 52,739,851</u>	<u>\$ 27,848,522</u>	<u>\$ 24,891,329</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$(51,089,919)</u>	<u>\$(50,229,851)</u>	<u>\$(26,685,395)</u>	<u>\$ 23,544,456</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 1,254,000	\$ 1,529,980	\$ 1,529,980	\$ -
Transfers out	-	(1,327,666)	(1,327,666)	-
Total other financing sources and uses	<u>\$ 1,254,000</u>	<u>\$ 202,314</u>	<u>\$ 202,314</u>	<u>\$ -</u>
Net change in fund balances	\$(49,835,919)	\$(50,027,537)	\$(26,483,081)	\$ 23,544,456
Fund balances - beginning	52,636,296	52,636,296	37,479,461	(15,156,835)
Fund balances - ending	<u>\$ 2,800,377</u>	<u>\$ 2,608,759</u>	<u>\$ 10,996,380</u>	<u>\$ 8,387,621</u>

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, 2008

	County Special Revenue Fund			
	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 20,000	\$ 20,000	\$ 26,577	\$ 6,577
Miscellaneous	8,500	8,500	31,550	23,050
Intergovernmental revenues:				
Commonwealth	967,203	969,070	420,510	(548,560)
Total revenues	<u>\$ 995,703</u>	<u>\$ 997,570</u>	<u>\$ 478,637</u>	<u>\$ (518,933)</u>
EXPENDITURES				
Current:				
Judicial administration	\$ 7,000	\$ 7,000	\$ 5,486	\$ 1,514
Public safety	151,793	151,793	243,830	(92,037)
Public works	33,000	33,000	33,000	-
Health and welfare	1,194,967	1,197,583	666,540	531,043
Community development	-	-	749	(749)
Total expenditures	<u>\$ 1,386,760</u>	<u>\$ 1,389,376</u>	<u>\$ 949,605</u>	<u>\$ 439,771</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (391,057)</u>	<u>\$ (391,806)</u>	<u>\$ (470,968)</u>	<u>\$ (79,162)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 211,180	\$ 211,180	\$ 249,090	\$ 37,910
Transfers out	(112,072)	(112,072)	(104,586)	7,486
Total other financing sources and uses	<u>\$ 99,108</u>	<u>\$ 99,108</u>	<u>\$ 144,504</u>	<u>\$ 45,396</u>
Net change in fund balances	\$ (291,949)	\$ (292,698)	\$ (326,464)	\$ (33,766)
Fund balances - beginning, as restated	662,320	662,320	620,213	(42,107)
Fund balances - ending	<u>\$ 370,371</u>	<u>\$ 369,622</u>	<u>\$ 293,749</u>	<u>\$ (75,873)</u>

County of Dinwiddie, Virginia
Combining Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2008

	Agency Funds			Private Purpose Trust Funds							
	Special Welfare	Jail Inmate	Total	Pamplin Annuity	Butterworth Scholarship	Retired Teachers Scholarship	Williamson Scholarship	Doyle Scholarship	Pamplin Endowment	Abrahams Scholarship	Total
ASSETS											
Cash and cash equivalents	\$ 64,232	\$ 5,418	\$ 69,650	\$ 55,799	\$ 13,379	\$ 23,519	\$ 747	\$ 134,740	\$ 353,983	\$ 531,217	\$ 1,113,384
Investments	-	-	-	852,533	-	10,989	-	291,838	2,394,610	1,812,747	5,362,717
Receivables:											
Other receivables	417	-	417	-	-	-	-	-	-	-	-
Total assets	\$ 64,649	\$ 5,418	\$ 70,067	\$ 908,332	\$ 13,379	\$ 34,508	\$ 747	\$ 426,578	\$ 2,748,593	\$ 2,343,964	\$ 6,476,101
LIABILITIES											
Amounts held for social services clients	\$ 64,649	\$ -	\$ 64,649	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts held for inmates	-	5,418	5,418	-	-	-	-	-	-	-	-
Total liabilities	\$ 64,649	\$ 5,418	\$ 70,067	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
NET ASSETS											
Amounts held in trust for scholarships	\$ -	\$ -	\$ -	\$ 908,332	\$ 13,379	\$ 34,508	\$ 747	\$ 426,578	\$ 2,748,593	\$ 2,343,964	\$ 6,476,101
Total net assets	\$ -	\$ -	\$ -	\$ 908,332	\$ 13,379	\$ 34,508	\$ 747	\$ 426,578	\$ 2,748,593	\$ 2,343,964	\$ 6,476,101
Total liabilities and net assets	\$ 64,649	\$ 5,418	\$ 70,067	\$ 908,332	\$ 13,379	\$ 34,508	\$ 747	\$ 426,578	\$ 2,748,593	\$ 2,343,964	\$ 6,476,101

County of Dinwiddie, Virginia
Combining Balance Sheet
Discretely Presented Component Unit - School Board
June 30, 2008

	<u>School Operating Fund</u>	<u>School Special Revenue Funds</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and cash equivalents	\$ 2,298,266	\$ 608,840	\$ 2,907,106
Receivables (net of allowance for uncollectibles):			
Accounts receivable	35,682	2,000	37,682
Due from other governmental units	2,063,579	30,883	2,094,462
Total assets	\$ 4,397,527	\$ 641,723	\$ 5,039,250
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 720,310	\$ 91	\$ 720,401
Accrued liabilities	3,532,836	128,699	3,661,535
Due to other governmental units	69,714	-	69,714
Total liabilities	\$ 4,322,860	\$ 128,790	\$ 4,451,650
Fund balances:			
Unreserved:			
Undesignated	\$ 74,667	\$ 512,933	\$ 587,600
Total fund balances	\$ 74,667	\$ 512,933	\$ 587,600
Total liabilities and fund balances	\$ 4,397,527	\$ 641,723	\$ 5,039,250

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

Total fund balances per above 587,600

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 25,573,122

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. (1,024,996)

Net assets of governmental activities \$ 25,135,726

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, 2008

	School Operating Fund	School Special Revenue Funds	Total Governmental Funds
REVENUES			
Revenue from the use of money and property	\$ -	\$ 442	\$ 442
Charges for services	14,000	775,501	789,501
Miscellaneous	91,277	35,664	126,941
Intergovernmental revenues:			
Local government	11,683,892	-	11,683,892
Commonwealth	27,382,629	374,490	27,757,119
Federal	1,722,240	962,004	2,684,244
Total revenues	<u>\$ 40,894,038</u>	<u>\$ 2,193,101</u>	<u>\$ 43,087,139</u>
EXPENDITURES			
Current:			
Education	\$ 40,551,046	\$ 2,127,930	\$ 42,678,976
Capital projects	143,121	-	143,121
Total expenditures	<u>\$ 40,694,167</u>	<u>\$ 2,127,930</u>	<u>\$ 42,822,097</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 199,871</u>	<u>\$ 65,171</u>	<u>\$ 265,042</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ -	\$ 125,204	\$ 125,204
Transfers out	(125,204)	-	(125,204)
Total other financing sources and uses	<u>\$ (125,204)</u>	<u>\$ 125,204</u>	<u>\$ -</u>
Net change in fund balances	\$ 74,667	\$ 190,375	\$ 265,042
Fund balances - beginning	-	322,558	322,558
Fund balances - ending	<u>\$ 74,667</u>	<u>\$ 512,933</u>	<u>\$ 587,600</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 \$ 265,042

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. 5,534,652

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. (112,245)

Change in net assets of governmental activities \$ 5,687,449

County of Dinwiddie, Virginia
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Discretely Presented Component Unit - School Board
For the Year Ended June 30, 2008

	School Operating Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
REVENUES				
Charges for services	\$ 8,000	\$ 8,000	\$ 14,000	\$ 6,000
Miscellaneous	10,000	10,000	91,277	81,277
Intergovernmental revenues:				
Local government	11,586,606	11,753,606	11,683,892	(69,714)
Commonwealth	27,424,327	27,771,022	27,382,629	(388,393)
Federal	1,709,162	1,867,492	1,722,240	(145,252)
Total revenues	<u>\$ 40,738,095</u>	<u>\$ 41,410,120</u>	<u>\$ 40,894,038</u>	<u>\$ (516,082)</u>
EXPENDITURES				
Current:				
Education	\$ 40,097,157	\$ 40,769,185	\$ 40,551,046	\$ 218,139
Capital projects	143,047	143,044	143,121	(77)
Total expenditures	<u>\$ 40,240,204</u>	<u>\$ 40,912,229</u>	<u>\$ 40,694,167</u>	<u>\$ 218,062</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 497,891</u>	<u>\$ 497,891</u>	<u>\$ 199,871</u>	<u>\$ (298,020)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	\$ (497,891)	\$ (497,891)	\$ (125,204)	\$ 372,687
Total other financing sources and uses	<u>\$ (497,891)</u>	<u>\$ (497,891)</u>	<u>\$ (125,204)</u>	<u>\$ 372,687</u>
Net change in fund balances	\$ -	\$ -	\$ 74,667	\$ 74,667
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,667</u>	<u>\$ 74,667</u>

County of Dinwiddie, Virginia
Statement 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, 2008

