

CITY OF GREER

STATEMENT OF NET ASSETS
JUNE 30, 2009

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 5,955,116	\$ 574,550	\$ 6,529,666	\$ 4,923
Receivables				
Taxes	195,520	-	195,520	-
Accounts	236,812	-	236,812	-
Federal and state agencies	304,440	-	304,440	-
Internal balances	(10,888)	10,888	-	-
Prepaid items	6,582	-	6,582	-
Inventory	39,818	-	39,818	-
Deferred charges	168,107	-	168,107	-
Nondepreciable capital assets	4,567,668	-	4,567,668	-
Depreciable capital assets, net	34,772,862	-	34,772,862	-
Total assets	46,236,037	585,438	46,821,475	4,923
LIABILITIES				
Accounts payable	697,805	25,000	722,805	-
Accrued liabilities	218,228	-	218,228	-
Accrued interest payable	100,389	-	100,389	-
Noncurrent liabilities				
Due within one year	2,712,638	-	2,712,638	-
Due in more than one year	26,796,928	-	26,796,928	-
Total liabilities	30,525,988	25,000	30,550,988	-
NET ASSETS				
invested in capital assets, net of related debt	11,485,282	-	11,485,282	-
Restricted for				
Greer paving	246,841	-	246,841	-
Greer real property revolving	26,098	-	26,098	-
GCCADA	5,403	-	5,403	-
Unrestricted	3,946,425	560,438	4,506,863	4,923
Total net assets	\$ 15,710,049	\$ 560,438	\$ 16,270,487	\$ 4,923

The accompanying notes are an integral part of these financial statements.

CITY OF GREER

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2009

	Net (Expense) Revenue and Changes in Net Assets						Component Unit
	Program Revenues			Primary Government			
	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total		
Primary Government							
Governmental activities							
General government	\$ 5,117,151	\$ 524,701	\$ 2,029,485	\$ -	\$ 2,029,485	\$ -	
Public safety	8,206,960	219,339	(7,297,171)	-	(7,297,171)	-	
Public works	2,881,114	1,038,174	(1,830,488)	-	(1,830,488)	-	
Recreation	1,841,044	-	(482,934)	-	(482,934)	-	
Community development	911,905	-	(911,905)	-	(911,905)	-	
Interest and fiscal charges	1,342,082	-	(1,342,082)	-	(1,342,082)	-	
Total governmental activities	20,300,256	756,492	(9,835,095)	-	(9,835,095)	-	
Business-type activities							
Storm water drainage	58,332	-	-	607,604	607,604	-	
Total business-type activities	58,332	-	-	607,604	607,604	-	
Total primary government	\$ 20,358,588	\$ 756,492	(9,835,095)	607,604	(9,227,491)	-	
Component unit							
Recreation Association	\$ 12,715	\$ -	\$ -	\$ -	\$ -	(3,539)	
General revenues							
Property taxes levied for							
General purposes	7,584,306				7,584,306		
Debt service	1,209,385				1,209,385		
Lodging tax	25,109				25,109		
Inventory tax	134,907				134,907		
Utilities tax	247,499				247,499		
Tax equivalents	9,394				9,394		
Homestead rebate	246,618				246,618		
Investment earnings	82,755				82,755		
Transfers	439,433				439,433		
	9,979,406				9,979,406		
	(434,579)				(434,579)		
Total general revenues and transfers	144,311				317,336	11	
Change in net assets	14,749,310				15,136,723	(3,528)	
Net assets, beginning of year	816,428				816,428	8,451	
Prior period adjustment							
Net assets, end of year	\$ 15,710,049				\$ 16,270,467	\$ 4,923	

The accompanying notes are an integral part of these financial statements.

