

COUNTY OF  
BUCKINGHAM, VIRGINIA



FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2010



**County of Buckingham, Virginia**

**Financial Report**

**Year Ended June 30, 2010**

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COUNTY OF BUCKINGHAM, VIRGINIA

Financial Report  
Year Ended June 30, 2010

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#### BOARD OF SUPERVISORS

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F. Danny LeSueur	I. Monroe Snoddy, Chairman Joe N. Chambers, Jr., Vice-Chairman	John D. Kitchen, Jr.
E.A. "Bill" Talbert	Brian D. Bates	Danny R. Allen

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#### BOARD OF SOCIAL SERVICES

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Betty Toney, Chairman  
Ophelia Washington  
I. Monroe Snoddy

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#### COUNTY SCHOOL BOARD

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David Christian	F. Acie Allen, Jr., Chairman H. Ed Wise, Vice-Chairman	Thomas Hutcherson, Jr.
Russell P. Gowin	Sherry Ragland	Kathy Midkiff

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#### OTHER OFFICIALS

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Judge of the Circuit Court  
Clerk of the Circuit Court  
Judge of the General District Court  
Commonwealth's Attorney  
Commissioner of the Revenue  
Treasurer  
Sheriff  
Superintendent of Schools  
Director of Social Services  
County Administrator  
Finance Director

Richard S. Blanton  
Malcolm A. Booker, Jr.  
Robert Woodson, Jr.  
E.M. Wright, Jr.  
Stephanie L. Midkiff  
Christy L. Christian  
William G. Kidd, Jr.  
Gary Blair  
Braxton L. Apperson  
Rebecca S. Carter  
Karl Carter



# ROBINSON, FARMER, COX ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL LIMITED LIABILITY COMPANY

## Independent Auditors' Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Buckingham, Virginia, as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County of Buckingham, 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 business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Buckingham, Virginia, as of June 30, 2010, 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 January 28, 2011, on our consideration of the County of Buckingham, Virginia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis, Schedule of Pension Funding Progress and budgetary comparison information 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 Management's Discussion and Analysis and Schedule of Pension Funding Progress. However, we did not audit the information and express no opinion on it. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Buckingham, Virginia's basic financial statements. The other supplementary information is presented for purposes of additional analysis and is 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 Buckingham, Virginia. The combining and individual fund statements and supporting schedules as listed in the table of contents as other supplementary information, 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 other statistical information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

*Robinson, Farmer, Co. Associates*  
Charlottesville, Virginia  
January 28, 2011

**COUNTY OF BUCKINGHAM, VIRGINIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

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**To the Citizens of County of Buckingham, Virginia**

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

**Financial Highlights**

**Government-wide Financial Statements**

- On a government-wide basis for governmental activities, the assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$15,156,856 (net assets). For business-type activities, assets exceeded liabilities by \$8,824,478.

**Fund Financial Statements**

In the Governmental Funds, on a current financial resource basis, revenues and other financing sources exceeded expenditures by \$2,130,356 (Exhibit 5) after making contributions totaling \$5,205,776 to the School Board.

- As of the close of the current fiscal year, the County's governmental funds reported ending fund balances of \$9,690,647, an increase of \$2,130,356 in comparison with the prior year.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$7,895,873 or 51% of total general fund expenditures.
- Combined long-term obligations for the governmental funds decreased \$1,123,138 during the current fiscal year.

The Proprietary Funds, on an accrual basis, reported revenues and other financing sources in excess of expenses by \$1,265,719.

- As of the close of the current fiscal year, the County's proprietary funds reported ending net assets of \$8,824,478, an increase of \$1,265,719. This increase is due to the receipt of a Rural Development grant to fund the sewer project.
- Combined long-term obligations in the proprietary funds decreased \$150,847 during the current fiscal year.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of 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.

## **Overview of the Financial Statements: (Continued)**

**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 administration, courts, police protection, sanitation, social services, education, cultural events, and recreation.

The Government-wide financial statements include not only the County of Buckingham, Virginia itself (known as the primary government), but also a legally separate school district for which the County of Buckingham, Virginia is financially accountable. Financial information for this 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 Buckingham, 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 three categories: governmental, proprietary, and fiduciary funds.

**Governmental Funds** - Governmental Funds are used to account for essentially the same functions or services reported as governmental activities in the government-wide financial statements. Whereas the government-wide financial statements are prepared on the accrual basis of accounting, the governmental fund financial statements are prepared on the modified accrual basis of accounting. The focus of modified accrual reporting is on near-term inflows and outflows of financial resources and the balance of financial resources available at the end of the fiscal year. Since the governmental funds focus is narrower than that of the government-wide financial statements, a reconciliation between the two methods is provided following the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. The County's major funds are the General Fund, the Virginia Public Assistance Fund, and the County Capital Improvements Fund.

**Proprietary Funds** - Proprietary Funds account for operations that are financed in a manner similar to private business enterprises. The Proprietary Funds utilize the accrual basis of accounting where the measurement focus is upon determination of net income, financial position, and changes in financial position. Proprietary funds consist of Enterprise Funds.

**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.

## **Overview of the Financial Statements: (Continued)**

**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 statements and accompanying notes, this report also presents certain required supplementary information for budgetary comparison schedules and the schedule of pension funding progress for the Virginia Retirement System. Other supplementary information presented includes various combining financial statements for the County's non-major funds and the discretely presented component unit - School Board as well as statistical tables. The School Board 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's governmental activities, assets exceeded liabilities by \$15,156,856 at the close of the most recent fiscal year.

#### **Summary Statement of Net Assets**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Totals</b>	
	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>
<b>Assets:</b>						
Current and other assets	\$ 14,790,125	\$ 9,492,092	\$ 2,962,273	\$ 2,878,941	\$ 17,752,398	\$ 12,371,033
Capital assets	20,272,150	20,539,270	9,585,802	8,859,358	29,857,952	29,398,628
Total assets	<u>\$ 35,062,275</u>	<u>\$ 30,031,362</u>	<u>\$ 12,548,075</u>	<u>\$ 11,738,299</u>	<u>\$ 47,610,350</u>	<u>\$ 41,769,661</u>
<b>Liabilities:</b>						
Long-term liabilities	\$ 18,694,186	\$ 19,817,324	\$ 3,696,388	\$ 3,847,235	\$ 22,390,574	\$ 23,664,559
Current liabilities	1,211,233	809,388	27,209	332,305	1,238,442	1,141,693
Total liabilities	<u>\$ 19,905,419</u>	<u>\$ 20,626,712</u>	<u>\$ 3,723,597</u>	<u>\$ 4,179,540</u>	<u>\$ 23,629,016</u>	<u>\$ 24,806,252</u>
<b>Net assets:</b>						
Invested in capital assets, net of related debt	\$ 2,784,089	\$ 1,983,375	\$ 5,936,812	\$ 5,082,828	\$ 8,720,901	\$ 7,066,203
Restricted	-	-	679,516	256,594	679,516	256,594
Unrestricted	12,372,767	7,421,275	2,208,150	2,219,337	14,580,917	9,640,612
Total net assets	<u>\$ 15,156,856</u>	<u>\$ 9,404,650</u>	<u>\$ 8,824,478</u>	<u>\$ 7,558,759</u>	<u>\$ 23,981,334</u>	<u>\$ 16,963,409</u>

At the end of the current fiscal year, the County's investment in capital assets net of related debt used to acquire those assets was \$8,720,901. The County uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The County's net capital assets increased by \$459,324 during the current fiscal year, which was somewhat offset by depreciation. The increase is attributable to the water and sewer projects underway and the beginning of the school renovation project, which must be reported on the County's books as it is being funded by debt.

## Government-wide Financial Analysis: (Continued)

Governmental Activities - Governmental activities increased the County's net assets by \$5,752,206 during the fiscal year, while business-type activities increased the County's net assets by \$1,265,719. This resulted in a total increase of \$7,017,925. Key elements of this increase are as follows:

### Summary Statement of Changes in Net Assets

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenues:						
Program revenues:						
Charges for services	\$ 234,722	\$ 245,857	\$ 1,596,755	\$ 1,452,748	\$ 1,831,477	\$ 1,698,605
Operating grants and contributions	3,451,605	3,847,111	956	-	3,452,561	3,847,111
Capital grants and contributions	-	430,000	860,616	1,405,364	860,616	1,835,364
General revenues:						
General property taxes	12,489,199	9,894,353	-	-	12,489,199	9,894,353
Other local taxes	3,129,756	1,865,115	-	-	3,129,756	1,865,115
Grants and other contributions not restricted	1,650,350	1,206,892	-	-	1,650,350	1,206,892
Use of money and property	113,901	177,837	354	734	114,255	178,571
Miscellaneous	100,172	86,085	10,650	18,900	110,822	104,985
Gain on disposal of capital assets	-	-	-	-	-	-
Total revenues	\$ 21,169,705	\$ 17,753,250	\$ 2,469,331	\$ 2,877,746	\$ 23,639,036	\$ 20,630,996
Expenses:						
General government administration	\$ 1,559,861	\$ 1,321,992	\$ -	\$ -	\$ 1,559,861	\$ 1,321,992
Judicial administration	896,908	865,246	-	-	896,908	865,246
Public safety	2,670,689	2,688,440	-	-	2,670,689	2,688,440
Public works	1,422,145	1,437,105	-	-	1,422,145	1,437,105
Health and welfare	2,612,133	2,859,230	-	-	2,612,133	2,859,230
Education	4,994,689	5,855,367	-	-	4,994,689	5,855,367
Parks, recreation, and cultural	291,273	306,125	-	-	291,273	306,125
Community development	189,236	191,422	-	-	189,236	191,422
Interest on long-term debt	780,565	829,980	-	-	780,565	829,980
Water and Sewer	-	-	1,203,612	1,074,621	1,203,612	1,074,621
Total expenses	\$ 15,417,499	\$ 16,354,907	\$ 1,203,612	\$ 1,074,621	\$ 16,621,111	\$ 17,429,528
Increase (decrease) in net assets	\$ 5,752,206	\$ 1,398,343	\$ 1,265,719	\$ 1,803,125	\$ 7,017,925	\$ 3,201,468
Net assets, July 1	9,404,650	8,006,307	7,558,759	5,755,634	16,963,409	13,761,941
Net assets, June 30	\$ 15,156,856	\$ 9,404,650	\$ 8,824,478	\$ 7,558,759	\$ 23,981,334	\$ 16,963,409



## **Government-wide Financial Analysis: (Continued)**

Revenues increased by \$3,008,040 in fiscal year 2010 due to several factors. The increase in property taxes is attributable to the reporting of taxes receivable in accordance with GASB 33. Other local taxes increased due to the new power plant being built in the County. This led to a substantial increase in sales taxes. Some of this was offset by the reclassification of communication taxes from a local tax to noncategorical aid as required by the Auditor of Public Accounts. These revenues are now presented as grants and other contributions not restricted. There was no capital grants received for governmental activities in fiscal year 2010. Business-type activities also showed a decrease in capital grants, due to the completion of the sewer project that was funded by a Rural Development grant. The County contribution to the School Board has been adjusted for debt service. Debt service payments were shown as being made from the General Fund as opposed to the School Operating Fund. The effect of this presentation is an adjustment to the local contribution to School Board. The change in education expenditures amounted to \$860,678. For the most part, expenses decreased due to budget reductions.

## **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 \$9,690,647, an increase of \$2,130,356 in comparison with the prior year. Approximately 81% of this total amount constitutes unreserved fund balance, which is available for spending at the County's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed.

## **General Fund Budgetary Highlights**

The difference between the original budget and the final amended budget was an increase of \$1,333,407 in expenditures and can be briefly summarized as follows:

- \$371,463 in increases for general government administration related to the new government complex
- \$232,810 in increases for public safety
- \$662,543 in increases for education
- \$66,591 in net increases

A portion of this increase (\$34,027) was due to a change in anticipated funding from intergovernmental revenues. The remainder was to be budgeted from available fund balance. During the year, however, expenditures were less than budgetary estimates by \$4,897,860, thus eliminating the need to use existing fund balance.

## **Capital Asset and Debt Administration**

**Capital assets** - The County's investment in capital assets for its governmental operations as of June 30, 2010 amounts to \$20,272,150 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, and construction in progress. The County's net capital assets decreased by \$267,120 during the current fiscal year, including an increase of \$152,487 in accumulated depreciation. The county government complex, Gene Dixon Park expansion, and school renovation projects are reflected as construction in progress at year-end as the projects were not complete at year end.

## **Capital Asset and Debt Administration: (Continued)**

The County's investment in capital assets for its proprietary funds amounts to \$9,585,802 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, water and sewer systems, and machinery and equipment. The proprietary net capital assets decreased by \$726,444 during the current fiscal year, including an increase of \$311,714 in accumulated depreciation. Additions made during fiscal year 2010 were related to the completion of the Dillwyn waste water treatment plant upgrades and the beginning of the design phase of the new sewer plant, which is reflected as construction in progress at year end.

Additional information on the County's capital assets can be found in note 8 of this report.