	School Special Revenue Fund			
	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Revenue from the use of money and property	\$ -	\$ -	\$ 442	\$ 442
Charges for services	814,291	814,291	775,501	(38,790)
Miscellaneous	-	-	35,664	35,664
Recovered costs	-	-	45,000	45,000
Intergovernmental revenues:				
Commonwealth	339,641	343,710	374,490	30,780
Federal	883,195	882,090	962,004	79,914
Total revenues	<u>\$ 2,037,127</u>	<u>\$ 2,040,091</u>	<u>\$ 2,193,101</u>	<u>\$ 153,010</u>
EXPENDITURES				
Current:				
Education	\$ 2,371,825	\$ 2,371,823	\$ 2,127,930	\$ 243,893
Total expenditures	<u>\$ 2,371,825</u>	<u>\$ 2,371,823</u>	<u>\$ 2,127,930</u>	<u>\$ 243,893</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (334,698)</u>	<u>\$ (331,732)</u>	<u>\$ 65,171</u>	<u>\$ 396,903</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 123,653	\$ 123,653	\$ 125,204	\$ 1,551
Total other financing sources and uses	<u>\$ 123,653</u>	<u>\$ 123,653</u>	<u>\$ 125,204</u>	<u>\$ 1,551</u>
Net change in fund balances	\$ (211,045)	\$ (208,079)	\$ 190,375	\$ 398,454
Fund balances - beginning, as restated	211,045	208,079	322,558	114,479
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 512,933</u>	<u>\$ 512,933</u>

SUPPORTING SCHEDULES

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County of Dinwiddie, Virginia
Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2008

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>
General Fund:				
Revenue from local sources:				
General property taxes:				
Real property taxes	\$ 13,018,470	\$ 13,018,470	\$ 13,467,035	\$ 448,565
Real and personal public service corporation taxes	400,000	400,000	717,144	317,144
Personal property taxes	5,265,125	5,265,125	5,568,079	302,954
Mobile home taxes	72,790	72,790	69,783	(3,007)
Machinery and tools taxes	676,300	676,300	662,920	(13,380)
Pollution and recycling control	998,812	998,812	1,004,331	5,519
Penalties	225,000	225,000	222,876	(2,124)
Interest	150,000	150,000	165,394	15,394
Total general property taxes	<u>\$ 20,806,497</u>	<u>\$ 20,806,497</u>	<u>\$ 21,877,562</u>	<u>\$ 1,071,065</u>
Other local taxes:				
Local sales and use taxes	\$ 1,005,000	\$ 1,005,000	\$ 1,374,304	\$ 369,304
Consumers' utility taxes	519,645	519,645	564,293	44,648
Consumption tax	185,000	185,000	190,370	5,370
Communications tax	974,297	974,297	1,058,009	83,712
Cable franchise taxes	50,000	50,000	-	(50,000)
Business license taxes	565,000	565,000	733,008	168,008
E-911 taxes	45,000	45,000	-	(45,000)
Motor vehicle licenses	480,000	480,000	378,508	(101,492)
Bank stock taxes	179,000	179,000	171,595	(7,405)
Taxes on recordation and wills	250,000	250,000	233,515	(16,485)
Admission taxes	65,000	65,000	72,317	7,317
Transient occupancy taxes	28,000	28,000	34,014	6,014
Meals tax	500,000	500,000	558,841	58,841
Total other local taxes	<u>\$ 4,845,942</u>	<u>\$ 4,845,942</u>	<u>\$ 5,368,774</u>	<u>\$ 522,832</u>
Permits, privilege fees, and regulatory licenses:				
Animal licenses	\$ 18,300	\$ 18,300	\$ 26,376	\$ 8,076
Transfer fees	2,000	2,000	1,014	(986)
Permits and other licenses	398,000	398,000	404,838	6,838
Total permits, privilege fees, and regulatory licenses	<u>\$ 418,300</u>	<u>\$ 418,300</u>	<u>\$ 432,228</u>	<u>\$ 13,928</u>
Fines and forfeitures:				
Court fines and forfeitures	\$ 510,750	\$ 510,750	\$ 662,248	\$ 151,498
Total fines and forfeitures	<u>\$ 510,750</u>	<u>\$ 510,750</u>	<u>\$ 662,248</u>	<u>\$ 151,498</u>
Revenue from use of money and property:				
Revenue from use of money	\$ 816,000	\$ 816,000	\$ 1,005,869	\$ 189,869
Revenue from use of property	88,850	98,850	74,920	(23,930)
Total revenue from use of money and property	<u>\$ 904,850</u>	<u>\$ 914,850</u>	<u>\$ 1,080,789</u>	<u>\$ 165,939</u>
Charges for services:				
Charges for law enforcement and traffic control	\$ 2,500	\$ 2,500	\$ 1,386	\$ (1,114)
Charges for Commonwealth's Attorney	800	800	1,075	275
Courthouse security fees	48,500	48,500	110,275	61,775
Excess fees of clerk	26,000	26,000	30,351	4,351
Charges for other court services	1,000	-	386	386
Charges for correction and detention	14,600	14,600	-	(14,600)
Charges for other protection	11,150	11,150	24,548	13,398
Charges for ambulance and EMS services	530,000	530,000	440,631	(89,369)
Charges for sanitation and waste removal	135,000	135,000	196,014	61,014
Charges for water and sewer services	620,000	620,000	555,880	(64,120)
Charges for parks and recreation	110,000	104,082	66,293	(37,789)

County of Dinwiddie, Virginia
Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2008

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>
General Fund: (Continued)				
Revenue from local sources: (Continued)				
Charges for services: (Continued)				
Charges for community development	\$ 2,000	\$ 3,050	\$ 1,416	\$ (1,634)
Total charges for services	<u>\$ 1,501,550</u>	<u>\$ 1,495,682</u>	<u>\$ 1,428,255</u>	<u>\$ (67,427)</u>
Miscellaneous revenue:				
Miscellaneous	\$ 56,669	\$ 14,300	\$ 41,679	\$ 27,379
Total miscellaneous revenue	<u>\$ 56,669</u>	<u>\$ 14,300</u>	<u>\$ 41,679</u>	<u>\$ 27,379</u>
Recovered costs:				
Security deputies	\$ 75,000	\$ 75,000	\$ 45,285	\$ (29,715)
Detention charges-other localities	-	-	4,575	4,575
Credit card users	6,000	6,000	8,719	2,719
Social services insurance	-	-	8,633	8,633
SSA-inmate payment	1,200	1,200	400	(800)
Total recovered costs	<u>\$ 82,200</u>	<u>\$ 82,200</u>	<u>\$ 67,612</u>	<u>\$ (14,588)</u>
Total revenue from local sources	<u>\$ 29,126,758</u>	<u>\$ 29,088,521</u>	<u>\$ 30,959,147</u>	<u>\$ 1,870,626</u>
Revenue from the Commonwealth:				
Noncategorical aid:				
ABC profits	\$ 14,100	\$ 14,100	-	\$ (14,100)
Rolling stock tax	95,000	95,000	107,459	12,459
Mobile home titling tax	33,000	33,000	48,790	15,790
Taxes on deeds	51,000	51,000	46,871	(4,129)
Motor vehicle rental tax	1,000	1,000	159	(841)
State recordation tax	55,000	55,000	72,484	17,484
Personal property tax relief funds	3,642,692	3,642,692	3,642,692	-
Total noncategorical aid	<u>\$ 3,891,792</u>	<u>\$ 3,891,792</u>	<u>\$ 3,918,455</u>	<u>\$ 26,663</u>
Categorical aid:				
Shared expenses:				
Commonwealth's attorney	\$ 300,000	\$ 346,821	\$ 332,355	\$ (14,466)
Sheriff	1,910,000	1,951,676	1,935,188	(16,488)
Commissioner of revenue	150,000	125,653	131,860	6,207
Treasurer	94,000	98,863	104,634	5,771
Registrar/electoral board	49,200	49,200	62,182	12,982
Clerk of Circuit Court	190,000	214,026	151,598	(62,428)
Local jails	160,000	160,000	250,815	90,815
Total shared expenses	<u>\$ 2,853,200</u>	<u>\$ 2,946,239</u>	<u>\$ 2,968,632</u>	<u>\$ 22,393</u>
Other categorical aid:				
Public assistance and welfare administration	\$ 909,522	\$ 909,522	\$ 761,422	\$ (148,100)
Pesticide recycling	1,780	1,780	1,667	(113)
E-911 wireless grant	-	-	46,479	46,479
Forestry grant	-	-	5,202	5,202
Victim-witness grant	47,749	53,055	52,832	(223)
Other state funds	-	-	664	664
Total other categorical aid	<u>\$ 959,051</u>	<u>\$ 964,357</u>	<u>\$ 868,266</u>	<u>\$ (96,091)</u>
Total categorical aid	<u>\$ 3,812,251</u>	<u>\$ 3,910,596</u>	<u>\$ 3,836,898</u>	<u>\$ (73,698)</u>
Total revenue from the Commonwealth	<u>\$ 7,704,043</u>	<u>\$ 7,802,388</u>	<u>\$ 7,755,353</u>	<u>\$ (47,035)</u>