CITY OF GREER
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2009

	General	Brookshire Road Debt Service Fund	Hampton Road Debt Service Fund	Greer Trust Project	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 2,391,872	\$ 958,326	\$ 1,083,086	\$ -	\$ 1,521,832	\$ 5,955,116
Receivables						
Taxes	87,036	-	-	-	108,484	195,520
Accounts	236,812	-	-	-	-	236,812
Federal and state agencies	304,440	-	-	-	-	304,440
Inventory	39,818	-	-	-	-	39,818
Prepaid items	6,582	-	-	-	-	6,582
Due from other funds	183,323	161,756	102,635	-	7,559	455,273
Total assets	<u>\$ 3,249,883</u>	<u>\$ 1,120,082</u>	<u>\$ 1,185,721</u>	<u>\$ -</u>	<u>\$ 1,637,875</u>	<u>\$ 7,193,561</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 481,562	\$ -	\$ -	\$ -	\$ -	\$ 481,562
Accrued liabilities	218,228	-	-	-	-	218,228
Due to internal service fund	11,375	-	-	-	-	11,375
Due to storm water enterprise fund	10,888	-	-	-	-	10,888
Due to other funds	7,559	-	-	-	447,714	455,273
Total liabilities	<u>729,612</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>447,714</u>	<u>1,177,326</u>
Fund Balances						
Reserved for						
Inventory	39,818	-	-	-	-	39,818
Prepaid items	6,582	-	-	-	-	6,582
Capital expenditures	-	-	-	-	99,686	99,686
Debt service	-	1,120,082	1,185,721	-	-	2,305,803
Other purposes	-	-	-	-	432,709	432,709
Hospitality tax	-	-	-	-	2,077	2,077
Accommodations tax	-	-	-	-	413,164	413,164
GOB Series 2005	-	-	-	-	171	171
GOB Series 2007	-	-	-	-	-	-
Unreserved						
Designated for other purposes	-	-	-	-	128,817	128,817
Special revenue funds	-	-	-	-	-	-
Undesignated - general fund	2,473,871	-	-	-	(161,756)	2,473,871
Undesignated - capital project fund	-	-	-	-	275,293	(161,756)
Undesignated - debt service fund	-	-	-	-	-	275,293
Total fund balances	<u>2,520,271</u>	<u>1,120,082</u>	<u>1,185,721</u>	<u>-</u>	<u>1,190,161</u>	<u>6,016,235</u>
Total liabilities and fund balances	<u>\$ 3,249,883</u>	<u>\$ 1,120,082</u>	<u>\$ 1,185,721</u>	<u>\$ -</u>	<u>\$ 1,637,875</u>	<u>\$ 7,193,561</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREER

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2009

Total governmental fund balances		\$ 6,016,235
Amounts reported for governmental activities in the statement of net assets are different because		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		39,340,530
Net assets of internal service fund allocated to governmental activities		(204,868)
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and, therefore, are not reported in the funds. Also, governmental funds report the effect of issuance costs when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Accrued interest payable	(100,389)	
Taxable installment purchase revenue bonds	(17,062,250)	
General obligation bonds	(4,576,500)	
Capital lease obligations	(6,216,498)	
Tax increment financing	(1,100,000)	
Compensated absences	(554,318)	
Deferred charges	168,107	
Total		<u>(29,441,848)</u>
Net assets of governmental activities		<u>\$ 15,710,049</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREER

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2009

	General	Brookshire Road Debt Service Fund	Hampton Road Debt Service Fund	Greer Trust Project	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property taxes	\$ 7,584,306	\$ 366,958	\$ 551,584	\$ -	\$ 290,843	\$ 8,793,691
Fire fees	341,684	-	-	-	-	341,684
Franchise and license fees	5,239,017	-	-	-	-	5,239,017
Miscellaneous	452,171	-	-	833,515	936,149	2,221,835
Permits and fees	272,838	-	-	-	-	272,838
Intergovernmental revenue	940,729	-	-	-	-	940,729
Fines and forfeitures	298,839	-	-	-	48,155	346,994
Investment earnings	18,096	4,847	8,867	22,164	28,781	82,755
Recreation fees	83,442	-	-	-	-	83,442
Federal and state grants	232,313	-	-	-	-	232,313
Hospitality taxes	-	-	-	-	1,274,668	1,274,668
Total revenues	15,463,435	371,805	560,451	855,679	2,578,596	19,829,966
EXPENDITURES						
Current						
General government	4,445,625	-	-	-	-	4,445,625
Public safety	7,325,406	-	-	-	240,590	7,565,996
Public works	1,981,475	300	6,153	-	380,000	2,367,928
Recreation	1,500,499	-	-	-	83,885	1,584,384
Community development	882,042	-	-	-	-	882,042
Debt service						
Principal	-	75,000	85,000	7,490,000	1,681,563	9,331,563
Interest	-	11,813	18,737	795,925	526,218	1,352,693
Bond issuance costs	-	-	-	92,620	-	92,620
Capital outlay	254,758	-	-	1,470,505	4,532,625	6,257,888
Total expenditures	16,389,805	87,113	109,890	9,849,050	7,444,881	33,880,739
Excess of revenues over (under) expenditures	(926,370)	284,692	450,561	(8,993,371)	(4,866,285)	(14,050,773)
OTHER FINANCING SOURCES (USES)						
Transfers out	(1,716,094)	(50,000)	(50,000)	(200,000)	(1,304,267)	(3,320,361)
Transfers in	1,673,103	-	-	-	2,086,691	3,759,794
Issuance of capital leases	-	-	-	-	444,800	444,800
Issuance of taxable installment purchase revenue bonds	-	-	-	7,552,250	-	7,552,250
Sale of capital assets	195,888	-	-	-	-	195,888
Total other financing sources (uses)	152,897	(50,000)	(50,000)	7,352,250	1,227,224	8,632,371
Net change in fund balances	(773,473)	234,692	400,561	(1,641,121)	(3,639,061)	(5,418,402)
Fund balances, beginning of year	3,293,744	885,390	785,160	1,641,121	4,829,222	11,434,637
Fund balances, end of year	\$ 2,520,271	\$ 1,120,082	\$ 1,185,721	\$ -	\$ 1,190,161	\$ 6,016,235