**Long-term debt** - At the end of the current fiscal year, the County had total long-term debt outstanding of \$18,694,186 for its governmental operations. Of this amount \$9,981,186 comprises debt backed by the full faith and credit of the County, including compensated absences of \$298,958. The remainder of the County's debt for governmental operations (\$8,713,000) represents bonds secured solely by specified revenue sources (i.e., lease revenue bonds). Business-type debt of \$3,696,388 is comprised of \$1,552,629 bonds secured solely by water and sewer revenues, loans totaling \$2,083,611 from the Virginia Resources Authority, compensated absences of \$47,398, and an intergovernmental loan in the amount of \$12,750 due to an agreement with the Town of Dillwyn, where the County took possession of the Town's sewer system.

Additional information on the County of Buckingham, Virginia's long-term debt can be found in Note 10 of this report.

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

- The unemployment rate for the County is currently 9.1 percent, which is a slight increase from a rate of 8.8 percent a year ago. This is higher than the state's average unemployment rate of 6.5 percent and favors comparably to the national average rate of 9.2 percent.
- Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the County's budget for the 2010 fiscal year.

The fiscal year 2011 budget amounted to \$20,175,043 (does not include School Fund). The budget includes capital improvements.

## **Requests for Information**

This financial report is designed to provide a general overview of the County of Buckingham, Virginia's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Administrator, P.O. Box 252, Buckingham, VA 23921.

## **BASIC FINANCIAL STATEMENTS**

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## **Government-wide Financial Statements**

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## Statement of Net Assets

June 30, 2010

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		School Board
<b>ASSETS</b>				
Cash and cash equivalents	\$ 6,103,490	\$ 2,173,307	\$ 8,276,797	\$ 2,636,879
Investments in custody of others	1,560,591	-	1,560,591	-
Receivables (net of allowance for uncollectibles):				
Taxes receivable	4,409,677	-	4,409,677	-
Accounts receivable	89,067	99,897	188,964	322
Internal balances	22,447	(22,447)	-	-
Due from component unit	1,731,172	-	1,731,172	-
Due from other governmental units	804,749	32,000	836,749	502,733
Prepaid expenses	2,180	-	2,180	313,238
Restricted assets:				
Temporarily restricted:				
Cash and cash equivalents	-	679,516	679,516	-
Other assets:				
Unamortized bond issue costs	66,752	-	66,752	-
Capital assets (net of accumulated depreciation):				
Land	571,884	170,974	742,858	277,809
Buildings, improvements, and system	17,457,080	8,228,458	25,685,538	7,711,379
Improvements other than buildings	-	-	-	720,885
Machinery and equipment	645,172	311,747	956,919	1,591,684
Construction in progress	1,598,014	874,623	2,472,637	691,215
Total assets	<u>\$ 35,062,275</u>	<u>\$ 12,548,075</u>	<u>\$ 47,610,350</u>	<u>\$ 14,446,144</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 184,609	\$ 10,770	\$ 195,379	\$ 24,445
Accrued liabilities	7	-	7	1,560,684
Contracts payable	377,657	-	377,657	137,523
Retainage payable	-	-	-	26,816
Customers' deposits	-	2,943	2,943	-
Accrued interest payable	354,386	13,496	367,882	-
Due to primary government	-	-	-	1,731,172
Unearned revenue	294,574	-	294,574	-
Long-term liabilities:				
Due within one year	1,121,904	136,854	1,258,758	70,921
Due in more than one year	17,572,282	3,559,534	21,131,816	638,292
Total liabilities	<u>\$ 19,905,419</u>	<u>\$ 3,723,597</u>	<u>\$ 23,629,016</u>	<u>\$ 4,189,853</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	\$ 2,784,089	\$ 5,936,812	\$ 8,720,901	\$ 10,992,972
Restricted for:				
Debt service and bond covenants	-	279,516	279,516	-
Water plant capital improvements	-	400,000	400,000	-
Unrestricted (deficit)	12,372,767	2,208,150	14,580,917	(736,681)
Total net assets	<u>\$ 15,156,856</u>	<u>\$ 8,824,478</u>	<u>\$ 23,981,334</u>	<u>\$ 10,256,291</u>

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

COUNTY OF BUCKINGHAM, VIRGINIA

Statement of Activities  
For the Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>PRIMARY GOVERNMENT:</b>					
Governmental activities:					
General government administration	\$ 1,559,861	\$ 80,014	\$ 271,884	\$ -	
Judicial administration	896,908	73,450	375,725	-	
Public safety	2,670,689	35,580	897,166	-	
Public works	1,422,145	23,945	5,755	-	
Health and welfare	2,612,133	-	1,889,264	-	
Education	4,994,689	-	-	-	
Parks, recreation, and cultural	291,273	21,733	5,000	-	
Community development	189,236	-	6,811	-	
Interest on long-term debt	780,565	-	-	-	
Total governmental activities	\$ 15,417,499	\$ 234,722	\$ 3,451,605	\$ -	
Business-type activities:					
Water and Sewer Funds	\$ 1,203,612	\$ 1,596,755	\$ 956	\$ 860,616	
Total business-type activities	\$ 1,203,612	\$ 1,596,755	\$ 956	\$ 860,616	
Total primary government	\$ 16,621,111	\$ 1,831,477	\$ 3,452,561	\$ 860,616	
<b>COMPONENT UNIT:</b>					
School Board	\$ 24,269,734	\$ 265,371	\$ 16,603,879	\$ 223,029	
Total component unit	\$ 24,269,734	\$ 265,371	\$ 16,603,879	\$ 223,029	

General revenues:

General property taxes  
Local sales and use taxes  
Consumers' utility taxes  
Motor vehicle licenses  
Other local taxes  
Payment from County of Buckingham - Education  
Unrestricted revenues from use of money and property  
Miscellaneous  
Grants and contributions not restricted to specific programs  
Total general revenues  
Change in net assets  
Net assets - beginning  
Net assets - ending

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



Exhibit 2

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	School Board
\$ (1,207,963)	\$ -	\$ (1,207,963)	
(447,733)	-	(447,733)	
(1,737,943)	-	(1,737,943)	
(1,392,445)	-	(1,392,445)	
(722,869)	-	(722,869)	
(4,994,689)	-	(4,994,689)	
(264,540)	-	(264,540)	
(182,425)	-	(182,425)	
(780,565)	-	(780,565)	
<u>\$ (11,731,172)</u>	<u>\$ -</u>	<u>\$ (11,731,172)</u>	
\$ -	\$ 1,254,715	\$ 1,254,715	
\$ -	\$ 1,254,715	\$ 1,254,715	
<u>\$ (11,731,172)</u>	<u>\$ 1,254,715</u>	<u>\$ (10,476,457)</u>	
			\$ (7,177,455)
			<u>\$ (7,177,455)</u>
\$ 12,489,199	\$ -	\$ 12,489,199	\$ -
2,279,186	-	2,279,186	-
340,289	-	340,289	-
332,240	-	332,240	-
178,041	-	178,041	-
-	-	-	5,992,628
113,901	354	114,255	725
100,172	10,650	110,822	614,908
1,650,350	-	1,650,350	-
<u>\$ 17,483,378</u>	<u>\$ 11,004</u>	<u>\$ 17,494,382</u>	<u>\$ 6,608,261</u>
\$ 5,752,206	\$ 1,265,719	\$ 7,017,925	\$ (569,194)
9,404,650	7,558,759	16,963,409	10,825,485
<u>\$ 15,156,856</u>	<u>\$ 8,824,478</u>	<u>\$ 23,981,334</u>	<u>\$ 10,256,291</u>

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## **Fund Financial Statements**

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Balance Sheet  
Governmental Funds  
June 30, 2010

	General	Virginia Public Assistance	County Capital Improvements	Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ 5,694,180	\$ 175,127	\$ 234,183	\$ 6,103,490
Investments in custody of others	-	-	1,560,591	1,560,591
Receivables (net of allowance for uncollectibles):				
Taxes receivable	4,409,677	-	-	4,409,677
Accounts receivable	87,327	1,740	-	89,067
Due from other funds	381,455	-	-	381,455
Due from component unit	1,731,172	-	-	1,731,172
Due from other governmental units	622,601	182,148	-	804,749
Prepaid items	2,180	-	-	2,180
Total assets	<u>\$ 12,928,592</u>	<u>\$ 359,015</u>	<u>\$ 1,794,774</u>	<u>\$ 15,082,381</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 184,609	\$ -	\$ -	\$ 184,609
Accrued liabilities	-	7	-	7
Contracts payable	377,657	-	-	377,657
Due to other funds	-	359,008	-	359,008
Deferred revenue	4,470,453	-	-	4,470,453
Total liabilities	<u>\$ 5,032,719</u>	<u>\$ 359,015</u>	<u>\$ -</u>	<u>\$ 5,391,734</u>
Fund balances:				
Reserved for:				
Construction	\$ -	\$ -	\$ 1,794,774	\$ 1,794,774
Unreserved, reported in:				
General fund	7,895,873	-	-	7,895,873
Total fund balances	<u>\$ 7,895,873</u>	<u>\$ -</u>	<u>\$ 1,794,774</u>	<u>\$ 9,690,647</u>
Total liabilities and fund balances	<u>\$ 12,928,592</u>	<u>\$ 359,015</u>	<u>\$ 1,794,774</u>	<u>\$ 15,082,381</u>

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

Reconciliation of the Balance Sheet of Governmental Funds  
To the Statement of Net Assets  
June 30, 2010

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

Total fund balances per Exhibit 3 - Balance Sheet - Governmental Funds	\$ 9,690,647
--	--------------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Jointly owned assets are included in the total for buildings and improvements.

Land	\$ 571,884	
Buildings and improvements	17,457,080	
Machinery, equipment and vehicles	645,172	
Construction in progress	<u>1,598,014</u>	20,272,150

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	4,175,879
--	-----------

Issuance costs are recorded as other assets and amortized over the life of the debt and, therefore, are not reported in the funds.	66,752
--	--------

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.

Lease revenue bonds	\$ (8,713,000)	
General obligation bonds	(9,308,518)	
Plus: Issuance premium (to be amortized against interest expense)	(373,710)	
Compensated absences	(298,958)	
Accrued interest payable	<u>(354,386)</u>	<u>(19,048,572)</u>

Net assets of governmental activities	\$ <u>15,156,856</u>
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The notes to the financial statements are an integral part of this statement.

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

	General	Virginia Public Assistance	County Capital Improvements	Total
<b>REVENUES</b>				
General property taxes	\$ 9,741,625	\$ -	\$ -	\$ 9,741,625
Other local taxes	3,129,756	-	-	3,129,756
Permits, privilege fees, and regulatory licenses	84,822	-	-	84,822
Fines and forfeitures	58,038	-	-	58,038
Revenue from the use of money and property	76,931	-	36,970	113,901
Charges for services	91,862	-	-	91,862
Miscellaneous	18,804	80,617	751	100,172
Recovered costs	30,929	-	-	30,929
Intergovernmental revenues:				
Commonwealth	3,111,364	1,106,034	-	4,217,398
Federal	101,327	783,230	-	884,557
Total revenues	<u>\$ 16,445,458</u>	<u>\$ 1,969,881</u>	<u>\$ 37,721</u>	<u>\$ 18,453,060</u>
<b>EXPENDITURES</b>				
Current:				
General government administration	\$ 1,456,324	\$ -	\$ -	\$ 1,456,324
Judicial administration	632,614	-	-	632,614
Public safety	2,616,176	-	-	2,616,176
Public works	1,277,735	-	-	1,277,735
Health and welfare	134,517	2,485,223	-	2,619,740
Education	5,272,746	-	-	5,272,746
Parks, recreation, and cultural	474,857	-	-	474,857
Community development	178,977	-	-	178,977
Nondepartmental	174,583	-	-	174,583
Capital projects	-	-	157,295	157,295
Debt service:				
Principal retirement	1,030,872	-	-	1,030,872
Interest and other fiscal charges	835,785	-	-	835,785
Total expenditures	<u>\$ 14,085,186</u>	<u>\$ 2,485,223</u>	<u>\$ 157,295</u>	<u>\$ 16,727,704</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 2,360,272</u>	<u>\$ (515,342)</u>	<u>\$ (119,574)</u>	<u>\$ 1,725,356</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ -	\$ 515,342	\$ 145,000	\$ 660,342
Transfers out	(660,342)	-	-	(660,342)
Sale of capital assets	405,000	-	-	405,000
Total other financing sources (uses)	<u>\$ (255,342)</u>	<u>\$ 515,342</u>	<u>\$ 145,000</u>	<u>\$ 405,000</u>
Net change in fund balances	\$ 2,104,930	\$ -	\$ 25,426	\$ 2,130,356
Fund balances - beginning	5,790,943	-	1,769,348	7,560,291
Fund balances - ending	<u>\$ 7,895,873</u>	<u>\$ -</u>	<u>\$ 1,794,774</u>	<u>\$ 9,690,647</u>

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

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

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

Net change in fund balances - total governmental funds	\$ 2,130,356
--	--------------

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 depreciation exceeded capital outlays in the current period.

Capital asset additions	\$ 718,382	
Depreciation expense	(764,301)	
Adjustment for jointly owned assets	<u>519,816</u>	473,897

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.	(741,017)
--	-----------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. The change in deferred property taxes is reported as revenues in the governmental funds.	2,747,574
---	-----------

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.