County of Dinwiddie, Virginia
 Schedule of Revenues - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2008

Schedule 1
 Page 3 of 6

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
General Fund: (Continued)				
Revenue from the federal government:				
Payments in lieu of taxes	\$ -	\$ -	\$ 486	\$ 486
Categorical aid:				
Public assistance and welfare administration	\$ 1,539,100	\$ 1,539,100	\$ 1,288,482	\$ (250,618)
Fire alarm grant	-	41,000	26,412	(14,588)
Total categorical aid	<u>\$ 1,539,100</u>	<u>\$ 1,580,100</u>	<u>\$ 1,314,894</u>	<u>\$ (265,206)</u>
Total revenue from the federal government	<u>\$ 1,539,100</u>	<u>\$ 1,580,100</u>	<u>\$ 1,315,380</u>	<u>\$ (264,720)</u>
Total General Fund	<u>\$ 38,369,901</u>	<u>\$ 38,471,009</u>	<u>\$ 40,029,880</u>	<u>\$ 1,558,871</u>
Special Revenue Fund:				
County Special Revenue Fund				
Revenue from local sources:				
Charges for services:				
Courthouse maintenance fees	\$ 18,000	\$ 18,000	\$ 24,221	\$ 6,221
Law library fees	2,000	2,000	2,356	356
Total charges for services	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ 26,577</u>	<u>\$ 6,577</u>
Miscellaneous revenue:				
Miscellaneous	\$ 8,500	\$ 8,500	\$ 31,550	\$ 23,050
Total miscellaneous revenue	<u>\$ 8,500</u>	<u>\$ 8,500</u>	<u>\$ 31,550</u>	<u>\$ 23,050</u>
Total revenue from local sources	<u>\$ 28,500</u>	<u>\$ 28,500</u>	<u>\$ 58,127</u>	<u>\$ 29,627</u>
Revenue from the Commonwealth:				
Categorical aid:				
Juvenile justice	\$ 27,320	\$ 27,320	\$ 26,637	\$ (683)
Fire programs	60,000	60,000	71,141	11,141
Comprehensive services	850,883	850,883	267,417	(583,466)
Four for life	22,000	22,000	42,425	20,425
GOSAP grant	-	-	1,955	1,955
Asset forfeitures	-	-	2,068	2,068
Litter grant	7,000	8,867	8,867	-
Total categorical aid	<u>\$ 967,203</u>	<u>\$ 969,070</u>	<u>\$ 420,510</u>	<u>\$ (548,560)</u>
Total revenue from the Commonwealth	<u>\$ 967,203</u>	<u>\$ 969,070</u>	<u>\$ 420,510</u>	<u>\$ (548,560)</u>
Total County Special Revenue Fund	<u>\$ 995,703</u>	<u>\$ 997,570</u>	<u>\$ 478,637</u>	<u>\$ (518,933)</u>
Debt Service Fund:				
County Debt Service Fund				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ -	\$ -	\$ 15,915	\$ 15,915
Total revenue from use of money and property	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,915</u>	<u>\$ 15,915</u>

County of Dinwiddie, Virginia
 Schedule of Revenues - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2008

Schedule 1
 Page 4 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>
Debt Service Fund: (Continued)				
County Debt Service Fund (Continued)				
Revenue from the Commonwealth:				
Categorical aid:				
School construction grant	\$ 169,629	\$ 169,799	\$ 169,779	\$ (20)
Literary loan subsidy	-	-	2,757,972	2,757,972
State Lottery	374,238	374,238	382,035	7,797
Total categorical aid	<u>\$ 543,867</u>	<u>\$ 544,037</u>	<u>\$ 3,309,786</u>	<u>\$ 2,765,749</u>
Total revenue from the Commonwealth	<u>\$ 543,867</u>	<u>\$ 544,037</u>	<u>\$ 3,309,786</u>	<u>\$ 2,765,749</u>
Total County Debt Service Fund	<u>\$ 543,867</u>	<u>\$ 544,037</u>	<u>\$ 3,325,701</u>	<u>\$ 2,781,664</u>
Capital Projects Fund:				
County Capital Projects Fund				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	<u>\$ 2,510,000</u>	<u>\$ 2,510,000</u>	<u>\$ 1,130,163</u>	<u>\$ (1,379,837)</u>
Miscellaneous revenue:				
Other miscellaneous	\$ -	\$ -	\$ 32,964	\$ 32,964
Total miscellaneous revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,964</u>	<u>\$ 32,964</u>
Total revenue from local sources	<u>\$ 2,510,000</u>	<u>\$ 2,510,000</u>	<u>\$ 1,163,127</u>	<u>\$ (1,346,873)</u>
Total County Capital Projects Fund	<u>\$ 2,510,000</u>	<u>\$ 2,510,000</u>	<u>\$ 1,163,127</u>	<u>\$ (1,346,873)</u>
Total Primary Government	<u>\$ 42,419,471</u>	<u>\$ 42,522,616</u>	<u>\$ 44,997,345</u>	<u>\$ 2,474,729</u>
Discretely Presented Component Unit - School Board:				
School Operating Fund				
Revenue from local sources:				
Charges for services:				
Charges for education	\$ 8,000	\$ 8,000	\$ 14,000	\$ 6,000
Total charges for services	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ 14,000</u>	<u>\$ 6,000</u>
Miscellaneous revenue:				
Miscellaneous	\$ 10,000	\$ 10,000	\$ 91,277	\$ 81,277
Total miscellaneous revenue	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 91,277</u>	<u>\$ 81,277</u>
Total revenue from local sources	<u>\$ 18,000</u>	<u>\$ 18,000</u>	<u>\$ 105,277</u>	<u>\$ 87,277</u>
Intergovernmental revenues:				
Revenues from local governments:				
Contribution from County of Dinwiddie	\$ 11,586,606	\$ 11,753,606	\$ 11,683,892	\$ (69,714)
Total revenues from local governments	<u>\$ 11,586,606</u>	<u>\$ 11,753,606</u>	<u>\$ 11,683,892</u>	<u>\$ (69,714)</u>
Revenue from the Commonwealth:				
Noncategorical aid:				
Wine tax	\$ 16,000	\$ 16,000	\$ -	\$ (16,000)
Total noncategorical aid	<u>\$ 16,000</u>	<u>\$ 16,000</u>	<u>\$ -</u>	<u>\$ (16,000)</u>
Categorical aid:				
Share of state sales tax	\$ 3,987,233	\$ 3,808,137	\$ 3,813,811	\$ 5,674
Basic school aid	15,525,524	15,877,842	15,885,988	8,146
Remedial summer education	126,548	148,844	148,844	-

County of Dinwiddie, Virginia
 Schedule of Revenues - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2008

Schedule 1
 Page 5 of 6

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Discretely Presented Component Unit - School Board: (Continued)				
School Operating Fund (Continued)				
Intergovernmental revenues: (Continued)				
Revenue from the Commonwealth: (Continued)				
Categorical aid: (Continued)				
Regular foster care	\$ 72,066	\$ 72,066	\$ 29,106	\$ (42,960)
GED funding	7,859	7,859	7,859	-
Gifted and talented	138,864	140,527	140,605	78
Remedial education	314,984	318,757	318,934	177
English as a second language	28,573	30,614	30,614	-
Special education	1,815,390	1,837,140	1,847,587	10,447
Vocational education	310,597	314,046	311,771	(2,275)
School fringes	2,062,635	2,087,347	2,088,504	1,157
Mentor teacher program	-	-	3,785	3,785
Homebound	28,024	40,121	40,121	-
State lottery payments	748,476	763,338	382,035	(381,303)
Early reading intervention	68,443	88,573	88,573	-
Salary supplement	978,820	1,000,830	1,001,384	554
Hard to staff	-	-	18,384	18,384
Hospital, clinics, etc.	89,320	97,323	95,134	(2,189)
At risk four year-olds	-	133,717	133,717	-
At risk payments	432,846	302,800	302,800	-
Algebra readiness	51,604	45,466	45,466	-
Primary class size	388,521	407,675	407,675	-
Technology	232,000	232,000	232,000	-
Other state funds	-	-	7,932	7,932
Total categorical aid	<u>\$ 27,408,327</u>	<u>\$ 27,755,022</u>	<u>\$ 27,382,629</u>	<u>\$ (372,393)</u>
Total revenue from the Commonwealth	<u>\$ 27,424,327</u>	<u>\$ 27,771,022</u>	<u>\$ 27,382,629</u>	<u>\$ (388,393)</u>
Revenue from the federal government:				
Categorical aid:				
School food program				\$ -
Title I	1,709,162	1,867,492	626,139	(1,241,353)
Title VI-B, special education flow-through	-	-	867,140	867,140
Vocational education	-	-	67,616	67,616
Title VI-B, special education pre-school	-	-	32,851	32,851
Drug free schools	-	-	11,826	11,826
Title II, Part A	-	-	115,883	115,883
State assessments	-	-	53	53
Title II Part D	-	-	732	732
Total categorical aid	<u>\$ 1,709,162</u>	<u>\$ 1,867,492</u>	<u>\$ 1,722,240</u>	<u>\$ (145,252)</u>
Total School Operating Fund	<u>\$ 40,738,095</u>	<u>\$ 41,410,120</u>	<u>\$ 40,894,038</u>	<u>\$ (516,082)</u>
School Special Revenue Fund				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ -	\$ -	\$ 442	\$ 442
Charges for services:				
Cafeteria sales	\$ 814,291	\$ 814,291	\$ 775,501	\$ (38,790)
Miscellaneous revenue:				
Miscellaneous	\$ -	\$ -	\$ 35,664	\$ 35,664
Total miscellaneous revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,664</u>	<u>\$ 35,664</u>