The accompanying notes are an integral part of these financial statements.

CITY OF GREER

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
JUNE 30, 2009

Net change in fund balances - total government funds	\$ (5,418,402)
Amounts reported for governmental activities in the statement of activities are different because	
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 as depreciation expense. This is the amount by which capital outlays exceed depreciation in the current period.	
Capital outlay	6,113,797
Depreciation expense	(1,879,188)
The net effect of the sale of capital assets is to decrease net assets.	(20,720)
The issuance of long-term debt provides current financial resources to government 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.	
Repayment of debt	9,331,563
Issuance of capital lease	(444,800)
Issuance of taxable installment purchase revenue bonds	(7,552,250)
Amortization	(9,638)
Compensated absences	54,916
Deferred charges	92,620
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest is expensed when due.	10,611
The internal service funds are used by management to charge the costs of insurance and other services to individual funds. The net revenue (expense) of the internal service funds are reported with governmental activities.	<u>(134,198)</u>
Change in net assets of governmental activities	<u><u>\$ 144,311</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREER
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes				
Greenville County	\$ 6,168,000	\$ 6,168,000	\$ 5,975,303	\$ (192,697)
Spartanburg County	1,478,000	1,478,000	1,609,003	131,003
Franchises and Licenses				
CPW fee	1,000,000	1,000,000	1,000,000	-
Business licenses	4,550,000	4,550,000	3,991,518	(558,482)
Utilities franchise tax	260,000	260,000	247,499	(12,501)
Interest	95,000	95,000	18,096	(76,904)
Miscellaneous				
Rental	110,350	110,350	24,965	(85,385)
Miscellaneous	36,018	36,018	54,948	18,930
Special projects	-	-	352,194	352,194
Debt set-off	(9,000)	(9,000)	20,064	29,064
Permits and Fees				
Building permits	500,000	500,000	153,965	(346,035)
Inspections	175,000	175,000	58,214	(116,786)
Mobile home permits	1,500	1,500	1,245	(255)
Street excavation permits	-	-	2,347	2,347
Engineering	50,000	50,000	24,224	(25,776)
Zoning	45,000	45,000	14,695	(30,305)
Alarm regulation	1,500	1,500	1,250	(250)
Commercial landfill	-	-	11,603	11,603
Derelict automobile storage	-	-	1,955	1,955
Animal impoundment	-	-	70	70
Dog licenses	3,500	3,500	3,270	(230)
Recreation fees	38,000	38,000	83,442	45,442
Intergovernmental Revenue				
State aid	580,000	580,000	524,701	(55,299)
Inventory tax	145,000	145,000	134,907	(10,093)
Homestead rebate	240,000	240,000	246,618	6,618
Accommodations tax	25,000	25,000	25,109	109
Tax equivalents	27,000	27,000	9,394	(17,606)
Fire Fees				
East Greer	135,000	135,000	144,929	9,929
Hood Road	155,000	155,000	125,755	(29,245)
Mitsubishi	70,000	70,000	70,000	-
Spartanburg Mutual Aid	1,000	1,000	1,000	-
Fines and Forfeitures				
Police	360,000	360,000	298,473	(61,527)
City court costs	8,000	8,000	45	(7,955)
Miscellaneous	10,000	10,000	321	(9,679)
Grants				
FEMA	-	-	2,255	2,255
SCDOT Summer Work Program	21,000	21,000	10,197	(10,803)
SMIRF Taser Grant	5,000	5,000	-	(5,000)
Bulletproof Vests	7,000	7,000	522	(6,478)
School District Resource Officer	150,000	150,000	150,000	-
Miscellaneous	-	-	1,511	1,511
Judicial Services	-	-	6,492	6,492
PARD Grant	74,150	74,150	37,364	(36,786)
FEMA Fire	-	21,525	21,525	-
JAG Grant	-	-	2,447	2,447
Total revenues	16,516,018	16,537,543	15,463,435	(1,074,108)
EXPENDITURES				
GENERAL GOVERNMENT				
MAYOR AND COUNCIL				
Personnel services	101,812	101,812	101,521	291
Operating expenditures	33,265	33,265	22,886	10,379