Payment of principal	\$ 1,030,872	
Amortization of premium	36,962	
Amortization of issuance costs	<u>(4,768)</u>	1,063,066

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore are not reported as expenditures in governmental funds.

Compensated absences	\$ 55,304	
Accrued interest on debt	<u>23,026</u>	<u>78,330</u>

Change in net assets of governmental activities	\$ <u><u>5,752,206</u></u>
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The notes to the financial statements are an integral part of this statement.



## Statement of Net Assets

## Proprietary Funds

June 30, 2010

	Enterprise Funds		
	Water Fund	Sewer Fund	Total
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 2,152,166	\$ 21,141	\$ 2,173,307
Accounts receivable	83,994	15,903	99,897
Due from other governmental units	32,000	-	32,000
Total current assets	<u>\$ 2,268,160</u>	<u>\$ 37,044</u>	<u>\$ 2,305,204</u>
Noncurrent assets:			
Restricted assets:			
Cash and cash equivalents	\$ 662,663	\$ 16,853	\$ 679,516
Capital assets:			
Land	\$ 135,757	\$ 35,217	\$ 170,974
Construction in progress	742,364	132,259	874,623
Utility plant in service	6,848,312	4,262,485	11,110,797
Machinery, equipment, and vehicles	440,883	181,512	622,395
Less accumulated depreciation	(2,465,003)	(727,984)	(3,192,987)
Total capital assets	<u>\$ 5,702,313</u>	<u>\$ 3,883,489</u>	<u>\$ 9,585,802</u>
Total noncurrent assets	<u>\$ 6,364,976</u>	<u>\$ 3,900,342</u>	<u>\$ 10,265,318</u>
Total assets	<u>\$ 8,633,136</u>	<u>\$ 3,937,386</u>	<u>\$ 12,570,522</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	\$ 7,992	\$ 2,778	\$ 10,770
Customers' deposits	1,674	1,269	2,943
Accrued interest payable	8,878	4,618	13,496
Due to other funds	22,447	-	22,447
Compensated absences - current portion	3,226	1,514	4,740
Bonds payable - current portion	49,373	-	49,373
Loans payable - current portion	32,713	50,028	82,741
Total current liabilities	<u>\$ 126,303</u>	<u>\$ 60,207</u>	<u>\$ 186,510</u>
Noncurrent liabilities:			
Bonds payable - net of current portion	\$ 1,503,256	\$ -	\$ 1,503,256
Loans payable - net of current portion	849,944	1,163,676	2,013,620
Compensated absences - net of current portion	29,036	13,622	42,658
Total noncurrent liabilities	<u>\$ 2,382,236</u>	<u>\$ 1,177,298</u>	<u>\$ 3,559,534</u>
Total liabilities	<u>\$ 2,508,539</u>	<u>\$ 1,237,505</u>	<u>\$ 3,746,044</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	\$ 3,267,027	\$ 2,669,785	\$ 5,936,812
Restricted:			
Debt service and bond covenants	262,663	16,853	279,516
Water plant capital improvements	400,000	-	400,000
Unrestricted (deficit)	2,194,907	13,243	2,208,150
Total net assets	<u><u>\$ 6,124,597</u></u>	<u><u>\$ 2,699,881</u></u>	<u><u>\$ 8,824,478</u></u>

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

Statement of Revenues, Expenses, and Changes in Fund Net Assets  
 Proprietary Funds  
 For the Year Ended June 30, 2010

	Enterprise Funds		
	Water Fund	Sewer Fund	Total
<b>OPERATING REVENUES</b>			
Charges for services:			
Water revenues	\$ 1,351,381	\$ -	\$ 1,351,381
Sewer revenues	-	230,046	230,046
Other revenues	15,328	-	15,328
Total operating revenues	<u>\$ 1,366,709</u>	<u>\$ 230,046</u>	<u>\$ 1,596,755</u>
<b>OPERATING EXPENSES</b>			
Water	\$ 543,689	\$ -	\$ 543,689
Sewer	-	237,796	237,796
Depreciation	182,118	129,596	311,714
Total operating expenses	<u>\$ 725,807</u>	<u>\$ 367,392</u>	<u>\$ 1,093,199</u>
Operating income (loss)	<u>\$ 640,902</u>	<u>\$ (137,346)</u>	<u>\$ 503,556</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Intergovernmental revenue	\$ 956	\$ -	\$ 956
Investment earnings	339	15	354
Connection revenues	5,650	5,000	10,650
Interest expense	(82,303)	(28,110)	(110,413)
Total nonoperating revenues (expenses)	<u>\$ (75,358)</u>	<u>\$ (23,095)</u>	<u>\$ (98,453)</u>
Income (loss) before contributions and transfers	<u>\$ 565,544</u>	<u>\$ (160,441)</u>	<u>\$ 405,103</u>
<b>CAPITAL CONTRIBUTIONS</b>			
Capital contributions and construction grants	<u>\$ 30,000</u>	<u>\$ 830,616</u>	<u>\$ 860,616</u>
Change in net assets	\$ 595,544	\$ 670,175	\$ 1,265,719
Total net assets - beginning	5,529,053	2,029,706	7,558,759
Total net assets - ending	<u><u>\$ 6,124,597</u></u>	<u><u>\$ 2,699,881</u></u>	<u><u>\$ 8,824,478</u></u>

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

Statement of Cash Flows  
 Proprietary Funds  
 For the Year Ended June 30, 2010

	Enterprise Funds		
	Water Fund	Sewer Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers and users	\$ 1,365,973	\$ 230,046	\$ 1,596,019
Payments to suppliers	(103,949)	(107,605)	(211,554)
Payments to and for employees	(481,311)	(115,131)	(596,442)
Net cash provided (used) by operating activities	\$ 780,713	\$ 7,310	\$ 788,023
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Other connection revenues	\$ 5,650	\$ 5,000	\$ 10,650
Flouride grant	956	-	956
Net cash provided (used) by noncapital financing activities	\$ 6,606	\$ 5,000	\$ 11,606
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Additions to utility plant	\$ (167,709)	\$ (998,713)	\$ (1,166,422)
Purchase of equipment	(17,326)	(164,455)	(181,781)
Principal payments on bonds	(47,067)	-	(47,067)
Principal payments on loans	(32,389)	(48,084)	(80,473)
Contributions in aid of construction	30,000	830,616	860,616
Proceeds from indebtedness	-	187,169	187,169
Interest payments	(82,603)	(50,883)	(133,486)
Net cash provided (used) by capital and related financing activities	\$ (317,094)	\$ (244,350)	\$ (561,444)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest and dividends received	\$ 339	\$ 15	\$ 354
Net increase (decrease) in cash and cash equivalents	\$ 470,564	\$ (232,025)	\$ 238,539
Cash and cash equivalents - beginning - including restricted	2,344,265	270,019	2,614,284
Cash and cash equivalents - ending - including restricted	\$ 2,814,829	\$ 37,994	\$ 2,852,823
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>			
Operating income (loss)	\$ 640,902	\$ (137,346)	\$ 503,556
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	\$ 182,118	\$ 129,596	\$ 311,714
(Increase) decrease in accounts receivable	38	-	38
Increase (decrease) in compensated absences	(41,669)	15,136	(26,533)
Increase (decrease) in accounts payable	98	(76)	22
Increase (decrease) in customer deposits	(774)	-	(774)
Total adjustments	\$ 139,811	\$ 144,656	\$ 284,467
Net cash provided (used) by operating activities	\$ 780,713	\$ 7,310	\$ 788,023

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

Statement of Fiduciary Net Assets  
Fiduciary Funds  
June 30, 2010

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	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ <u>36,322</u>
<b>LIABILITIES</b>	
Amounts held for social services clients	\$ 30,619
Amounts held for others	<u>5,703</u>
Total liabilities	\$ <u>36,322</u>

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

## COUNTY OF BUCKINGHAM, VIRGINIA

### Notes to Financial Statements As of June 30, 2010

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

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The County of Buckingham, Virginia was formed in 1761, and it is governed by an elected seven member Board of Supervisors. The Board of Supervisors is responsible for appointing the County Administrator. The County provides a full range of services for its citizens. These services include police and volunteer fire protection, sanitation services, recreational activities, cultural events, education and social services.

The financial statements of the County of Buckingham, 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.

#### Financial Statement Presentation

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

#### Government-wide and Fund Financial Statements

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

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

Statement of Net Assets - The Statement of Net Assets is designed to display the 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.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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

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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 and a comparison of 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 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 Buckingham, Virginia (the primary government) and its component unit. Blended component units, although legally separate entities, are, in substance, part of the government's operations, and so data from these units are combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government.

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

*Blended Component Unit.* The County has no blended component units to be included for the fiscal year ended June 30, 2010.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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

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

##### *Discretely Presented Component Unit*

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

#### **C. Other Related Organizations**

##### Included in the County's Financial Report

None

##### Excluded from the County's Financial Report

##### Related Organizations

The County's officials are also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointment. The Board of Supervisors appoints the board members of the Buckingham County Industrial Development Authority.

##### Jointly Governed Organizations

The County, in conjunction with other localities, has created the Central Virginia Regional Library, the Piedmont Regional Jail, the Piedmont Juvenile Detention Center, and the Crossroads Community Services Board. The governing bodies of these organizations are appointed by the respective governing bodies of the participating jurisdictions. During the year, the County contributed \$144,113 to the regional library and \$32,960 to the Crossroads Community Services Board.

Complete financial statements of the jointly governed organizations may be obtained by contacting the County of Buckingham, Virginia, County Administrator, P.O. Box 252, Buckingham, VA 23921.

#### **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.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and 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 provider have been met.

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

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

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

**1. Governmental Funds**

Governmental Funds are those through which most governmental functions typically are financed. The government reports the following governmental funds.



## COUNTY OF BUCKINGHAM, VIRGINIA

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

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

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

##### a. General 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 are used principally to finance the operations of the Component Unit School Board. The General Fund is considered a major fund for reporting purposes.

##### b. Special Revenue Funds

Special revenue funds account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. The only special revenue fund is the Virginia Public Assistance Fund, which is considered a major fund at June 30, 2010.

##### c. Capital Projects Fund

The Capital Projects Fund accounts for all financial resources used for the acquisition or construction of major capital facilities. The County Capital Improvements Fund is considered a major fund for reporting purposes.

#### 2. Proprietary Funds

Proprietary Funds account for operations that are financed in a manner similar to those found in private business enterprises. The measurement focus is upon determination of net income, financial position, and changes in financial position. Proprietary Funds consist of Enterprise Funds.

##### Enterprise Funds

Enterprise Funds account for the financing of services to the general public where all or most of the operating expenses involved are recorded in the form of charges to users of such services. Enterprise Funds consist of the Water Fund and the Sewer Fund.

#### 3. Fiduciary Funds (Trust and Agency Funds)

Fiduciary Funds (Trust and Agency Funds) account for assets held by the County in a trustee capacity or as an agent or custodian for individuals, private organizations, other governmental units, or other funds. These funds include Agency Funds, which consist of the Special Welfare Fund and the Surety Bond Fund. 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.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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

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

##### 4. Component Unit

The Buckingham County School Board has the following funds:

##### Governmental Fund:

School Operating Fund - This fund is the primary operating fund of the School Board and accounts for all revenues and expenditures applicable to the general operations of the public school system. Revenues are derived primarily from charges for services, appropriations from the County of Buckingham and state and federal grants. The School Operating Fund is considered a major fund of the School Board for financial reporting purposes.

##### Special Revenue Fund:

School Cafeteria Fund - This fund accounts for the operations of the School Board's food service program. Financing is provided primarily by food and beverage sales and state and federal grants. This fund is considered a major fund.

##### Capital Projects Fund:

School Capital Projects Fund - This fund accounts for all financial resources used for the acquisition or construction of major capital facilities. This fund is considered a major fund.

#### E. Budgets and Budgetary Accounting

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

1. Prior to March 30, 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 level 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. Formal budgetary integration is employed as a management control device during the year and budgets are legally adopted for the General Fund, VPA Fund, and the County Capital Improvements Funds of the primary government and the School Operating Fund, School Cafeteria Fund, and School Capital Projects Fund of the School Board.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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

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#### **E. Budgets and Budgetary Accounting (Continued)**

6. All budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
7. Appropriations lapse on June 30, for all county units.
8. All budgetary data presented in the accompanying financial statements is the original budget at June 30. Several supplemental appropriations were necessary during the year and at year end because they were not included in the original budget.

#### **F. 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.

Restricted cash consists of reserve accounts established as required by Rural Development bond covenants.

Investments in custody of others include unspent bond proceeds and accumulated interest that the County intends to use for the new government complex.

#### **G. Investments**

Investments are stated at fair value.

#### **H. 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 “due to/from other funds” (i.e. the current portion of interfund loans). All other outstanding balances between funds are reported as “advances to/from other funds” (i.e. the noncurrent portion of interfund loans).

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 \$587,000 at June 30, 2010 and is comprised solely of property taxes.

#### **I. 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 and Component Unit School Board as land, buildings, utility plant, road registered vehicles, and equipment with an initial individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at 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 the asset’s life are not capitalized.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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

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#### I. Capital Assets: (Continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Interest attributable to capitalized assets as of June 30, 2010 was \$24,145.