County of Dinwiddie, Virginia
 Schedule of Revenues - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2008

Schedule 1
 Page 6 of 6

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Discretely Presented Component Unit - School Board: (Continued)				
School Special Revenue Fund (Continued)				
Revenue from local sources: (Continued)				
Recovered costs:				
Dinwiddie County Public Schools	\$ -	\$ -	\$ 45,000	\$ 45,000
Total recovered costs	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,000</u>	<u>\$ 45,000</u>
 Total revenue from local sources	 <u>\$ 814,291</u>	 <u>\$ 814,291</u>	 <u>\$ 856,607</u>	 <u>\$ 42,316</u>
Intergovernmental revenues:				
Revenue from the Commonwealth:				
Categorical aid:				
Textbook payment	\$ 339,641	\$ 343,710	\$ 343,900	\$ 190
School food program	-	-	30,590	30,590
Total categorical aid	<u>\$ 339,641</u>	<u>\$ 343,710</u>	<u>\$ 374,490</u>	<u>\$ 30,780</u>
 Total revenue from the Commonwealth	 <u>\$ 339,641</u>	 <u>\$ 343,710</u>	 <u>\$ 374,490</u>	 <u>\$ 30,780</u>
Revenue from the federal government:				
Categorical aid:				
School food program	\$ 883,195	\$ 882,090	\$ 833,843	\$ (48,247)
Commodities	-	-	128,161	128,161
Total categorical aid	<u>\$ 883,195</u>	<u>\$ 882,090</u>	<u>\$ 962,004</u>	<u>\$ 79,914</u>
 Total revenue from the federal government	 <u>\$ 883,195</u>	 <u>\$ 882,090</u>	 <u>\$ 962,004</u>	 <u>\$ 79,914</u>
 Total School Special Revenue Fund	 <u>\$ 2,037,127</u>	 <u>\$ 2,040,091</u>	 <u>\$ 2,193,101</u>	 <u>\$ 153,010</u>
 Total Discretely Presented Component Unit - School Board	 <u>\$ 42,775,222</u>	 <u>\$ 43,450,211</u>	 <u>\$ 43,087,139</u>	 <u>\$ (363,072)</u>

County of Dinwiddie, Virginia
Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2008

<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>
General Fund:				
General government administration:				
Legislative:				
Board of supervisors	\$ 91,389	\$ 91,389	\$ 86,510	\$ 4,879
General and financial administration:				
County administrator	\$ 240,018	\$ 387,652	\$ 387,156	\$ 496
Legal services	205,348	208,294	178,372	29,922
Commissioner of revenue	546,332	554,223	394,468	159,755
Accounting	132,875	151,588	149,479	2,109
Independent Auditor	39,400	39,400	38,300	1,100
Treasurer	338,256	344,747	346,984	(2,237)
Information Systems	236,028	239,269	226,908	12,361
Purchasing	45,239	52,014	58,013	(5,999)
Human resources	178,299	178,299	168,279	10,020
Total general and financial administration	<u>\$ 1,961,795</u>	<u>\$ 2,155,486</u>	<u>\$ 1,947,959</u>	<u>\$ 207,527</u>
Board of elections:				
Electoral board and officials	\$ 109,280	\$ 110,758	\$ 121,825	\$ (11,067)
Total general government administration	<u>\$ 2,162,464</u>	<u>\$ 2,357,633</u>	<u>\$ 2,156,294</u>	<u>\$ 201,339</u>
Judicial administration:				
Courts:				
Circuit court	\$ 23,318	\$ 23,318	\$ 17,565	\$ 5,753
General district court	8,710	8,710	16,326	(7,616)
Special magistrates	500	500	1,441	(941)
Victim witness	52,188	53,314	54,307	(993)
Clerk of the circuit court	405,496	421,863	420,806	1,057
Total courts	<u>\$ 490,212</u>	<u>\$ 507,705</u>	<u>\$ 510,445</u>	<u>\$ (2,740)</u>
Commonwealth's attorney:				
Commonwealth's attorney	\$ 407,080	\$ 416,385	\$ 402,456	\$ 13,929
Total Commonwealth's attorney	<u>\$ 407,080</u>	<u>\$ 416,385</u>	<u>\$ 402,456</u>	<u>\$ 13,929</u>
Total judicial administration	<u>\$ 897,292</u>	<u>\$ 924,090</u>	<u>\$ 912,901</u>	<u>\$ 11,189</u>
Public safety:				
Law enforcement and traffic control:				
Sheriff	\$ 3,176,311	\$ 3,248,832	\$ 3,271,401	\$ (22,569)
Other law enforcement	1,050,318	1,066,739	995,584	71,155
Total law enforcement and traffic control	<u>\$ 4,226,629</u>	<u>\$ 4,315,571</u>	<u>\$ 4,266,985</u>	<u>\$ 48,586</u>
Fire and rescue services:				
Fire department	\$ 448,750	\$ 448,750	\$ 487,670	\$ (38,920)
Ambulance and rescue services	254,304	298,692	282,226	16,466
Total fire and rescue services	<u>\$ 703,054</u>	<u>\$ 747,442</u>	<u>\$ 769,896</u>	<u>\$ (22,454)</u>
Correction and detention:				
Confinement and care of prisoners	\$ 2,655,411	\$ 2,496,298	\$ 1,966,671	\$ 529,627
Juvenile probation and detention	260,633	260,633	269,883	(9,250)
Total correction and detention	<u>\$ 2,916,044</u>	<u>\$ 2,756,931</u>	<u>\$ 2,236,554</u>	<u>\$ 520,377</u>
Inspections:				
Building	\$ 344,238	\$ 352,288	\$ 359,574	\$ (7,286)
Total inspections	<u>\$ 344,238</u>	<u>\$ 352,288</u>	<u>\$ 359,574</u>	<u>\$ (7,286)</u>

County of Dinwiddie, Virginia
Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2008

Schedule 2
Page 2 of 5

<u>Fund, Function, Activity and Element</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
General Fund: (Continued)				
Public safety: (Continued)				
Other protection:				
Animal control	\$ 188,977	\$ 192,151	\$ 194,285	\$ (2,134)
Emergency services	1,143,799	1,162,106	1,115,853	46,253
Medical examiner	500	500	140	360
Total other protection	<u>\$ 1,333,276</u>	<u>\$ 1,354,757</u>	<u>\$ 1,310,278</u>	<u>\$ 44,479</u>
Total public safety	<u>\$ 9,523,241</u>	<u>\$ 9,526,989</u>	<u>\$ 8,943,287</u>	<u>\$ 583,702</u>
Public works:				
Maintenance of highways, streets, bridges and sidewalks:				
Streetlights	\$ 33,000	\$ 33,000	\$ 39,973	\$ (6,973)
Total maintenance of highways, streets, bridges & sidewalks	<u>\$ 33,000</u>	<u>\$ 33,000</u>	<u>\$ 39,973</u>	<u>\$ (6,973)</u>
Sanitation and waste removal:				
Refuse disposal	\$ 1,435,022	\$ 1,596,042	\$ 1,463,196	\$ 132,846
Total sanitation and waste removal	<u>\$ 1,435,022</u>	<u>\$ 1,596,042</u>	<u>\$ 1,463,196</u>	<u>\$ 132,846</u>
Maintenance of general buildings and grounds:				
General properties	\$ 1,377,054	\$ 1,382,384	\$ 1,393,565	\$ (11,181)
Total maintenance of general buildings and grounds	<u>\$ 1,377,054</u>	<u>\$ 1,382,384</u>	<u>\$ 1,393,565</u>	<u>\$ (11,181)</u>
Total public works	<u>\$ 2,845,076</u>	<u>\$ 3,011,426</u>	<u>\$ 2,896,734</u>	<u>\$ 114,692</u>
Health and welfare:				
Health:				
Supplement of local health department	\$ 226,930	\$ 226,930	\$ 226,930	\$ -
Total health	<u>\$ 226,930</u>	<u>\$ 226,930</u>	<u>\$ 226,930</u>	<u>\$ -</u>
Mental health and mental retardation:				
District 19 CSB	\$ 62,924	\$ 62,924	\$ 62,924	\$ -
Southside Sheltered Workshop	4,000	4,000	4,000	-
Total mental health and mental retardation	<u>\$ 66,924</u>	<u>\$ 66,924</u>	<u>\$ 66,924</u>	<u>\$ -</u>
Welfare:				
Public assistance and welfare administration	\$ 2,881,385	\$ 2,881,385	\$ 2,375,102	\$ 506,283
Area agency on aging	7,000	7,000	7,000	-
Other social services	22,022	22,022	26,084	(4,062)
Total welfare	<u>\$ 2,910,407</u>	<u>\$ 2,910,407</u>	<u>\$ 2,408,186</u>	<u>\$ 502,221</u>
Total health and welfare	<u>\$ 3,204,261</u>	<u>\$ 3,204,261</u>	<u>\$ 2,702,040</u>	<u>\$ 502,221</u>
Education:				
Other instructional costs:				
Contributions to Community Colleges	\$ 7,942	\$ 7,942	\$ 7,942	\$ -
Contribution to County School Board	11,586,606	11,753,606	11,683,892	69,714
Total education	<u>\$ 11,594,548</u>	<u>\$ 11,761,548</u>	<u>\$ 11,691,834</u>	<u>\$ 69,714</u>
Parks, recreation, and cultural:				
Parks and recreation:				
Supervision of parks and recreation	\$ 496,031	\$ 508,039	\$ 514,954	\$ (6,915)
Total parks and recreation	<u>\$ 496,031</u>	<u>\$ 508,039</u>	<u>\$ 514,954</u>	<u>\$ (6,915)</u>