(continued)

CITY HALL ADMINISTRATION				
Personnel services	\$ 1,279,435	\$ 1,279,435	\$ 1,182,544	\$ 96,891
Operating expenditures	133,130	133,130	128,543	4,587
MUNICIPAL COURT				
Personnel services	388,526	388,526	370,191	18,335
Operating expenditures	138,820	183,820	143,892	39,928
OPERATIONS				
Personnel services	202,600	202,600	311,146	(108,546)
Operating expenditures	2,627,400	2,506,436	2,184,902	321,534
Debt service	28,740	-	-	-
TOTAL GENERAL GOVERNMENT	<u>4,933,728</u>	<u>4,829,024</u>	<u>4,445,625</u>	<u>383,399</u>
PUBLIC SAFETY				
FIRE				
Personnel services	2,318,578	2,318,578	2,286,794	31,784
Operating expenditures	440,350	440,350	462,818	(22,468)
Capital outlay	15,000	245,448	243,924	1,524
POLICE				
Personnel services	4,117,240	4,117,240	4,072,833	44,407
Operating expenditures	501,359	568,359	502,961	65,398
Capital outlay	13,000	13,000	10,834	2,166
TOTAL PUBLIC SAFETY	<u>7,405,527</u>	<u>7,702,975</u>	<u>7,580,164</u>	<u>122,811</u>
PUBLIC WORKS				
PUBLIC SERVICES				
Personnel services	873,810	873,810	855,449	18,361
Operating expenditures	1,199,465	1,204,465	1,126,026	78,439
Capital outlay	175,000	175,000	-	175,000
TOTAL PUBLIC WORKS	<u>2,248,275</u>	<u>2,253,275</u>	<u>1,981,475</u>	<u>271,800</u>
RECREATION				
Personnel services	1,201,789	1,201,789	1,113,614	88,175
Operating expenditures	454,680	456,180	386,885	69,295
TOTAL RECREATION	<u>1,656,469</u>	<u>1,657,969</u>	<u>1,500,499</u>	<u>157,470</u>
COMMUNITY DEVELOPMENT				
BUILDING AND DEVELOPMENT STANDARDS				
Personnel services	822,961	822,961	803,514	19,447
Operating expenditures	65,237	68,637	78,528	(8,891)
TOTAL COMMUNITY DEVELOPMENT	<u>888,198</u>	<u>891,598</u>	<u>882,042</u>	<u>9,556</u>
Total expenditures	<u>17,132,197</u>	<u>17,334,841</u>	<u>16,389,805</u>	<u>945,036</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(616,179)</u>	<u>(797,298)</u>	<u>(926,370)</u>	<u>(129,072)</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	269,000	269,000	195,888	(73,112)
Transfers in	1,673,103	1,673,103	1,673,103	-
Transfers out	(1,707,924)	(1,736,664)	(1,716,094)	20,570
Total Other Financing Sources (Uses)	<u>234,179</u>	<u>205,439</u>	<u>152,897</u>	<u>(52,542)</u>
NET CHANGE IN FUND BALANCES	<u>(382,000)</u>	<u>(591,859)</u>	<u>(773,473)</u>	<u>(181,614)</u>
FUND BALANCES, beginning of year	<u>3,293,744</u>	<u>3,293,744</u>	<u>3,293,744</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 2,911,744</u>	<u>\$ 2,701,885</u>	<u>\$ 2,520,271</u>	<u>\$ (181,614)</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREER
 STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS
 JUNE 30, 2009