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

<u>Assets</u>	<u>Years</u>
Structures, lines and accessories	40-50
Buildings	40
Building improvements	20-40
Vehicles	5
Office and computer equipment	5
Buses	8
Police vehicles	3

#### J. 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 receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that it is estimated will be taken as "terminal leave" prior to retirement.

#### K. 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. 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 and premiums on issuances are 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.

#### 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.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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

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#### M. Prepaid Expenses

Certain payments to vendors represent costs applicable to future accounting periods and are recorded as prepaid items in the financial statements.

#### N. 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.

#### O. 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.

### Note 2—Deposits and Investments:

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#### Deposits

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

#### Investments

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

#### Custodial Credit Risk (Investments)

The County’s investments at June 30, 2010 were held in the County’s name by the County’s custodial banks, except for \$7,961,134 of investments in repurchase agreements, where the underlying securities were uninsured and held by the investment’s counterparty’s trust department or agent but not in the name of the County.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

### Note 2—Deposits and Investments: (Continued)

#### Credit Risk of Debt Securities

The County's rated debt investments as of June 30, 2010 were rated by Standard & Poor's and/or an equivalent national rating organization and the ratings are presented below using the Standard & Poor's rating scale.

Rated Debt Investments' Values	
Rated Debt Investments	Fair Quality Ratings
	AAA
U.S. Treasuries	\$ 626,396
Money Market Mutual Fund	1,181,094
Local Government Investment Pool	3,950,968
Repurchase Agreements - Underlying: U.S. Agency Securities	7,961,134
Total	\$ 13,719,592

#### Interest Rate Risk

The County invests funds in low risk investments backed by U.S. government agencies.

Investment Maturities (in years)			
Investment Type	Fair Value	Less Than 1 Year	1-5 Years
Repurchase Agreements	\$ 7,961,134	\$ 7,961,134	\$ -
U.S. Treasuries	626,396	-	626,396
Total	\$ 8,587,530	\$ 7,961,134	\$ 626,396

#### External Investment Pool

The fair value of the positions in the external investment pool (Local Government Investment Pool) 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 BUCKINGHAM, VIRGINIA

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

## Note 3—Property Taxes:

Real property taxes are assessed on property values as of January 1, and attach as an enforceable lien on property as of the date levied by the Board of Supervisors. Personal property taxes are assessed on a prorated basis for the period the property is located in the County and also attach as an enforceable lien on the property.

Real estate taxes are due on June 5<sup>th</sup> and December 5<sup>th</sup> and personal property taxes are due on December 5<sup>th</sup>.

A ten percent penalty is levied on all taxes not collected on or before their due date. An interest charge of ten percent per annum is also levied on such taxes beginning on their due date.

Property taxes for calendar year 2009 were levied by the County Board of Supervisors on April 20, 2009, on the assessed values listed as of January 1, 2009. The second half of 2009 real estate taxes was due on December 5, 2009. The first half of 2010 real estate taxes was due on June 5, 2010. The 2010 taxes were levied by the County Board of Supervisors on April 19, 2010 on the assessed value listed as of January 1, 2010.

Property taxes levied in the prior year have been recorded as receivables as of the date the County has the legal right to receive payments thereon. The receivables collected during the fiscal year and during the first 60 days of the succeeding fiscal year are recognized as revenues in the current fiscal year. Taxes receivable as of the end of the year (June 30) and not collected until the succeeding year are reported as deferred revenues.

## Note 4—Receivables:

The following is a summary of accounts receivable at June 30, 2010:

	Primary Government				Component Unit
	General	Special Revenue	Governmental Activities	Business-Type Activities	School Board
Property taxes	\$ 4,996,677	\$ -	\$ 4,996,677	\$ -	\$ -
Allowance for uncollectibles	(587,000)	-	(587,000)	-	-
Net taxes receivable	<u>\$ 4,409,677</u>	<u>\$ -</u>	<u>\$ 4,409,677</u>	<u>\$ -</u>	<u>\$ -</u>
Accounts Receivable:					
Utility taxes	\$ 28,017	\$ -	\$ 28,017	\$ -	\$ -
Grantee tax	6,597	-	6,597	-	-
Solid waste	8,677	-	8,677	-	-
Insurance reimbursement	20,185	-	20,185	-	-
Other	23,851	856	24,707	-	-
Water and Sewer	-	-	-	99,897	-
Rebates and Refunds	-	884	884	-	322
Total accounts receivable	<u>\$ 87,327</u>	<u>\$ 1,740</u>	<u>\$ 89,067</u>	<u>\$ 99,897</u>	<u>\$ 322</u>

COUNTY OF BUCKINGHAM, VIRGINIA

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

**Note 5—Due From Other Governmental Units:**

Amounts due from other governments are detailed as follows:

	Governmental Activities			Business- Type Activities	Component Unit School Board
	General	Special Revenue	Total		
<b>Commonwealth of Virginia:</b>					
Local sales taxes	\$ 365,947	\$ -	\$ 365,947	\$ -	\$ -
State sales taxes	-	-	-	-	319,903
Communication taxes	74,833	-	74,833	-	-
Public assistance	-	39,347	39,347	-	-
Comprehensive services	-	83,620	83,620	-	-
Shared expenses and grants	104,413	-	104,413	-	-
Forest product sales	26,456	-	26,456	-	-
E-911 grants	7,596	-	7,596	-	-
Transportation enhancement	15,621	-	15,621	-	-
WSAG grant	-	-	-	30,000	-
Other	19,087	-	19,087	2,000	-
<b>Federal government:</b>					
Sheriff's grant	8,648	-	8,648	-	-
Public assistance	-	59,181	59,181	-	-
State Fiscal Stabilization Funds	-	-	-	-	137,523
Reading First funds	-	-	-	-	25,777
Other school funds	-	-	-	-	19,530
<b>Total</b>	<b>\$ 622,601</b>	<b>\$ 182,148</b>	<b>\$ 804,749</b>	<b>\$ 32,000</b>	<b>\$ 502,733</b>

**Note 6—Interfund Obligations:**

Details of interfund receivables and payables as of June 30, 2010 are as follows:

Fund	Interfund Receivable	Interfund Payable
General	\$ 381,455	\$ -
Water	-	22,447
Virginia Public Assistance	-	359,008
<b>Total</b>	<b>\$ 381,455</b>	<b>\$ 381,455</b>

Details of obligations between the primary government and its component unit as of June 30, 2010 are as follows:

Receivable Entity	Payable Entity	Amount
Primary government general fund	Component Unit - School Board	\$ 1,731,172



# COUNTY OF BUCKINGHAM, VIRGINIA

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

## Note 7—Other Assets:

Financing costs for issuance of the 2003 lease revenue bonds amounted to \$95,360. Amortization expense amounted to \$4,768 during the fiscal year. The balance of issuance costs at June 30, 2010 was \$66,752.

## Note 8—Capital Assets:

The following is a summary of changes in capital assets during the year:

### Primary Government:

	Balance July 1, 2009	Increases	Decreases	Balance June 30, 2010
Capital assets not being depreciated:				
Land	\$ 596,398	\$ -	\$ 24,514	\$ 571,884
Construction in progress	782,600	643,667	893,162	533,105
Construction in progress-jointly owned assets	-	1,064,909	-	1,064,909
Total capital assets not being depreciated	\$ 1,378,998	\$ 1,708,576	\$ 917,676	\$ 2,169,898
Other capital assets:				
Buildings and improvements	\$ 11,968,857	\$ 893,162	\$ 1,023,576	\$ 11,838,443
Machinery, equipment and vehicles	2,524,516	74,715	-	2,599,231
Jointly owned assets	10,520,191	-	849,834	9,670,357
Total other capital assets	\$ 25,013,564	\$ 967,877	\$ 1,873,410	\$ 24,108,031
Accumulated depreciation:				
Buildings and improvements	\$ 2,707,764	\$ 302,260	\$ 307,073	\$ 2,702,951
Machinery, equipment and vehicles	1,733,777	220,282	-	1,954,059
Jointly owned assets	1,411,751	241,759	304,741	1,348,769
Total accumulated depreciation	\$ 5,853,292	\$ 764,301	\$ 611,814	\$ 6,005,779
Other capital assets, net	\$ 19,160,272	\$ 203,576	\$ 1,261,596	\$ 18,102,252
Net capital assets	\$ 20,539,270	\$ 1,912,152	\$ 2,179,272	\$ 20,272,150
Depreciation is allocated to:				
General government administration		\$ 30,423		
Judicial administration		264,294		
Public safety		157,913		
Public works		48,089		
Education		241,759		
Parks and recreation		11,565		
Community Development		10,258		
Total		\$ 764,301		

COUNTY OF BUCKINGHAM, VIRGINIA

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

**Note 8—Capital Assets: (Continued)**

**Business-Type Activities:**

	Balance July 1, 2009	Increases	Decreases	Balance June 30, 2010
Capital assets not being depreciated:				
Land	\$ 170,974	\$ -	\$ -	\$ 170,974
Construction in progress	<u>2,667,908</u>	<u>856,377</u>	<u>2,649,662</u>	<u>874,623</u>
Total capital assets not being depreciated	<u>\$ 2,838,882</u>	<u>\$ 856,377</u>	<u>\$ 2,649,662</u>	<u>\$ 1,045,597</u>
Other capital assets:				
Buildings and systems	\$ 8,461,135	\$ 2,649,662	\$ -	\$ 11,110,797
Machinery, equipment and vehicles	<u>440,614</u>	<u>181,781</u>	<u>-</u>	<u>622,395</u>
Total other capital assets	<u>\$ 8,901,749</u>	<u>\$ 2,831,443</u>	<u>\$ -</u>	<u>\$ 11,733,192</u>
Accumulated depreciation:				
Buildings and systems	\$ 2,612,431	\$ 269,908	\$ -	\$ 2,882,339
Machinery, equipment and vehicles	<u>268,842</u>	<u>41,806</u>	<u>-</u>	<u>310,648</u>
Total accumulated depreciation	<u>\$ 2,881,273</u>	<u>\$ 311,714</u>	<u>\$ -</u>	<u>\$ 3,192,987</u>
Other capital assets, net	<u>\$ 6,020,476</u>	<u>\$ 2,519,729</u>	<u>\$ -</u>	<u>\$ 8,540,205</u>
Net capital assets	<u><u>\$ 8,859,358</u></u>	<u><u>\$ 3,376,106</u></u>	<u><u>\$ 2,649,662</u></u>	<u><u>\$ 9,585,802</u></u>
Depreciation is allocated to:				
Water and sewer operations		<u>\$ 311,714</u>		

# COUNTY OF BUCKINGHAM, VIRGINIA

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

## Note 8—Capital Assets: (Continued)

### Component Unit-School Board:

	Balance July 1, 2009	Increases	Decreases	Balance June 30, 2010
Capital assets not being depreciated:				
Land	\$ 277,809	\$ -	\$ -	\$ 277,809
Construction in progress	43,431	673,093	25,309	691,215
Total capital assets not being depreciated	\$ 321,240	\$ 673,093	\$ 25,309	\$ 969,024
Other capital assets:				
Buildings	\$ 10,686,547	\$ 25,309	\$ -	\$ 10,711,856
Improvements	1,300,632	-	-	1,300,632
Machinery, equipment and vehicles	4,266,791	617,152	330,169	4,553,774
Jointly owned assets	5,951,923	849,834	-	6,801,757
Total other capital assets	\$ 22,205,893	\$ 1,492,295	\$ 330,169	\$ 23,368,019
Accumulated depreciation:				
Buildings	\$ 6,858,985	\$ 222,539	\$ -	\$ 7,081,524
Improvements	472,452	107,295	-	579,747
Machinery, equipment and vehicles	2,993,185	299,074	330,169	2,962,090
Jointly owned assets	2,245,926	474,784	-	2,720,710
Total accumulated depreciation	\$ 12,570,548	\$ 1,103,692	\$ 330,169	\$ 13,344,071
Other capital assets, net	\$ 9,635,345	\$ 388,603	\$ -	\$ 10,023,948
Net capital assets	\$ 9,956,585	\$ 1,061,696	\$ 25,309	\$ 10,992,972
Depreciation is allocated to education		\$ 1,103,692		

Legislation enacted during the year ended June 30, 2002, Section 15.2-1800.1 of the Code of Virginia (1950), as amended, has changed the reporting of local capital assets and related debt for financial statement purposes. Historically, debt incurred by local governments “on-behalf” of school boards was reported in the school board’s discrete column along with the related capital assets. Under the law, local governments have a “tenancy in common” with the school board whenever the locality incurs any financial obligation for any school property which is payable over more than one year. For financial reporting purposes, the legislation permits the locality to report the portion of school property related to any outstanding financial obligation eliminating any potential deficit from capitalizing assets financed with debt. The effect on the County of Buckingham, Virginia for the year ended June 30, 2010, is that school financed assets in the amount of \$9,386,497 net are reported in the Primary Government for financial reporting purposes.

# COUNTY OF BUCKINGHAM, VIRGINIA

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

## Note 9—Compensated Absences:

In accordance with GASB statement 16, “Accounting and Financial Reporting Principal for Claims and Judgments and Compensated Absences,” the County has accrued the liability arising from outstanding claims and judgments and compensated absences.