County of Dinwiddie, Virginia
 Schedule of Expenditures - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2008

Schedule 2
 Page 3 of 5

<u>Fund, Function, Activity and Element</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
General Fund: (Continued)				
Parks, recreation, and cultural: (Continued)				
Library:				
Contribution to regional library	\$ 243,235	\$ 243,235	\$ 243,235	\$ -
Total library	<u>\$ 243,235</u>	<u>\$ 243,235</u>	<u>\$ 243,235</u>	<u>\$ -</u>
Total parks, recreation, and cultural	<u>\$ 739,266</u>	<u>\$ 751,274</u>	<u>\$ 758,189</u>	<u>\$ (6,915)</u>
Community development:				
Planning and community development:				
Planning and zoning	\$ 491,964	\$ 528,369	\$ 453,148	\$ 75,221
Economic development	128,154	130,330	108,744	21,586
Contribution to Industrial Development Authority	3,500	3,500	3,500	-
Other community development	127,169	127,169	127,169	-
Total planning and community development	<u>\$ 750,787</u>	<u>\$ 789,368</u>	<u>\$ 692,561</u>	<u>\$ 96,807</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	\$ 70,834	\$ 70,834	\$ 76,060	\$ (5,226)
Total cooperative extension program	<u>\$ 70,834</u>	<u>\$ 70,834</u>	<u>\$ 76,060</u>	<u>\$ (5,226)</u>
Total community development	<u>\$ 837,121</u>	<u>\$ 875,702</u>	<u>\$ 784,121</u>	<u>\$ 91,581</u>
Total General Fund	<u>\$ 31,803,269</u>	<u>\$ 32,412,923</u>	<u>\$ 30,845,400</u>	<u>\$ 1,567,523</u>
Special Revenue Fund:				
County Special Revenue Fund:				
Judicial administration:				
Courts:				
Law library	\$ 7,000	\$ 7,000	\$ 5,486	\$ 1,514
Total judicial administration	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ 5,486</u>	<u>\$ 1,514</u>
Public Safety:				
Fire and rescue services:				
Fire/rescue grant	\$ 76,881	\$ 76,881	\$ 148,043	\$ (71,162)
Total fire and rescue services	<u>\$ 76,881</u>	<u>\$ 76,881</u>	<u>\$ 148,043</u>	<u>\$ (71,162)</u>
Other Protection:				
Forfeited assets	\$ -	\$ -	\$ 20,596	\$ (20,596)
Community supervision grant	17,751	17,751	19,201	(1,450)
VJCCCA	57,161	57,161	55,990	1,171
Total other protection	<u>\$ 74,912</u>	<u>\$ 74,912</u>	<u>\$ 95,787</u>	<u>\$ (20,875)</u>
Total public safety	<u>\$ 151,793</u>	<u>\$ 151,793</u>	<u>\$ 243,830</u>	<u>\$ (92,037)</u>
Public Works:				
Maintenance of general buildings and grounds:				
Courthouse maintenance	\$ 18,000	\$ 18,000	\$ 18,000	\$ -
Litter control grant	15,000	15,000	15,000	-
Total maintenance of general buildings and grounds	<u>\$ 33,000</u>	<u>\$ 33,000</u>	<u>\$ 33,000</u>	<u>\$ -</u>
Total public works	<u>\$ 33,000</u>	<u>\$ 33,000</u>	<u>\$ 33,000</u>	<u>\$ -</u>

County of Dinwiddie, Virginia
 Schedule of Expenditures - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2008

Schedule 2
 Page 4 of 5

<u>Fund, Function, Activity and Element</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Special Revenue Fund: (Continued)				
County Special Revenue Fund: (Continued)				
Health and welfare:				
Welfare:				
Comprehensive services	\$ 1,104,631	\$ 1,104,631	\$ 568,063	\$ 536,568
Youth connections grant	-	-	3,336	(3,336)
Department of Comprehensive Services	90,336	92,952	95,141	(2,189)
Total welfare	<u>\$ 1,194,967</u>	<u>\$ 1,197,583</u>	<u>\$ 666,540</u>	<u>\$ 531,043</u>
Total health and welfare	<u>\$ 1,194,967</u>	<u>\$ 1,197,583</u>	<u>\$ 666,540</u>	<u>\$ 531,043</u>
Community Development:				
Medical office building	\$ -	\$ -	\$ 749	\$ (749)
Total Community development	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 749</u>	<u>\$ (749)</u>
Total County Special Revenue Fund	<u>\$ 1,386,760</u>	<u>\$ 1,389,376</u>	<u>\$ 949,605</u>	<u>\$ 439,771</u>
Debt Service Fund:				
County Debt Service Fund				
Community development:				
Planning and community development:				
Airport Authority	\$ 59,038	\$ 59,038	\$ 59,038	\$ -
Dinwiddie County Water Authority	752,800	752,800	756,130	(3,330)
Total community development	<u>\$ 811,838</u>	<u>\$ 811,838</u>	<u>\$ 815,168</u>	<u>\$ (3,330)</u>
Debt service:				
Principal retirement	\$ 4,310,711	\$ 4,310,711	\$ 4,310,711	\$ -
Interest and other fiscal charges	3,959,912	3,966,412	3,815,360	151,052
Total debt service	<u>\$ 8,270,623</u>	<u>\$ 8,277,123</u>	<u>\$ 8,126,071</u>	<u>\$ 151,052</u>
Total County Debt Service Fund	<u>\$ 9,082,461</u>	<u>\$ 9,088,961</u>	<u>\$ 8,941,239</u>	<u>\$ 147,722</u>
County Capital Projects Fund:				
Capital projects expenditures:				
County building renovations	\$ 1,312,159	\$ 1,312,159	\$ 371,152	\$ 941,007
Other capital projects	451,197	451,197	533,769	(82,572)
County schools	50,333,290	49,473,222	26,711,118	22,762,104
Equipment purchases	1,503,273	1,503,273	232,483	1,270,790
Total capital projects	<u>\$ 53,599,919</u>	<u>\$ 52,739,851</u>	<u>\$ 27,848,522</u>	<u>\$ 24,891,329</u>
Total County Capital Projects Fund	<u>\$ 53,599,919</u>	<u>\$ 52,739,851</u>	<u>\$ 27,848,522</u>	<u>\$ 24,891,329</u>
Total Primary Government	<u>\$ 95,872,409</u>	<u>\$ 95,631,111</u>	<u>\$ 68,584,766</u>	<u>\$ 27,046,345</u>
Discretely Presented Component Unit - School Board				
Special Revenue Funds:				
School Operating Fund:				
Education:				
Administration, health, and attendance	1,727,774	1,547,773	\$ 1,546,883	\$ 890
Instruction costs	30,900,829	31,427,859	31,266,578	161,281
Pupil transportation	2,951,699	3,126,697	3,064,513	62,184
Operation and maintenance of school plant	4,516,855	4,666,856	4,673,072	(6,216)
Total education	<u>\$ 40,097,157</u>	<u>\$ 40,769,185</u>	<u>\$ 40,551,046</u>	<u>\$ 218,139</u>

County of Dinwiddie, Virginia
 Schedule of Expenditures - Budget and Actual
 Governmental Funds
 For the Year Ended June 30, 2008

<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>
Discretely Presented Component Unit - School Board (Continued)				
Special Revenue Funds: (Continued)				
School Operating Fund: (Continued)				
Capital projects:				
School capital projects	\$ 143,047	\$ 143,044	\$ 143,121	\$ (77)
Total capital projects	<u>\$ 143,047</u>	<u>\$ 143,044</u>	<u>\$ 143,121</u>	<u>\$ (77)</u>
Total School Fund	<u>\$ 40,240,204</u>	<u>\$ 40,912,229</u>	<u>\$ 40,694,167</u>	<u>\$ 218,062</u>
School Special Revenue Fund				
Education:				
Instruction costs	\$ 613,294	\$ 613,294	\$ 371,269	\$ 242,025
School food services	1,758,531	1,758,529	1,628,500	130,029
Commodities	-	-	128,161	(128,161)
Total School Special Revenue Fund	<u>\$ 2,371,825</u>	<u>\$ 2,371,823</u>	<u>\$ 2,127,930</u>	<u>\$ 243,893</u>
Total Discretely Presented Component Unit - School Board	<u>\$ 42,612,029</u>	<u>\$ 43,284,052</u>	<u>\$ 42,822,097</u>	<u>\$ 461,955</u>