	Storm Water Enterprise Fund	Internal Service Fund
ASSETS		
Current Assets		
Cash and investments	\$ 574,550	\$ 3,718
Due from other funds	10,888	11,375
Total current assets	585,438	15,093
Total assets	\$ 585,438	\$ 15,093
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 25,000	\$ 219,961
Net assets		
Unrestricted	560,438	(204,868)
Total liabilities and net assets	\$ 585,438	\$ 15,093
RECONCILIATION OF PROPRIETARY FUND EQUITY TO UNRESTRICTED NET ASSETS OF BUSINESS-TYPE ACTIVITIES ON THE STATEMENT OF NET ASSETS		
Net assets	\$ 560,438	\$ (204,868)
Internal service fund net assets allocated to Governmental Activities	-	204,868
Unrestricted net assets of business-type activities on the Statement of net assets	\$ 560,438	\$ -

The accompanying notes are an integral part of these financial statements.

CITY OF GREER

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2009

	Storm Water Enterprise Fund	Internal Service Fund
	<u> </u>	<u> </u>
OPERATING REVENUES		
Health insurance premium	\$ -	\$ 2,573,443
Storm water fees	665,936	<u>-</u>
Total operating revenues	<u>665,936</u>	<u>2,573,443</u>
OPERATING EXPENSES		
Health insurance claims	-	2,708,585
Storm water maintenance	58,332	<u>-</u>
Total operating expenses	<u>58,332</u>	<u>2,708,585</u>
Operating income (loss)	<u>607,604</u>	<u>(135,142)</u>
NON-OPERATING REVENUES		
Investment earnings	4,854	944
Total non-operating revenues	<u>4,854</u>	<u>944</u>
TRANSFERS OUT	<u>(439,433)</u>	<u>-</u>
CHANGE IN NET ASSETS	173,025	(134,198)
NET ASSETS, beginning of year	<u>387,413</u>	<u>(70,670)</u>
NET ASSETS, end of year	<u>\$ 560,438</u>	<u>\$ (204,868)</u>
RECONCILIATION OF PROPRIETARY FUND CHANGE IN NET ASSETS TO CHANGE IN NET ASSETS OF BUSINESS-TYPE ACTIVITIES ON THE STATEMENT OF ACTIVITIES		
Change in net assets	\$ 173,025	\$ (134,198)
Internal service fund loss allocated to Governmental Activities	<u>-</u>	<u>134,198</u>
Change in net assets of business-type activities on the Statement of Activities	<u>\$ 173,025</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREER
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2009

	<u>Storm Water Enterprise Fund</u>	<u>Internal Service Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	\$ 665,936	\$ -
Cash received from governmental funds and employees for health insurance premiums	-	2,573,443
Cash payments to suppliers for storm water drainage maintenance	(454,533)	-
Payments for health insurance claims	-	(2,655,836)
Net cash provided (used) by operating activities	<u>211,403</u>	<u>(82,393)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers to other funds	(439,433)	-
Net cash (used) for noncapital financing activities	<u>(439,433)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	4,854	944
Net cash provided by investing activities	<u>4,854</u>	<u>944</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(223,176)	(81,449)
CASH AND CASH EQUIVALENTS, beginning of year	<u>797,726</u>	<u>85,167</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 574,550</u>	<u>\$ 3,718</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	\$ 607,604	\$ (135,142)
Adjustments to reconcile operating income to net cash provided by operating activities		
Decrease (increase) in due from other funds	28,799	(3,800)
Increase in accounts payable	25,000	56,549
(Decrease) in due to other funds	(450,000)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 211,403</u>	<u>\$ (82,393)</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREER
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2009

ASSETS	
Cash and cash equivalents in segregated accounts	\$ 350,972
Total assets	<u>\$ 350,972</u>
LIABILITIES	
Other liabilities	\$ 350,972
Total liabilities	<u>\$ 350,972</u>

The accompanying notes are an integral part of these financial statements.