County employees earn vacation and sick leave at various rates.

## Note 10—Long-Term Obligations:

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

	Balance July 1, 2009	Increases	Decreases	Balance June 30, 2010
Primary Government:				
Governmental activities:				
Bonds payable:				
Lease revenue bonds	\$ 8,931,000	\$ -	\$ 218,000	\$ 8,713,000
General obligation bonds:				
School	10,121,390	-	812,872	9,308,518
Premium on issuance	410,672	-	36,962	373,710
Compensated absences	354,262	-	55,304	298,958
Total payable from governmental activities	\$ 19,817,324	\$ -	\$ 1,123,138	\$ 18,694,186
Business-type activities:				
Revenue bonds	\$ 1,599,696	\$ -	\$ 47,067	\$ 1,552,629
Revolving loans	2,155,084	-	71,473	2,083,611
Intergovernmental loan	21,750	-	9,000	12,750
Compensated absences	70,705	-	23,307	47,398
Total payable from business-type activities	\$ 3,847,235	\$ -	\$ 150,847	\$ 3,696,388
Long-term debt payable from component unit activities:				
School Board:				
Compensated absences	\$ 600,673	\$ 108,540	\$ -	\$ 709,213
Total long-term debt	\$ 24,265,232	\$ 108,540	\$ 1,273,985	\$ 23,099,787
Reconciliation to Exhibit 1:				
	Governmental Activities	Business-Type Activities	Component Unit	Total
Long-term liabilities:				
Due within one year	\$ 1,121,904	\$ 136,854	\$ 70,921	\$ 1,329,679
Due in more than one year	17,572,282	3,559,534	638,292	21,770,108
Total long-term debt	\$ 18,694,186	\$ 3,696,388	\$ 709,213	\$ 23,099,787

COUNTY OF BUCKINGHAM, VIRGINIA

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

**Note 10—Long-Term Obligations: (Continued)**

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

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 1,224,123	\$ 911,131
2012	1,249,432	853,861
2013	970,178	805,074
2014	974,199	764,476
2015	977,397	722,111
2016-2020	5,201,976	2,937,247
2021-2025	9,262,153	1,596,903
2026-2030	945,770	296,271
2031-2035	635,340	185,634
2036-2040	406,726	76,673
2041-2044	196,924	14,705
Total	<u>\$ 22,044,218</u>	<u>\$ 9,164,086</u>

Note: The above includes long-term debt and premiums.  
Compensated absences are not included.

**Details of Long-term Obligations:**

<u>Amount Outstanding</u>	<u>Due within One year</u>
-------------------------------	--------------------------------

**Governmental Activities:**

**Lease Revenue Bonds:**

\$9,536,000 lease revenue bonds, issued December 8, 2003 payable in various annual installments ranging from \$194,000 to \$357,000, due on February 1, 2007 through 2023, with a final payment of \$4,980,000 due on February 1, 2024, interest payable semi-annually at a rate of 3.89%

\$ 8,713,000      \$ 226,000

**COUNTY OF BUCKINGHAM, VIRGINIA**

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

**Note 10—Long-Term Obligations: (Continued)****Details of Long-term Obligations: (Continued)**

	<u>Amount Outstanding</u>	<u>Due within One year</u>
<b><u>Governmental Activities: (Continued)</u></b>		
<b><u>General Obligation School Bonds:</u></b>		
\$4,127,773 School Bonds, 1992, issued January 1, 1992, maturing in various annual installments of \$110,300 to \$293,224 through July 15, 2011, interest payable semi-annually at 4.85%-6.60%	\$ 573,521	\$ 280,297
\$5,930,000 School Bonds, 2002, issued November 7, 2002, maturing in various annual installments of \$295,000 to \$300,000 through July 15, 2022, interest payable semi-annually at 2.35%-5.10%	3,835,000	295,000
Plus: Premium on issuance	166,193	11,871
\$5,856,256 School Bonds, 2005, issued November 10, 2005, maturing in various annual installments of \$222,289 to \$370,235 through July 15, 2025, interest payable semi-annually at 4.60%-5.10%	4,899,997	255,046
Plus: Premium on issuance	207,517	23,794
Total General Obligation Bonds	\$ 9,682,228	\$ 866,008
<b><u>Compensated absences payable from general fund</u></b>	\$ 298,958	\$ 29,896
Total long-term obligations from governmental activities	\$ 18,694,186	\$ 1,121,904
<b><u>Business-Type Activities:</u></b>		
<b><u>Revenue bonds:</u></b>		
\$861,000 Water System Revenue Bonds issued August 20, 1982, due in monthly installments of \$4,228 including interest, through 2022, interest at 5%	\$ 450,675	\$ 28,673
\$1,268,000 Water System Revenue Bonds authorized April 16, 1998, due in monthly installments of \$5,822 including interest at 4.5%, beginning March 31, 2000 through 2038	1,101,954	20,700
Total Revenue Bonds	\$ 1,552,629	\$ 49,373

COUNTY OF BUCKINGHAM, VIRGINIA

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

Note 10—Long-Term Obligations: (Continued)

Details of Long-term Obligations: (Continued)

	<u>Amount Outstanding</u>	<u>Due within One year</u>
<b><u>Business-Type Activities: (Continued)</u></b>		
<u>Loans:</u>		
\$571,435 VRA revolving fund loan originated January 1, 2002. The loan has a 0% interest rate, but an imputed interest of 4% was considered reasonable. After imputation of interest the net proceeds of the loan amounted to \$396,161. The County assumed this indebtedness as a part of its acquisition of the Town of Dillwyn's sewer system. The loan is due in semi-annual installments of \$14,403 including interest through October 1, 2013	\$ 93,216	\$ 25,328
\$1,056,863 VRA revolving fund loan originated October 30, 2004. The loan is due in semi-annual installments of \$20,729 including interest at 1%, beginning March 1, 2005 through 2034	882,657	32,713
\$1,170,700 Rural Development loan due in monthly installments of \$5,097 including interest at 4.125%, beginning October 13, 2007	<u>1,107,738</u>	<u>15,700</u>
Total Loans	\$ <u>2,083,611</u>	\$ <u>73,741</u>
<u>Intergovernmental loan (see note 20)</u>	\$ <u>12,750</u>	\$ <u>9,000</u>
<u>Compensated absences</u>	\$ <u>47,398</u>	\$ <u>4,740</u>
Total long-term obligations from business-type activities	\$ <u>3,696,388</u>	\$ <u>136,854</u>
<b><u>Component Unit Activities:</u></b>		
<u>Compensated absences payable from school operating fund</u>	\$ <u>709,213</u>	\$ <u>70,921</u>
Total long-term obligations	<u>\$ 23,099,787</u>	<u>\$ 1,329,679</u>

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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### Note 11—Defined Benefit Pension Plan:

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#### A. Plan Description

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

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

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

#### B. Funding Policy

Plan members are required by Title 51.1 of the Code of Virginia (1950), as amended, to contribute 5.00% of their annual salary to the VRS. The employer has assumed this 5% member contribution. In addition, the County and School Board are required to contribute the remaining amounts necessary to fund their participation in the VRS using the actuarial basis specified by the Code of Virginia and approved by the VRS Board of Trustees. The County and school non-professional employee contribution rates for the fiscal year ended 2010 were 8.34% and 6.36%, respectively, of annual covered payroll.

#### C. Annual Pension Cost

For fiscal year 2010, the County's annual pension cost of \$270,368 (does not include the portion of the employee share assumed by County which was \$162,091) was equal to the County's required and actual contributions.



## COUNTY OF BUCKINGHAM, VIRGINIA

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

### Note 11—Defined Benefit Pension Plan: (Continued)

#### C. Annual Pension Cost: (Continued)

For fiscal year 2010, the School Board's annual pension cost for the Board's non-professional employees was \$57,957 (does not include the employee share assumed by the Board which was \$45,563) which was equal to the Board's required and actual contributions.

Three-Year Trend Information			
Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
County:			
June 30, 2010	\$ 270,368	100%	\$ -
June 30, 2009	276,827	100%	\$ -
June 30, 2008	205,399	100%	-
School Board Non-Professional:			
June 30, 2010	\$ 57,957	100%	\$ -
June 30, 2009	59,423	100%	\$ -
June 30, 2008	46,216	100%	-

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

#### D. Funded Status and Funding Progress

As of June 30, 2009, the most recent actuarial valuation date, the County's plan was 90.64% funded. The actuarial accrued liability for benefits was \$11,216,590, and the actuarial value of assets was \$10,166,194, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,050,396. The covered payroll (annual payroll of active employees covered by the plan) was \$3,257,041, and ratio of the UAAL to the covered payroll was 32.25%.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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### **Note 11—Defined Benefit Pension Plan: (Continued)**

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#### **D. Funded Status and Funding Progress: (Continued)**

As of June 30, 2009, the most recent actuarial valuation date, the School Board's plan was 91.09% funded. The actuarial accrued liability for benefits was \$2,586,401, and the actuarial value of assets was \$2,355,877, resulting in an unfunded actuarial accrued liability (UAAL) of \$230,524. The covered payroll (annual payroll of active employees covered by the plan) was \$927,205, and ratio of the UAAL to the covered payroll was 24.86%.

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

#### **E. Discretely Presented Component Unit School Board**

##### **PROFESSIONAL EMPLOYEES:**

##### **Plan Description**

The Buckingham County School Board contributes to the Virginia Retirement System (VRS), a cost-sharing multiple-employer defined benefit pension plan administered by the Virginia Retirement System. VRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. 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. That report may be obtained by writing the System's Chief Financial Officer at P.O. Box 2500, Richmond, Virginia 23218-2500.

##### **Funding Policy**

Plan members are required to contribute 5.0% of their annual covered salary and Buckingham County School Board is required to contribute at an actuarially determined rate. The rate from July 2009 through March 2010 was 8.81% of annual covered payroll, but was reduced to 0% for the period April through June 2010. The contribution requirements of plan members and Buckingham County School Board are established and may be amended by the VRS Board of Trustees. The School Board's contributions to VRS for the years ending June 30, 2010, 2009, and 2008 were \$722,889, \$961,488, and \$1,091,967, respectively, and equaled the required contributions for each year.

# COUNTY OF BUCKINGHAM, VIRGINIA

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

## Note 12—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.

	Government-wide Statements	Balance Sheet	Balance Sheet
	Governmental Activities	Governmental Funds	Component Unit
<b>Primary Government:</b>			
Deferred property tax revenue representing uncollected property tax billings that are not available for the funding of current expenditures.	\$ -	\$ 4,175,879	\$ -
Grant reimbursement received in October 2010 that was no available for the funding of current expenditures.	-	-	137,523
Prepaid property taxes due in December 2010, but paid in advance by the taxpayers.	294,574	294,574	-
Total deferred revenue	\$ 294,574	\$ 4,470,453	\$ 137,523

## Note 13—Commitments and Contingencies:

Federal programs in which the County and its component unit 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 which may result in disallowed expenditures. In the opinion of management, future disallowances of current grant program expenditures, if any, would be immaterial.

The County has authorized water and wastewater upgrades for Buckingham County. The estimated costs of these projects are \$11,200,000 and \$9,500,000, respectively. The water project will be funded primarily with loans and grants through the Rural Development division of the U.S. Department of Agriculture. Details of funding for the sewer plant have not yet been determined. Engineering work on the new sewer plant began in fiscal year 2010. Construction has not yet begun on either project.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

### Note 13—Commitments and Contingencies: (Continued)

At June 30, 2010, the County had several major projects underway, which are presented in the financial statements as construction in progress. Presented is a list of major projects, contract amounts, expenditures to date, and balances of contracts remaining:

Project	Contract Amount	Expenditures to Date	Balance of Contract
Various water and sewer engineering and design work	\$ 1,950,200	\$ 827,475	\$ 1,122,725
County government complex	536,235	348,355	187,880
Gene Dixon Park expansion	185,000	173,850	11,150

In addition the School Board has the following projects in process:

Bus Garage	\$ 1,905,450	\$ 535,276	\$ 1,370,174
Middle school renovations	1,073,468	1,060,809	12,659
Gold Hill Elementary HVAC	309,790	137,523	172,267

### Note 14—Surety Bonds:

	Amount
Fidelity and Deposit Company of Maryland - Surety Management - Faithful Performance of Duty Bond:	
Malcolm A. Booker, Jr., Clerk of the Circuit Court	\$ 25,000
Christy L. Christian, Treasurer	400,000
Stephanie L. Midkiff, Commissioner of the Revenue	3,000
William G. Kidd, Jr., Sheriff	30,000
The above constitutional officers' employees-blanket bond	50,000
United States Fidelity and Guaranty Company - Surety	
Dr. Jim Dumminger, Clerk of the School Board	10,000
Fidelity and Depository Company of Maryland - Surety	
Braxton L. Apperson, Director of Social Services	100,000
Western Surety Company - Surety	
Christy L. Christian, Treasurer	20,000
Western Surety Company - Surety	
Rebecca S. Carter, County Administrator	25,000

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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### **Note 15—Landfill Closure and Postclosure Care Cost:**

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The County of Buckingham, Virginia owns a landfill in which contaminated material was found. The Environmental Protection Agency (EPA) classified the site as hazardous and negotiated the remedial action required for the closure of the site. The County and private parties, who contributed to the waste at the site were involved in the closure. The closure of the landfill has now been completed with oversight of the EPA. Under the closure plan, continuing monitoring and evaluation of the site is required. The County's responsibility under the monitoring and evaluation is met by performing in-kind services. The County's financial obligation for the landfill as a hazardous waste site has been met. The County at this time does not have an operating landfill. The County hauls waste to other surrounding localities.