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STATISTICAL TABLES

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COUNTY OF DINWIDDIE, VIRGINIA

Table 1

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

	Fiscal year					
	2003	2004	2005	2006	2007	2008
Governmental activities						
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
Restricted	827,313	281,512	281,512	281,512	281,512	281,512
Unrestricted	27,918,314	27,741,942	28,182,707	28,831,874	28,095,354	28,124,095
Total governmental activities net assets	<u>\$ 32,117,729</u>	<u>\$ 32,119,527</u>	<u>\$ 31,999,581</u>	<u>\$ 35,835,341</u>	<u>\$ 44,240,333</u>	<u>\$ 34,978,617</u>
Primary government						
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
Restricted	827,313	281,512	281,512	281,512	281,512	281,512
Unrestricted	27,918,314	27,741,942	28,182,707	28,831,874	28,095,354	28,124,095
Total primary government net assets	<u>\$ 32,117,729</u>	<u>\$ 32,119,527</u>	<u>\$ 31,999,581</u>	<u>\$ 35,835,341</u>	<u>\$ 44,240,333</u>	<u>\$ 34,978,617</u>

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

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

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
Expenses						
Governmental activities:						
General government	\$ 1,487,166	\$ 1,580,395	\$ 1,909,981	\$ 1,667,495	\$ 2,160,836	\$ 2,228,249
Judicial administration	397,046	353,585	450,660	731,623	828,790	1,000,621
Public safety	4,896,293	6,027,228	7,094,483	7,938,868	9,224,156	10,113,253
Public works	2,410,647	2,278,549	2,848,915	3,059,882	3,151,835	3,113,226
Health and welfare	2,975,883	2,802,923	3,041,606	3,092,617	3,188,957	3,410,351
Education	12,123,792	13,009,658	16,215,247	14,287,850	9,977,936	20,187,331
Parks, recreation and cultural	468,619	474,585	492,027	511,327	552,282	911,484
Community development	1,249,583	1,311,546	1,372,021	1,242,298	1,521,653	1,987,130
Interest on long-term debt	1,843,163	2,599,202	3,513,977	4,204,312	3,960,721	3,934,723
Total governmental activities expenses	\$ 27,852,192	\$ 30,437,671	\$ 36,938,917	\$ 36,736,272	\$ 34,567,166	\$ 46,886,368
Total primary government expenses	\$ 27,852,192	\$ 30,437,671	\$ 36,938,917	\$ 36,736,272	\$ 34,567,166	\$ 46,886,368
Program Revenues						
Governmental activities:						
Charges for services:						
Judicial administration	\$ 178,376	\$ 296,413	\$ 181,930	\$ 388,718	\$ 523,019	\$ 830,912
Public safety	371,280	619,330	923,608	924,691	1,203,542	898,793
Public works	566,946	612,300	629,256	89,757	739,398	751,894
Parks, recreation and cultural	77,550	74,828	76,822	74,271	79,875	66,293
Community development	6,583	6,745	9,386	521,224	10,698	1,416
Operating grants and contributions	5,443,064	4,917,113	7,335,019	5,350,051	6,296,842	6,124,116
Capital grants and contributions	-	-	41,470	42,235	-	2,757,972
Total governmental activities program revenues	\$ 6,643,799	\$ 6,526,729	\$ 9,197,491	\$ 7,390,947	\$ 8,853,374	\$ 11,431,396
Total primary government program revenues	\$ 6,643,799	\$ 6,526,729	\$ 9,197,491	\$ 7,390,947	\$ 8,853,374	\$ 11,431,396
Net (expense) / revenue						
Governmental activities	\$ (21,208,393)	\$ (23,910,942)	\$ (27,741,426)	\$ (29,345,325)	\$ (25,713,792)	\$ (35,454,972)
Total primary government net expense	\$ (21,208,393)	\$ (23,910,942)	\$ (27,741,426)	\$ (29,345,325)	\$ (25,713,792)	\$ (35,454,972)
General Revenues and Other Changes In Net Assets						
Governmental activities:						
Taxes						
Property taxes	\$ 16,172,132	\$ 15,487,481	\$ 17,414,146	\$ 20,099,377	\$ 21,348,615	\$ 22,217,232
Local sales and use taxes	781,069	863,497	930,972	1,021,345	1,180,546	1,374,304
Taxes on recordation and wills	98,915	130,933	192,398	267,881	269,394	233,515
Motor vehicle licenses taxes	454,711	465,492	476,262	485,575	476,817	378,508
Consumer utility taxes	951,101	899,650	1,088,753	1,244,243	886,235	564,293
Business licenses taxes	366,713	394,848	473,874	528,221	704,284	733,008
Other local taxes	1,051,403	1,086,299	1,176,517	1,171,340	1,613,971	2,085,146
Unrestricted grants and contributions	3,663,641	4,106,164	4,508,591	5,113,495	3,958,524	3,918,941
Unrestricted revenues from use of money and property	423,068	355,377	1,287,478	3,130,851	4,186,253	2,253,826
Miscellaneous	32,909	80,713	72,489	118,757	119,584	106,193
Gain on sale of capital assets	-	-	-	-	111,673	-
Refunds from mineral lands tax	-	-	-	-	(747,331)	-
Total governmental activities	\$ 23,995,662	\$ 23,870,454	\$ 27,621,480	\$ 33,181,085	\$ 34,108,565	\$ 33,864,966
Total primary government	\$ 23,995,662	\$ 23,870,454	\$ 27,621,480	\$ 33,181,085	\$ 34,108,565	\$ 33,864,966
Change in Net Assets						
Governmental activities	\$ 2,787,269	\$ (40,488)	\$ (119,946)	\$ 3,835,760	\$ 8,394,773	\$ (1,590,006)
Total primary government	\$ 2,787,269	\$ (40,488)	\$ (119,946)	\$ 3,835,760	\$ 8,394,773	\$ (1,590,006)

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

COUNTY OF DINWIDDIE, VIRGINIA

Table 3

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

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
General fund						
Reserved	\$ 827,313	\$ 281,512	\$ 281,512	\$ 281,512	\$ 281,512	\$ 281,512
Unreserved	17,663,684	17,062,058	13,434,349	15,542,431	18,307,012	20,566,462
Total general fund	<u>\$ 18,490,997</u>	<u>\$ 17,343,570</u>	<u>\$ 13,715,861</u>	<u>\$ 15,823,943</u>	<u>\$ 18,588,524</u>	<u>\$ 20,847,974</u>
All other governmental funds						
Reserved						
Unreserved, reported in:						
Special revenue funds	\$ 1,225,437	\$ 1,545,206	\$ 1,461,428	\$ 1,169,310	\$ 620,213	\$ 293,749
Capital projects funds	3,544,869	2,413,290	55,336,923	56,736,752	37,479,461	10,996,380
Debt service funds	5,632,823	6,702,475	12,087,722	9,158,803	8,926,402	7,137,604
Total all other governmental funds	<u>\$ 10,403,129</u>	<u>\$ 10,660,971</u>	<u>\$ 68,886,073</u>	<u>\$ 67,064,865</u>	<u>\$ 47,026,076</u>	<u>\$ 18,427,733</u>