### **Note 16—Risk Management:**

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

The County is a member of the Virginia Municipal Group Self Insurance Association 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 Municipal Group 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. For the previous three fiscal years, settled claims from these risks have not exceeded commercial coverage.

### **Note 17—Litigation:**

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

### **Note 18—Expenditures and Appropriations:**

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Expenditures exceeded appropriations in the public works and parks and recreation functions of the general fund and in the County Capital Improvements fund at June 30, 2010; however, all disbursements were approved in accordance with operating policies.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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### Note 19—Interfund Transfers:

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

	Funds Basis	
	Transfers In	Transfers Out
Primary Government:		
Governmental Activities:		
General Fund	\$ -	\$ 660,342
VPA Fund	515,342	-
County Capital Improvements Fund	145,000	-
Total interfund transfers	\$ 660,342	\$ 660,342

Transfers are used to: (1) move revenues from the fund that statute or budget requires to collect 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 20—Due to Other Governmental Units:

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The County entered into an agreement with the Town of Dillwyn. In this agreement, the County assumed possession of the Town's sewer system. In exchange, the County assumed the loan debt from VRA. In addition, the County agreed to pay \$100,000 to the Town. A total of \$10,000 was paid when the County took possession of the system. The remaining amount is being paid to the Town at \$750 a month for 10 years, which began on December 1, 2001. The County's remaining obligation to the Town of Dillwyn is \$12,750 at year end.

### Note 21—Other Post-Employment Benefits:

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The County and School Board offer post-employment medical coverage to their retired employees. Retirees and their spouses are permitted to remain on the respective County or School Board plan until they are eligible for Medicare benefits. Premiums are paid by the retirees. At June 30, 2010, the County has elected not to obtain an actuarial valuation to determine liability for this benefit in accordance with the financial reporting requirements of GASBS 45. Any liability at June 30, 2010 is not believed to be material to the financial statements.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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### Note 22–VRS Health Insurance Credit - Other Post-Employment Benefits:

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#### A. Plan Description

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

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

Benefit provisions and eligibility requirements are established by Title 51.1, Chapter 14 of the Code of Virginia. The VRS actuarially determines the amount necessary to fund all credits provided, reflects the cost of such credits in the applicable employer contribution rate pursuant to §51.1-145, and prescribes such terms and conditions as are necessary to carry out the provisions of the health insurance credit program. VRS issues separate financial statements as previously discussed in Note 11.

#### B. Funding Policy

The School Board is required to contribute, at an actuarially determined rate, the entire amount necessary to fund participation in the program. The current rate is 1.04% of annual covered payroll. The School Board's contributions to VRS for the years ended June 30, 2010, 2009, and 2008 were \$85,332, \$117,867, and \$122,979, respectively and equaled the required contributions for each year.

### Note 23–Subsequent Events:

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On July 15, 2010, the County entered into a contract with C.L. Lewis & Company, Inc. in the amount of \$4,484,156 for the construction of the County government complex.

On October 12, 2010, the Board of Supervisors passed a resolution approving the Lease Financing of various capital projects (including the acquisition, construction, and equipping of a new County government complex and to refund the outstanding principal amount of the IDA Revenue Bonds, originally issued on December 10, 2003 for the purpose of providing funds to finance construction and equipping of the County courthouse) for the County and authorizing the leasing of certain county-owned property, the execution and delivery of a prime lease and a local acquisition and financing lease, and other related actions.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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### **Note 23–Subsequent Events: (Continued)**

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The Financing Lease shall indicate that \$11,150,000 is the amount of proceeds requested from VRA. The rental payments set forth in the Financing Lease shall be composed of principal and interest components reflecting an original aggregate principal amount not to exceed \$12,000,000, a true interest cost not to exceed five percent (5.00%) per annum and a term not exceeding twenty-six years from the date of the Financing Lease. The closing for these bonds occurred on November 23, 2010.

In addition, a resolution was passed authorizing the issuance of general obligation school bonds to be sold in one or more series, including a series of Build America Bonds or Qualified School Construction Bonds, to the Virginia Public School Authority in an amount not to exceed \$25,100,000. These bonds will be used to finance school renovations. The closing for these bonds occurred on November 4, 2010.

On December 13, 2010, a resolution was passed authorizing the issuance of indebtedness for the water system construction project. The closing for this indebtedness has not yet occurred.



### **REQUIRED SUPPLEMENTARY INFORMATION**

Note to Required Supplementary Information:

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

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## General Fund

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

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
General property taxes	\$ 9,182,000	\$ 9,182,000	\$ 9,741,625	\$ 559,625
Other local taxes	1,403,000	1,403,000	3,129,756	1,726,756
Permits, privilege fees, and regulatory licenses	86,000	86,000	84,822	(1,178)
Fines and forfeitures	36,600	36,600	58,038	21,438
Revenue from the use of money and property	144,328	144,328	76,931	(67,397)
Charges for services	50,700	50,700	91,862	41,162
Miscellaneous	12,500	12,500	18,804	6,304
Recovered costs	-	-	30,929	30,929
Intergovernmental revenues:				
Commonwealth	3,356,402	3,374,259	3,111,364	(262,895)
Federal	64,632	80,802	101,327	20,525
Total revenues	<u>\$ 14,336,162</u>	<u>\$ 14,370,189</u>	<u>\$ 16,445,458</u>	<u>\$ 2,075,269</u>
EXPENDITURES				
Current:				
General government administration	\$ 1,152,719	\$ 1,524,182	\$ 1,456,324	\$ 67,858
Judicial administration	641,694	650,188	632,614	17,574
Public safety	2,398,242	2,631,052	2,616,176	14,876
Public works	1,223,996	1,236,192	1,277,735	(41,543)
Health and welfare	142,881	142,881	134,517	8,364
Education	4,974,405	5,636,948	5,272,746	364,202
Parks, recreation, and cultural	251,075	445,856	474,857	(29,001)
Community development	169,762	186,254	178,977	7,277
Nondepartmental	4,828,228	4,662,856	174,583	4,488,273
Debt service:				
Principal retirement	1,030,874	1,030,874	1,030,872	2
Interest and other fiscal charges	835,763	835,763	835,785	(22)
Total expenditures	<u>\$ 17,649,639</u>	<u>\$ 18,983,046</u>	<u>\$ 14,085,186</u>	<u>\$ 4,897,860</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (3,313,477)</u>	<u>\$ (4,612,857)</u>	<u>\$ 2,360,272</u>	<u>\$ 6,973,129</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 7,164	\$ 7,164	\$ -	\$ (7,164)
Transfers out	(633,687)	(633,687)	(660,342)	(26,655)
Issuance of government complex bonds	3,600,000	3,600,000	-	(3,600,000)
Sale of capital assets	-	-	405,000	405,000
Total other financing sources (uses)	<u>\$ 2,973,477</u>	<u>\$ 2,973,477</u>	<u>\$ (255,342)</u>	<u>\$ (3,228,819)</u>
Net change in fund balances	\$ (340,000)	\$ (1,639,380)	\$ 2,104,930	\$ 3,744,310
Fund balances - beginning	340,000	340,000	5,790,943	5,450,943
Fund balances - ending	<u>\$ -</u>	<u>\$ (1,299,380)</u>	<u>\$ 7,895,873</u>	<u>\$ 9,195,253</u>

## Virginia Public Assistance Fund

## Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Miscellaneous	\$ 25,000	\$ 25,000	\$ 80,617	\$ 55,617
Intergovernmental revenues:				
Commonwealth	1,350,517	1,350,517	1,106,034	(244,483)
Federal	860,008	860,008	783,230	(76,778)
Total revenues	<u>\$ 2,235,525</u>	<u>\$ 2,235,525</u>	<u>\$ 1,969,881</u>	<u>\$ (265,644)</u>
<b>EXPENDITURES</b>				
Current:				
Health and welfare	\$ 2,724,212	\$ 2,724,212	\$ 2,485,223	\$ 238,989
Total expenditures	<u>\$ 2,724,212</u>	<u>\$ 2,724,212</u>	<u>\$ 2,485,223</u>	<u>\$ 238,989</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (488,687)</u>	<u>\$ (488,687)</u>	<u>\$ (515,342)</u>	<u>\$ (26,655)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	\$ 488,687	\$ 488,687	\$ 515,342	\$ 26,655
Total other financing sources (uses)	<u>\$ 488,687</u>	<u>\$ 488,687</u>	<u>\$ 515,342</u>	<u>\$ 26,655</u>
Net change in fund balances	\$ -	\$ -	\$ -	\$ -
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Virginia Retirement System  
Schedule of Pension Funding Progress

## County:

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll	UAAL as % of Covered Payroll (c/e)
	(a)	(b)	(c)	(d)	(e)	(f)
June 30, 2005	\$ 7,682,711	\$ 8,778,958	\$ 1,096,247	87.51%	\$ 2,537,209	43.21%
June 30, 2006	8,187,081	9,171,442	984,361	89.27%	2,899,245	33.95%
June 30, 2007	9,191,106	9,966,432	775,326	92.22%	2,979,330	26.02%
June 30, 2008	10,166,194	11,216,590	1,050,396	90.64%	3,257,041	32.25%
June 30, 2009	10,201,639	11,844,058	1,642,419	86.13%	3,259,520	50.39%

## School Board Non-Professional:

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll	UAAL as % of Covered Payroll (c/e)
	(a)	(b)	(c)	(d)	(e)	(f)
June 30, 2005	\$ 1,705,003	\$ 1,948,354	\$ 243,351	87.51%	\$ 801,707	30.35%
June 30, 2006	1,865,611	2,059,487	193,876	90.59%	780,254	24.85%
June 30, 2007	2,113,882	2,355,720	241,838	89.73%	840,924	28.76%
June 30, 2008	2,355,877	2,586,401	230,524	91.09%	927,205	24.86%
June 30, 2009	2,424,856	2,691,998	267,142	90.08%	945,058	28.27%

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**OTHER SUPPLEMENTARY INFORMATION**

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## County Capital Improvements Fund

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Revenue from the use of money and property	\$ -	\$ -	\$ 36,970	\$ 36,970
Miscellaneous	-	-	751	751
Total revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,721</u>	<u>\$ 37,721</u>
EXPENDITURES				
Capital projects	<u>\$ 145,000</u>	<u>\$ 145,000</u>	<u>\$ 157,295</u>	<u>\$ (12,295)</u>
Total expenditures	<u>\$ 145,000</u>	<u>\$ 145,000</u>	<u>\$ 157,295</u>	<u>\$ (12,295)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (145,000)</u>	<u>\$ (145,000)</u>	<u>\$ (119,574)</u>	<u>\$ 25,426</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>\$ 145,000</u>	<u>\$ 145,000</u>	<u>\$ 145,000</u>	<u>\$ -</u>
Total other financing sources (uses)	<u>\$ 145,000</u>	<u>\$ 145,000</u>	<u>\$ 145,000</u>	<u>\$ -</u>
Net change in fund balances	\$ -	\$ -	\$ 25,426	\$ 25,426
Fund balances - beginning	-	-	1,769,348	1,769,348
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,794,774</u>	<u>\$ 1,794,774</u>

Combining Statement of Fiduciary Net Assets  
 Fiduciary Funds  
 June 30, 2010

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	<u>Agency Funds</u>		
	<u>Special Welfare Fund</u>	<u>Surety Bond Fund</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 30,619	\$ 5,703	\$ 36,322
Total assets	<u>\$ 30,619</u>	<u>\$ 5,703</u>	<u>\$ 36,322</u>
<b>LIABILITIES</b>			
Amounts held for social services clients	\$ 30,619	\$ -	\$ 30,619
Amounts held for others	-	5,703	5,703
Total liabilities	<u>\$ 30,619</u>	<u>\$ 5,703</u>	<u>\$ 36,322</u>

Combining Statement of Changes in Assets and Liabilities  
 Agency Funds  
 For the Year Ended June 30, 2010

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
<b>Special Welfare Fund:</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 29,610	\$ 11,263	\$ 10,254	\$ 30,619
Total assets	<u>\$ 29,610</u>	<u>\$ 11,263</u>	<u>\$ 10,254</u>	<u>\$ 30,619</u>
<b>LIABILITIES</b>				
Amounts held for social services clients	\$ 29,610	\$ 11,263	\$ 10,254	\$ 30,619
Total liabilities	<u>\$ 29,610</u>	<u>\$ 11,263</u>	<u>\$ 10,254</u>	<u>\$ 30,619</u>
<b>Surety Bond Fund:</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 5,691	\$ 12	\$ -	\$ 5,703
Total assets	<u>\$ 5,691</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 5,703</u>
<b>LIABILITIES</b>				
Amounts held for others	\$ 5,691	\$ 12	\$ -	\$ 5,703
Total liabilities	<u>\$ 5,691</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 5,703</u>
<b>Totals - All Agency Funds:</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 35,301	\$ 11,275	\$ 10,254	\$ 36,322
Total assets	<u>\$ 35,301</u>	<u>\$ 11,275</u>	<u>\$ 10,254</u>	<u>\$ 36,322</u>
<b>LIABILITIES</b>				
Amounts held for social services clients	\$ 29,610	\$ 11,263	\$ 10,254	\$ 30,619
Amounts held for others	5,691	12	-	5,703
Total liabilities	<u>\$ 35,301</u>	<u>\$ 11,275</u>	<u>\$ 10,254</u>	<u>\$ 36,322</u>

## Combining Balance Sheet

Discretely Presented Component Unit - School Board

June 30, 2010

	School Operating Fund	School Cafeteria Fund	School Capital Projects Fund	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,490,688	\$ 374,258	\$ 771,933	\$ 2,636,879
Receivables (net of allowance for uncollectibles):				
Accounts receivable	322	-	-	322
Due from other governmental units	502,611	122	-	502,733
Prepaid items	313,238	-	-	313,238
Total assets	<u>\$ 2,306,859</u>	<u>\$ 374,380</u>	<u>\$ 771,933</u>	<u>\$ 3,453,172</u>

**LIABILITIES AND FUND BALANCES**

## Liabilities:

Accounts payable	\$ 9,485	\$ -	\$ 14,960	\$ 24,445
Accrued liabilities	1,490,688	69,996	-	1,560,684
Contracts payable	-	-	137,523	137,523
Retainage payable	-	-	26,816	26,816
Due to primary government	669,163	-	1,062,009	1,731,172
Deferred revenue	137,523	-	-	137,523
Total liabilities	<u>\$ 2,306,859</u>	<u>\$ 69,996</u>	<u>\$ 1,241,308</u>	<u>\$ 3,618,163</u>

## Fund balances:

## Unreserved:

Designated for subsequent expenditure	\$ -	\$ 304,384	\$ -	\$ 304,384
Undesignated	-	-	(469,375)	(469,375)
Total fund balances	<u>\$ -</u>	<u>\$ 304,384</u>	<u>\$ (469,375)</u>	<u>\$ (164,991)</u>
Total liabilities and fund balances	<u>\$ 2,306,859</u>	<u>\$ 374,380</u>	<u>\$ 771,933</u>	<u>\$ 3,453,172</u>

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

Total fund balances per above \$ (164,991)

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

Land	\$ 277,809	
Construction in progress	691,215	
Buildings	3,630,332	
Improvements	720,885	
Machinery, equipment, and vehicles	1,591,684	
Jointly owned assets	<u>4,081,047</u>	10,992,972

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. 137,523

Long-term liabilities, including accrued compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds. (709,213)

Net assets of governmental activities \$ 10,256,291

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

	<u>School Operating Fund</u>	<u>School Cafeteria Fund</u>	<u>School Capital Projects Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Revenue from the use of money and property	\$ 725	\$ -	\$ -	\$ 725
Charges for services	6,300	259,071	-	265,371
Miscellaneous	614,908	-	-	614,908
Intergovernmental revenues:				
Local government	5,205,776	-	-	5,205,776
Commonwealth	12,705,716	14,123	85,506	12,805,345
Federal	3,207,727	676,313	-	3,884,040
Total revenues	<u>\$ 21,741,152</u>	<u>\$ 949,507</u>	<u>\$ 85,506</u>	<u>\$ 22,776,165</u>
<b>EXPENDITURES</b>				
Current:				
Education	\$ 21,741,152	\$ 948,266	\$ -	\$ 22,689,418
Capital projects	-	-	1,721,311	1,721,311
Total expenditures	<u>\$ 21,741,152</u>	<u>\$ 948,266</u>	<u>\$ 1,721,311</u>	<u>\$ 24,410,729</u>
Net change in fund balances	\$ -	\$ 1,241	\$ (1,635,805)	\$ (1,634,564)
Fund balances - beginning	-	303,143	1,166,430	1,469,573
Fund balances - ending	<u>\$ -</u>	<u>\$ 304,384</u>	<u>\$ (469,375)</u>	<u>\$ (164,991)</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 \$ (1,634,564)

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.

Capital asset additions	\$ 1,290,245	
Depreciation in current year	(628,908)	
Adjustment for jointly owned assets	<u>375,050</u>	1,036,387

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

137,523

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.

(108,540)

Change in net assets of governmental activities

\$ (569,194)

COUNTY OF BUCKINGHAM, VIRGINIA

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

	School Operating Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
REVENUES				
Revenue from the use of money and property	\$ 1,052	\$ 1,052	\$ 725	\$ (327)
Charges for services	11,557	11,557	6,300	(5,257)
Miscellaneous	424,689	489,635	614,908	125,273
Intergovernmental revenues:				
Local government	4,905,371	5,457,124	5,205,776	(251,348)
Commonwealth	13,853,708	13,675,405	12,705,716	(969,689)
Federal	2,433,098	3,758,849	3,207,727	(551,122)
Total revenues	<u>\$ 21,629,475</u>	<u>\$ 23,393,622</u>	<u>\$ 21,741,152</u>	<u>\$ (1,652,470)</u>
EXPENDITURES				
Current:				
Education	\$ 21,629,475	\$ 23,393,622	\$ 21,741,152	\$ 1,652,470
Capital projects	-	-	-	-
Total expenditures	<u>\$ 21,629,475</u>	<u>\$ 23,393,622</u>	<u>\$ 21,741,152</u>	<u>\$ 1,652,470</u>
Net change in fund balances	\$ -	\$ -	\$ -	\$ -
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

School Cafeteria Fund				School Capital Projects Fund			
Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 11,209	\$ -	\$ -	\$ -	\$ 2,041	\$ -	\$ -	\$ -
346,657	346,658	259,071	(87,587)	-	-	-	-
-	-	-	-	-	106,345	-	(106,345)
-	-	-	-	-	109,790	-	(109,790)
15,665	14,124	14,123	(1)	263,951	211,728	85,506	(126,222)
495,649	515,226	676,313	161,087	-	132,819	-	(132,819)
<u>\$ 869,180</u>	<u>\$ 876,008</u>	<u>\$ 949,507</u>	<u>\$ 73,499</u>	<u>\$ 265,992</u>	<u>\$ 560,682</u>	<u>\$ 85,506</u>	<u>\$ (475,176)</u>
\$ 1,225,333	\$ 1,175,780	\$ 948,266	\$ 227,514	\$ -	\$ -	\$ -	\$ -
-	-	-	-	1,532,781	1,774,121	1,721,311	52,810
<u>\$ 1,225,333</u>	<u>\$ 1,175,780</u>	<u>\$ 948,266</u>	<u>\$ 227,514</u>	<u>\$ 1,532,781</u>	<u>\$ 1,774,121</u>	<u>\$ 1,721,311</u>	<u>\$ 52,810</u>
\$ (356,153)	\$ (299,772)	\$ 1,241	\$ 301,013	\$ (1,266,789)	\$ (1,213,439)	\$ (1,635,805)	\$ (422,366)
356,153	299,772	303,143	3,371	1,266,789	1,213,439	1,166,430	(47,009)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 304,384</u>	<u>\$ 304,384</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (469,375)</u>	<u>\$ (469,375)</u>

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## **Supporting Schedules**

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

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>General Fund:</b>				
Revenue from local sources:				
General property taxes:				
Real property taxes	\$ 6,235,000	\$ 6,235,000	\$ 6,327,755	\$ 92,755
Real and personal public service corporation taxes	376,000	376,000	338,879	(37,121)
Personal property taxes	1,925,000	1,925,000	2,319,192	394,192
Mobile home taxes	90,000	90,000	66,400	(23,600)
Machinery and tools taxes	206,000	206,000	243,281	37,281
Merchants' capital taxes	110,000	110,000	109,349	(651)
Aircraft taxes	-	-	899	899
Penalties	100,000	100,000	169,389	69,389
Interest	140,000	140,000	166,481	26,481
Total general property taxes	<u>\$ 9,182,000</u>	<u>\$ 9,182,000</u>	<u>\$ 9,741,625</u>	<u>\$ 559,625</u>
Other local taxes:				
Local sales and use taxes	\$ 520,000	\$ 520,000	\$ 2,279,186	\$ 1,759,186
Consumers' utility taxes	335,000	335,000	340,289	5,289
Franchise license taxes	50,000	50,000	62,902	12,902
Transient occupancy taxes	8,000	8,000	13,016	5,016
Motor vehicle licenses	360,000	360,000	332,240	(27,760)
Bank stock taxes	25,000	25,000	25,304	304
Taxes on recordation and wills	105,000	105,000	76,819	(28,181)
Total other local taxes	<u>\$ 1,403,000</u>	<u>\$ 1,403,000</u>	<u>\$ 3,129,756</u>	<u>\$ 1,726,756</u>
Permits, privilege fees, and regulatory licenses:				
Animal licenses	\$ 4,000	\$ 4,000	\$ 4,808	\$ 808
Permits and other licenses	82,000	82,000	80,014	(1,986)
Total permits, privilege fees, and regulatory licenses	<u>\$ 86,000</u>	<u>\$ 86,000</u>	<u>\$ 84,822</u>	<u>\$ (1,178)</u>
Fines and forfeitures:				
Court fines and forfeitures	\$ 35,000	\$ 35,000	\$ 55,243	\$ 20,243
Other fines and forfeitures	1,600	1,600	2,795	1,195
Total fines and forfeitures	<u>\$ 36,600</u>	<u>\$ 36,600</u>	<u>\$ 58,038</u>	<u>\$ 21,438</u>
Revenue from use of money and property:				
Revenue from use of money	\$ 89,000	\$ 89,000	\$ 21,602	\$ (67,398)
Revenue from use of property	55,328	55,328	55,329	1
Total revenue from use of money and property	<u>\$ 144,328</u>	<u>\$ 144,328</u>	<u>\$ 76,931</u>	<u>\$ (67,397)</u>
Charges for services:				
Sheriff's fees	\$ 1,200	\$ 1,200	\$ 1,889	\$ 689
Charges for law library	1,200	1,200	1,798	598
Excess fees of clerk	5,000	5,000	4,614	(386)
Charges for courthouse maintenance	6,500	6,500	6,772	272
Charges for parks and recreation	-	-	21,733	21,733
Miscellaneous jail and inmate fees	2,400	2,400	1,199	(1,201)
Courthouse security fees	20,000	20,000	27,684	7,684
Charges for Commonwealth's Attorney	400	400	333	(67)
Charges for local court appointed attorney	-	-	1,895	1,895
Charges for sanitation and waste removal	14,000	14,000	23,945	9,945
Total charges for services	<u>\$ 50,700</u>	<u>\$ 50,700</u>	<u>\$ 91,862</u>	<u>\$ 41,162</u>

Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010 (Continued)

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>General Fund: (Continued)</b>				
Revenue from local sources: (Continued)				
Miscellaneous revenue:				
Miscellaneous	\$ 10,000	\$ 10,000	\$ 3,662	\$ (6,338)
Service charge on tax exempt properties	2,500	2,500	10,222	7,722
Sale of salvage and surplus	-	-	4,285	4,285
Donations, etc (Sheriff)	-	-	635	635
Total miscellaneous revenue	<u>\$ 12,500</u>	<u>\$ 12,500</u>	<u>\$ 18,804</u>	<u>\$ 6,304</u>
Recovered costs:				
Care of prisoners	\$ -	\$ -	\$ 11,194	\$ 11,194
Insurance recovery	-	-	19,735	19,735
Total recovered costs	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,929</u>	<u>\$ 30,929</u>
Total revenue from local sources	<u>\$ 10,915,128</u>	<u>\$ 10,915,128</u>	<u>\$ 13,232,767</u>	<u>\$ 2,317,639</u>
Revenue from the Commonwealth:				
Noncategorical aid:				
Communications taxes	\$ 480,000	\$ 480,000	\$ 443,344	\$ (36,656)
Motor vehicle carriers' tax	11,661	11,661	33	(11,628)
Animal friendly plates - DMV	-	-	122	122
Mobile home titling tax	65,000	65,000	48,610	(16,390)
Grantor's tax on deeds	20,000	20,000	20,307	307
Auto rental tax	400	400	1,020	620
Personal property tax relief funds	1,136,914	1,136,914	1,136,914	-
Total noncategorical aid	<u>\$ 1,713,975</u>	<u>\$ 1,713,975</u>	<u>\$ 1,650,350</u>	<u>\$ (63,625)</u>
Categorical aid:				
Shared expenses:				
Commonwealth's attorney	\$ 206,918	\$ 206,918	\$ 188,701	\$ (18,217)
Sheriff	841,044	841,044	701,159	(139,885)
Commissioner of revenue	89,646	89,646	82,088	(7,558)
Treasurer	100,640	100,640	90,024	(10,616)
Registrar/electoral board	49,913	49,913	41,155	(8,758)
Clerk of the Circuit Court	183,583	183,583	182,030	(1,553)
Total shared expenses	<u>\$ 1,471,744</u>	<u>\$ 1,471,744</u>	<u>\$ 1,285,157</u>	<u>\$ (186,587)</u>
Other categorical aid:				
Records grant	\$ -	\$ 4,994	\$ 4,994	\$ -
Recordation tax	15,000	15,000	32,161	17,161
Fire program funds	40,000	40,000	41,869	1,869
Forest products sales	16,000	16,000	26,456	10,456
Arts grant	5,000	5,000	5,000	-