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

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
Revenues						
General property taxes	\$ 16,220,154	\$ 15,338,752	\$ 17,113,777	\$ 19,763,605	\$ 21,238,498	\$ 21,877,562
Other local taxes	3,703,912	3,840,719	4,338,776	4,718,605	5,131,247	5,368,774
Permits, privilege fees and regulatory licenses	207,221	213,154	349,493	377,550	638,110	432,228
Fines and forfeitures	118,574	208,617	135,296	280,386	409,938	662,248
Revenue from use of money and property	423,068	355,377	1,287,478	3,103,892	4,159,294	2,226,867
Charges for services	874,940	1,187,845	1,336,213	1,340,725	1,508,484	1,454,832
Miscellaneous	32,909	80,713	72,489	118,757	119,584	106,193
Recovered costs	94,980	640,146	105,565	124,847	93,523	67,612
Intergovernmental:						
Local	433,676	348,188	352,113	720,066	-	-
Commonwealth	7,333,467	6,750,829	9,969,990	8,248,518	8,789,542	11,485,649
Federal	1,339,562	1,924,260	1,562,977	1,537,197	1,465,824	1,315,380
Total revenues	\$ 30,782,463	\$ 30,888,600	\$ 36,624,167	\$ 40,334,148	\$ 43,554,044	\$ 44,997,345
Expenditures						
General government administration	\$ 1,370,305	\$ 1,491,463	\$ 1,862,400	\$ 1,644,700	\$ 1,852,439	\$ 2,156,294
Judicial administration	277,492	267,867	316,976	691,523	743,995	918,387
Public safety	4,950,436	5,579,226	6,226,265	7,083,245	8,725,167	9,187,117
Public works	2,631,364	2,909,058	2,864,254	2,822,076	2,852,468	2,929,734
Health and welfare	2,964,835	2,791,203	3,033,833	3,110,491	3,209,807	3,368,580
Education	10,298,508	11,317,606	12,713,898	13,047,329	10,827,763	11,691,834
Parks, recreation and cultural	438,977	443,808	471,405	474,172	521,670	758,189
Community development	1,237,781	1,238,356	3,689,847	1,171,257	1,439,554	1,600,038
Capital projects	1,246,911	5,557,838	1,762,641	3,536,690	29,769,497	27,848,522
Debt service						
Principal	2,158,512	2,032,295	2,177,334	2,044,301	2,268,817	4,310,711
Interest and other fiscal charges	1,885,222	2,753,167	2,670,625	4,181,490	3,991,636	3,815,360
Total expenditures	\$ 29,460,343	\$ 36,381,887	\$ 37,789,478	\$ 39,807,274	\$ 66,202,813	\$ 68,584,766
Excess of revenues over (under) expenditures	\$ 1,322,120	\$ (5,493,287)	\$ (1,165,311)	\$ 526,874	\$ (22,648,769)	\$ (23,587,421)
Other financing sources (uses)						
Transfers in	\$ 4,985,111	\$ 7,279,713	\$ 10,916,089	\$ 7,723,257	\$ 8,289,953	\$ 8,461,868
Transfers out	(4,985,111)	(7,279,713)	(10,916,089)	(7,723,257)	(8,289,953)	(8,461,868)
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)	-	-	-
Refund on mineral lands tax	-	-	-	-	(747,331)	-
Sale of capital assets	-	-	-	-	111,673	-
Total other financing sources (uses)	\$ -	\$ 4,603,700	\$ 55,722,254	\$ (240,000)	\$ 5,364,342	\$ (2,751,472)
Net change in fund balances	\$ 1,322,120	\$ (889,587)	\$ 54,556,943	\$ 286,874	\$ (17,284,427)	\$ (26,338,893)
Debt service as a percentage of noncapital expenditures	16.73%	18.38%	15.55%	20.72%	20.75%	24.92%

COUNTY OF DINWIDDIE, VIRGINIA

Table 5

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

<u>Fiscal Year</u>	<u>Real Estate</u>	<u>Personal Property</u>	<u>Mobile Homes</u>	<u>Machinery and Tools</u>	<u>Public Service</u>	<u>Total Taxable Assessed Value</u>	<u>Estimated Actual Taxable Value</u>	<u>Assessed Value as a Percentage of Actual Value</u>
2008 \$	1,588,563,485 \$	234,516,674 \$	8,596,551 \$	21,624,995 \$	78,317,277 \$	1,931,618,982 \$	1,931,618,982	100.00%
2007	1,541,253,515	220,564,452	8,541,491	20,291,570	91,695,853	1,882,346,881	1,882,346,881	100.00%
2006	1,502,861,149	206,308,733	8,609,200	18,427,540	101,645,357	1,837,851,979	1,837,851,979	100.00%
2005	1,380,698,562	162,995,054	9,053,334	46,643,795	98,243,151	1,697,633,896	1,697,633,896	100.00%
2004	1,247,968,292	145,276,192	9,637,545	74,536,706	156,145,636	1,633,564,371	1,633,564,371	100.00%
2003	1,245,888,983	139,469,365	9,629,575	86,006,545	-	1,480,994,468	1,480,994,468	100.00%
2002	1,202,491,877	131,515,421	14,519,433	69,843,575	92,186,362	1,510,556,668	1,510,556,668	100.00%
2001	1,103,351,570	121,930,776	14,622,363	69,064,378	94,501,633	1,403,470,720	1,403,470,720	100.00%
2000	991,684,357	113,302,979	9,734,891	40,885,454	42,660,226	1,198,267,907	1,198,267,907	100.00%
1999	910,281,517	106,904,832	9,386,522	5,423,657	86,745,432	1,118,741,960	1,118,741,960	100.00%

Source: Commissioner of Revenue

Property Tax Rates (1)
 Direct and Overlapping Governments
 Last Ten Fiscal Years

Fiscal Year	Direct Rates			
	Real Estate	Personal Property	Mobile Homes	Machinery and Tools
2008	\$ 0.87	\$ 4.90	\$ 0.87	\$ 3.30
2007	0.87	4.90	0.87	3.30
2006	0.87	4.90	0.87	3.30
2005	.77/.87	4.90	.77/.87	3.30
2004	0.77	4.90	0.77	3.30
2003	0.77	4.90	0.77	3.30
2002	0.77	4.90	0.77	3.30
2001	.79/.77	4.90	.79/.77	3.30
2000	0.79	4.90	0.79	3.30
1999	0.74	4.90	0.74	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 2008		Fiscal Year 1999	
		2008 Assessed Valuation	% of Total Assessed Valuation	1999 Assessed Valuation	% of Total Assessed Valuation
Chaparral Virginia Inc	Manufacturing	169,210,609	8.76%	101,632,672	9.08%
Walmart	Distribution	47,317,230	2.45%	45,436,185	4.06%
TIAA Timberlands 1 LLC	Timber	13,247,400	0.69%	-	0.00%
American Timberland LLC	Timber	10,140,300	0.52%	-	0.00%
Rohoic Wood Apartments Inc	Rental Property	8,153,100	0.42%	5,115,500	0.46%
Tindall Concrete Virginia Inc	Manufacturing	6,691,474	0.35%	4,542,133	0.41%
Bain, Warren & Nancy	Agricultural	6,652,075	0.34%	3,890,500	0.35%
Hollingsworth Capital Partners	Rental Property	5,434,900	0.28%	-	0.00%
Eastern Timberlands LLC	Timber	5,292,800	0.27%	4,053,900	0.36%
KHJ Dinwiddie LLC/NWB USA	Manufacturing	4,457,100	0.23%	6,704,859	0.60%
Philip Morris Products Inc	Manufacturing	3,921,600	0.20%	4,995,160	0.45%
FIATP Timber LLC	Timber	3,886,100	0.20%	-	0.00%
Rohoic Woods Townhouses LLC	Rental Property	3,874,300	0.20%	-	0.00%
Bear Island	Timber	-	0.00%	11,927,800	1.07%
Georgia Pacific Corp	Timber	-	0.00%	6,611,300	0.59%
PVA LP		-	0.00%	4,608,300	0.41%
Champion International	Manufacturing	-	0.00%	2,506,100	0.22%
Westgate LLC	Retail	-	0.00%	2,431,200	0.22%
Union Camp	Timber	-	0.00%	1,270,900	0.11%
		<u>288,278,988</u>	<u>15.31%</u>	<u>205,726,509</u>	<u>18.39%</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
2008	\$ 26,281,255	\$ 24,350,256	92.65%	n/a	\$ 24,350,256	92.65%
2007	24,794,312	23,361,657	94.22%	867,049	24,228,706	97.72%
2006	24,285,257	22,994,484	94.68%	1,200,523	24,195,007	99.63%
2005	21,063,572	19,948,171	94.70%	1,028,489	20,976,660	99.59%
2004	19,160,069	18,270,943	95.36%	315,020	18,585,963	97.00%
2003	18,996,680	18,231,673	95.97%	445,074	18,676,747	98.32%
2002	18,730,485	17,752,922	94.78%	471,225	18,224,147	97.30%
2001	17,677,424	17,032,770	96.35%	447,183	17,479,953	98.88%
2000	14,816,550	14,533,658	98.09%	189,882	14,723,540	99.37%
1999	12,668,902	11,984,396	94.60%	213,947	12,198,343	96.29%
1998	11,781,146	11,134,678	94.51%	293,836	11,428,514	97.01%

Source: Commissioner of Revenue, County Treasurer's office

COUNTY OF DINWIDDIE, VIRGINIA

Table 9

Ratios of Outstanding Debt by Type
Last Six 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			
2008	\$ 20,801,266	\$ 23,835	\$ 63,023,938	\$ -	\$ 83,849,039	3.22%	\$ 3,210
2007	10,039,201	42,965	81,456,938	-	91,539,104	3.72%	3,555
2006	10,868,126	62,095	76,877,700	-	87,807,921	3.77%	3,417
2005	11,671,819	81,225	78,313,700	25,478	90,092,222	4.09%	3,548
2004	12,447,451	100,355	23,508,700	174,886	36,231,392	1.72%	1,443
2003	24,368,008	119,485	-	9,172,494	33,659,987	1.65%	1,353

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

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

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

Fiscal Year	Gross Bonded Debt	Net Bonded Debt (3)	Ratio of Net General Obligation Debt to Assessed Value (2)	Net Bonded Debt per Capita (1)
2008	\$ 20,825,101	\$ 20,825,101	1.08%	\$ 797
2007	10,082,166	10,082,166	0.54%	392
2006	10,930,221	10,930,221	0.59%	425
2005	11,753,044	11,753,044	0.69%	463
2004	12,547,806	12,547,806	0.77%	500
2003	13,317,493	13,317,493	0.90%	535
2002	25,649,810	25,649,810	1.70%	1,041
2001	26,840,346	26,840,346	1.91%	1,098
2000	29,215,109	29,215,109	2.44%	1,187
1999	22,073,976	22,073,976	1.97%	n/a

(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.

n/a - information not available in this format

Demographic and Economic Statistics
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income*</u>	<u>Per Capita Personal Income*</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2008	26,120	\$ 2,603,434	\$ 33,583	4,687	4.2%
2007	25,747	2,463,040	32,080	4,623	3.4%
2006	25,695	2,328,236	30,652	4,573	3.1%
2005	25,391	2,200,815	29,288	4,530	4.0%
2004	25,111	2,100,822	27,938	4,469	3.8%
2003	24,873	2,040,656	27,146	4,423	4.0%
2002	24,641	1,972,246	26,328	4,309	4.0%
2001	24,438	1,906,280	25,504	4,318	3.0%
2000	24,615	1,840,515	24,501	4,246	2.1%
1999	24,500	1,766,389	23,410	4,267	2.5%

Source: Weldon Cooper Center, Annual School Report - prepared by county, www.fedstats.gov

*includes Colonial Heights & Petersburg, estimates used for 2007 & 2008

COUNTY OF DINWIDDIE, VIRGINIA

Table 12

Principal Employers
Current Year and Nine Years Ago

Employer	Fiscal Year 2008			Fiscal Year 1999		
	Range of Employees	Rank	% of Total County Employment	Range of Employees	Rank	% of Total County Employment
Southside VA Training Center	1000+	1	10.55%	1000+	1	10.52%
WalMart	1000+	2	9.90%	1000+	2	9.26%
Central State Hospital	500-999	3	6.75%	500-999	3	6.95%
Dinwiddie Co School Board	500-999	4	6.20%	500-999	4	5.89%
Chaparral	250-499	5	3.16%	250-499	5	2.52%
Tindall Concrete Products	250-499	6	2.18%	100-249	6	1.89%
County of Dinwiddie	100-249	7	1.74%	100-249	7	1.68%
Hiram W Davis Medical Ctr	100-249	8	1.61%	100-249	8	1.47%
Virginia Center for Behavioral Rehab	100-249	9	1.38%	100-249	9	1.26%
Iluka Resources	100-249	10	1.19%	100-249	10	1.05%
Totals			<u>44.66%</u>			<u>42.49%</u>

Source: VEC

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

Function	Fiscal year					
	2003	2004	2005	2006	2007	2008
General government	21	21	24	24	24	24.2
Judicial administration	7.5	7.1	7.3	9.5	11	11.9
Public safety						
Sheriffs department	57	55	55	57	58	64.5
Dispatch	10	10	10	16	16	17
Fire & Rescue	17	21.5	20.5	19.5	20.5	22.5
Building inspections	4	4	4	4	5	6
Animal control	3	3.5	3.5	3.5	3.5	3.6
Dept of Comprehensive Svcs	1	2.3	2.3	2.6	2.5	3.3
Public works						
General maintenance	7	6	7	6	6	5.8
Landfill	13	14	14	12	10	10.3
Health and welfare						
Department of social services	28	29	30	32	29	30
Culture and recreation						
Parks and recreation	5	5	5	5	5	6.5
Community development						
Economic development					1	0.8
Planning	4	4	5	5	6	5.5
Totals	<u>178</u>	<u>182</u>	<u>188</u>	<u>196</u>	<u>198</u>	<u>212</u>

Source: Individual county departments

Information not available in this format prior to 2003

Operating Indicators by Function
Last Six Fiscal Years

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

Source: Individual county departments

Information not available in this format prior to 2003

Capital Asset Statistics by Function
Last Six Fiscal Years

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

Source: Individual county departments

Information not available in this format prior to 2003

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COMPLIANCE SECTION

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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 business-type 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, 2008, which collectively comprise the County of Dinwiddie, Virginia's basic financial statements and have issued our report thereon dated November 21, 2008. 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 control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County of Dinwiddie, Virginia's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County of Dinwiddie, Virginia's financial statements that is more than inconsequential will not be prevented or detected by the County of Dinwiddie, Virginia's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County of Dinwiddie, Virginia's internal control.

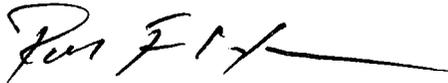
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies 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 involving the internal control and its operation that we have reported to management of the County of Dinwiddie, Virginia, in a separate letter dated November 21, 2008.

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 "Paul F. L.", followed by a long horizontal line extending to the right.

Richmond, Virginia
November 21, 2008

ROBINSON, FARMER, COX ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL LIMITED LIABILITY COMPANY

Report on Compliance with Requirements Applicable to 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 the compliance of the County of Dinwiddie, Virginia, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. 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 requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

Internal Control Over Compliance

The 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 in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be 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, 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 "Paul F. C.", followed by a long horizontal line extending to the right.

Richmond, Virginia
November 21, 2008

County of Dinwiddie, Virginia
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2008

Federal Grantor/State Pass - Through Grantor/ Program Title (Pass - Through Grantor's Number)	Federal Catalog Number	Expenditures
Department of Health and Human Services:		
Pass Through Payments:		
Department of Health:		
Prevention of fire related injuries	93.136	\$ 26,412
Pass Through Payments:		
Department of Social Services:		
Family Preservation and Support	93.556	\$ 41,350
Temporary Assist to Needy Families (TANF)	93.558	173,975
Refugee and Entrant Assistance - Discretionary Grants	93.566	864
Low Income Home Energy Assistance	93.568	5,624
Payments to States for Child Care Assistance	93.575	168,102
Child Care and Development Fund	93.596	93,367
Chafee education and training	93.599	2,270
Child Welfare Services - State Grants	93.645	1,490
Foster Care - Title IV-E	93.658	94,575
Adoption Assistance	93.659	36,656
Social Services Block Grant	93.667	270,180
Independent Living	93.674	3,695
State Children's Insurance Program	93.767	13,225
Medical Assistance Program (Title XIX)	93.778	<u>163,699</u>
Total Department Health and Human Services		<u>\$ 1,095,484</u>
Department of Agriculture:		
Pass Through Payments:		
Department of Agriculture:		
Food Distribution	10.555	\$ 128,161
Department of Education:		
National school breakfast program	10.553	206,885
National school lunch program	10.555	626,958
Department of Social Services:		
State Admin Matching Grants for Food Stamp Program	10.561	<u>219,410</u>
Total Department of Agriculture		<u>\$ 1,181,414</u>

County of Dinwiddie, Virginia
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2008

Federal Grantor/State Pass - Through Grantor/ Program Title (Pass - Through Grantor's Number)	Federal Catalog Number	Expenditures
Department of Education:		
Pass Through Payments:		
Department of Education:		
Title I: Educationally deprived children	84.010	\$ 626,139
Title VI-B: Handicapped state grants	84.027	867,140
Vocational Education: Basic grants to states	84.048	67,616
Title VI-B: Handicapped preschool incentive grant	84.173	32,851
Drug free schools and communities	84.186	11,826
Title II, Part A	84.367	115,883
Title V: Improving school programs state block grant	84.298	
Technology literacy challenge grant	84.318	732
Advanced placement classes	84.330	<u>53</u>
Total Department of Education		<u>\$ 1,722,240</u>
Department of the Interior:		
Direct Payments:		
Bureau of Land Management:		
Payments in lieu of taxes	15.226	<u>\$ 486</u>
Total Federal Assistance		<u><u>\$ 3,999,624</u></u>

County of Dinwiddie, Virginia

Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2008

Note 1 - General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federally assisted programs of the County of Dinwiddie, Virginia. The County's reporting entity is defined in Note 1 to the County's basic financial statements. All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the schedule.

Note 2 - Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the County's basic financial statements.

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	\$ 1,315,380
Total primary government	\$ <u>1,315,380</u>
Component Unit Public Schools:	
School Operating Fund	\$ 1,722,240
School Special Revenue Fund	962,004
Total component unit public schools	\$ <u>2,684,244</u>
Total federal expenditures per basic financial statements	\$ <u>3,999,624</u>
Total federal expenditures per the Schedule of Expenditures of Federal Awards	\$ <u><u>3,999,624</u></u>

**County of Dinwiddie, Virginia
Schedule of Findings and Questioned Costs
For the year ended June 30, 2008**

Section I—Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

a. Material weaknesses identified? ___ yes X no

b. Significant deficiencies identified that are not considered to be material weaknesses? ___ yes X none reported

Noncompliance material to financial statements noted? ___ yes X no

Federal Awards

Internal control over major programs

A. Material weaknesses identified? ___ yes X no

B. Significant Deficiencies identified that are not considered to be material weaknesses? ___ yes X no

Type of auditors' 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 X no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
10.553/10.555	National School Lunch Cluster
84.010	Title I

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

Auditee qualified as low-risk auditee? X 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, 2008**

There were no prior year findings and questioned costs.

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