## Schedule of Revenues - Budget and Actual

## Governmental Funds

For the Year Ended June 30, 2010 (Continued)

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>General Fund: (Continued)</b>				
Revenue from the Commonwealth: (Continued)				
Categorical aid: (Continued)				
Other categorical aid: (Continued)				
4 for life	\$ 5,000	\$ 19,025	\$ 14,025	\$ (5,000)
E-911 grants	55,000	55,000	44,760	(10,240)
Litter control grant	6,917	5,755	5,755	-
Triad grant	-	-	505	505
Technology funds	27,766	27,766	-	(27,766)
Asset forfeiture DCJS	-	-	332	332
Total other categorical aid	<u>\$ 170,683</u>	<u>\$ 188,540</u>	<u>\$ 175,857</u>	<u>\$ (12,683)</u>
Total categorical aid	<u>\$ 1,642,427</u>	<u>\$ 1,660,284</u>	<u>\$ 1,461,014</u>	<u>\$ (199,270)</u>
Total revenue from the Commonwealth	<u>\$ 3,356,402</u>	<u>\$ 3,374,259</u>	<u>\$ 3,111,364</u>	<u>\$ (262,895)</u>
Revenue from the federal government:				
Categorical aid:				
State and community highway safety	\$ -	\$ -	\$ 33,490	\$ 33,490
Edward Byrne Justice Assistance Grant - ARRA	-	13,191	49,426	36,235
COPS grant	64,632	64,632	-	(64,632)
Bulletproof vest	-	-	1,646	1,646
VDOT transportation enhancement	-	-	6,811	6,811
State criminal alien assistance program	-	2,979	2,979	-
Emergency management preparedness grant	-	-	6,975	6,975
Total categorical aid	<u>\$ 64,632</u>	<u>\$ 80,802</u>	<u>\$ 101,327</u>	<u>\$ 20,525</u>
Total revenue from the federal government	<u>\$ 64,632</u>	<u>\$ 80,802</u>	<u>\$ 101,327</u>	<u>\$ 20,525</u>
Total General Fund	<u><u>\$ 14,336,162</u></u>	<u><u>\$ 14,370,189</u></u>	<u><u>\$ 16,445,458</u></u>	<u><u>\$ 2,075,269</u></u>
<b>Special Revenue Fund:</b>				
<b>Virginia Public Assistance Fund:</b>				
Revenue from local sources:				
Miscellaneous revenue:				
Other miscellaneous	\$ 25,000	\$ 25,000	\$ 80,617	\$ 55,617
Total miscellaneous revenue	<u>\$ 25,000</u>	<u>\$ 25,000</u>	<u>\$ 80,617</u>	<u>\$ 55,617</u>
Total revenue from local sources	<u>\$ 25,000</u>	<u>\$ 25,000</u>	<u>\$ 80,617</u>	<u>\$ 55,617</u>
Revenue from the Commonwealth:				
Categorical aid:				
Public assistance and welfare administration	\$ 451,282	\$ 451,282	\$ 483,042	\$ 31,760
Comprehensive Services Act program	899,235	899,235	622,992	(276,243)
Total categorical aid	<u>\$ 1,350,517</u>	<u>\$ 1,350,517</u>	<u>\$ 1,106,034</u>	<u>\$ (244,483)</u>
Revenue from the federal government:				
Categorical aid:				
Public assistance and welfare administration	\$ 860,008	\$ 860,008	\$ 742,822	\$ (117,186)
Public assistance and welfare administration - ARRA	-	-	40,408	40,408
Total categorical aid	<u>\$ 860,008</u>	<u>\$ 860,008</u>	<u>\$ 783,230</u>	<u>\$ (76,778)</u>
Total Virginia Public Assistance Fund	<u><u>\$ 2,235,525</u></u>	<u><u>\$ 2,235,525</u></u>	<u><u>\$ 1,969,881</u></u>	<u><u>\$ (265,644)</u></u>

Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010 (Continued)

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>Capital Projects Fund:</b>				
<b>County Capital Improvements Fund:</b>				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ -	\$ -	\$ 36,970	\$ 36,970
Total revenue from use of money and property	\$ -	\$ -	\$ 36,970	\$ 36,970
Miscellaneous revenue:				
Donations for Gene Dixon Park expansion	\$ -	\$ -	\$ 751	\$ 751
Total miscellaneous revenue	\$ -	\$ -	\$ 751	\$ 751
Total revenue from local sources	\$ -	\$ -	\$ 37,721	\$ 37,721
Total County Capital Improvements Fund	\$ -	\$ -	\$ 37,721	\$ 37,721
Total Primary Government	\$ 16,571,687	\$ 16,605,714	\$ 18,453,060	\$ 1,847,346
<b>Discretely Presented Component Unit - School Board:</b>				
<b>Special Revenue Funds:</b>				
<b>School Operating Fund:</b>				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of property	\$ 1,052	\$ 1,052	\$ 725	\$ (327)
Charges for services:				
Tuition and other payments	\$ 11,557	\$ 11,557	\$ 6,300	\$ (5,257)
Total charges for services	\$ 11,557	\$ 11,557	\$ 6,300	\$ (5,257)
Miscellaneous revenue:				
Other miscellaneous	\$ 424,689	\$ 489,635	\$ 614,908	\$ 125,273
Total revenue from local sources	\$ 437,298	\$ 502,244	\$ 621,933	\$ 119,689
Intergovernmental revenues:				
Revenues from local governments:				
Contribution from County of Buckingham, Virginia	\$ 4,905,371	\$ 5,457,124	\$ 5,205,776	\$ (251,348)
Total revenues from local governments	\$ 4,905,371	\$ 5,457,124	\$ 5,205,776	\$ (251,348)
Revenue from the Commonwealth:				
Categorical aid:				
Share of state sales tax	\$ 1,907,171	\$ 1,767,961	\$ 1,820,038	\$ 52,077
Basic school aid	7,356,633	7,076,313	6,805,509	(270,804)
Remedial summer education	101,457	110,294	110,294	-
Regular foster care	26,114	23,619	3,100	(20,519)
Adult secondary education	46,266	49,726	-	(49,726)
Gifted and talented	67,235	68,138	68,138	-
Remedial education	273,325	276,996	276,996	-

Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010 (Continued)

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>Discretely Presented Component Unit - School Board: (Continued)</b>				
<b>Special Revenue Funds: (Continued)</b>				
<b>School Operating Fund: (Continued)</b>				
Revenue from the Commonwealth: (Continued)				
Categorical aid: (Continued)				
Enrollment loss	\$ 66,815	\$ 4,575	\$ 4,575	\$ -
Special education- SOQ	1,093,301	1,107,983	1,107,983	-
Lottery Funds	132,819	80,596	85,506	4,910
Vocational standards of quality payments	282,095	285,883	285,883	-
Social security fringe benefits	432,643	438,453	438,453	-
Retirement fringe benefits	556,882	423,641	423,641	-
Group life fringe benefits	14,616	11,850	11,850	-
Early reading intervention	44,222	41,894	41,894	-
ISAEF	7,859	7,859	-	(7,859)
Homebound education	12,781	8,901	8,901	-
Mentor teaching	2,894	2,424	-	(2,424)
Vocational education - equipment	-	6,656	6,656	-
Vocational occupational preparedness	27,339	28,865	18,182	(10,683)
At risk payments	343,920	341,557	341,557	-
Textbooks	173,233	173,233	79,398	(93,835)
Primary class size/K-3 initiative	264,640	270,483	270,483	-
Virginia Preschool Initiative	-	245,787	245,787	-
Standards of Learning algebra readiness	33,382	33,283	33,283	-
VA Tobacco Settlement Grant	24,000	24,000	-	(24,000)
VPSA technology funds	206,000	377,989	171,989	(206,000)
Other state funds	356,066	386,446	45,620	(340,826)
Total categorical aid	\$ 13,853,708	\$ 13,675,405	\$ 12,705,716	\$ (969,689)
Revenue from the federal government:				
Categorical aid:				
Title I	\$ 712,991	\$ 743,427	\$ 648,590	\$ (94,837)
Title I (ARRA)	-	399,736	116,202	(283,534)
Title VI-B, special education flow-through	531,677	531,677	519,407	(12,270)
IDEA (ARRA) Part B	-	539,846	204,271	(335,575)
Vocational education	53,174	83,945	60,400	(23,545)
Title VI-B, special education pre-school	10,914	7,073	10,610	3,537
Drug free schools	58,713	50,695	53,855	3,160
Title II	151,079	149,454	133,407	(16,047)
Education technology	43,797	50,378	3,339	(47,039)
Education technology (ARRA)	-	16,607	-	(16,607)
ROTC	53,555	53,555	54,083	528
USDA	-	-	11,958	11,958
Childcare food program	25,000	35,000	20,621	(14,379)
Reading first grant	137,343	218,937	216,394	(2,543)
State Fiscal Stabilization Funds (ARRA)	584,902	584,902	1,033,345	448,443
Other federal funds	69,953	293,617	121,245	(172,372)
Total categorical aid	\$ 2,433,098	\$ 3,758,849	\$ 3,207,727	\$ (551,122)
Total School Operating Fund	\$ 21,629,475	\$ 23,393,622	\$ 21,741,152	\$ (1,652,470)

Schedule of Revenues - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010 (Continued)

Fund, Major and Minor Revenue Source	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>Discretely Presented Component Unit - School Board: (Continued)</b>				
<b>Special Revenue Funds: (Continued)</b>				
<b>School Cafeteria Fund:</b>				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 11,209	\$ -	\$ -	\$ -
Charges for services:				
Cafeteria sales	\$ 346,657	\$ 346,658	\$ 259,071	\$ (87,587)
Total revenue from local sources	\$ 357,866	\$ 346,658	\$ 259,071	\$ (87,587)
Revenue from the Commonwealth:				
Categorical aid:				
School food program grant	\$ 11,806	\$ 11,464	\$ 11,463	\$ (1)
School breakfast program	3,859	2,660	2,660	-
Total revenue from the Commonwealth	\$ 15,665	\$ 14,124	\$ 14,123	\$ (1)
Revenue from the federal government:				
Categorical aid:				
School food program grant	\$ 495,649	\$ 495,649	\$ 596,102	\$ 100,453
Fresh fruit and vegetables - FFV	-	19,577	16,174	(3,403)
Commodities	-	-	64,037	64,037
Total revenue from the federal government	\$ 495,649	\$ 515,226	\$ 676,313	\$ 161,087
Total School Cafeteria Fund	\$ 869,180	\$ 876,008	\$ 949,507	\$ 73,499
<b>Capital Projects Fund:</b>				
<b>School Capital Projects Fund:</b>				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 2,041	\$ -	\$ -	\$ -
Miscellaneous revenue:				
Miscellaneous	\$ -	\$ 106,345	\$ -	\$ (106,345)
Total revenue from local sources	\$ 2,041	\$ 106,345	\$ -	\$ (106,345)
Intergovernmental revenues:				
Revenues from local governments:				
Contribution from County of Buckingham, Virginia	\$ -	\$ 109,790	\$ -	\$ (109,790)
Total revenues from local governments	\$ -	\$ 109,790	\$ -	\$ (109,790)
Revenue from the Commonwealth:				
State lottery funds	\$ 132,819	\$ 80,596	\$ 85,506	\$ 4,910
School construction funds	131,132	131,132	-	(131,132)
Total revenue from the Commonwealth	\$ 263,951	\$ 211,728	\$ 85,506	\$ (126,222)
Revenue from the federal government:				
Categorical aid:				
Stimulus funds	\$ -	\$ 132,819	\$ -	\$ (132,819)
Total School Capital Projects Fund	\$ 265,992	\$ 560,682	\$ 85,506	\$ (475,176)
Total Discretely Presented Component Unit - School Board	\$ 22,764,647	\$ 24,830,312	\$ 22,776,165	\$ (2,054,147)



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

Fund, Function, Activity and Elements	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>General Fund:</b>				
General government administration:				
Legislative:				
Board of supervisors	\$ 89,280	\$ 437,635	\$ 445,070	\$ (7,435)
General and financial administration:				
County administrator	\$ 165,991	\$ 175,345	\$ 174,347	\$ 998
Independent Auditor	35,000	35,000	35,000	-
Cost allocation plan	3,000	3,000	3,500	(500)
Commissioner of revenue	215,838	216,627	210,367	6,260
Treasurer	265,664	271,117	243,544	27,573
Finance/Human Resource	168,900	176,170	164,059	12,111
Information Technology	85,509	85,751	77,837	7,914
Total general and financial administration	\$ 939,902	\$ 963,010	\$ 908,654	\$ 54,356
Board of elections:				
Electoral board and officials	\$ 44,078	\$ 44,078	\$ 29,022	\$ 15,056
Registrar	79,459	79,459	73,578	5,881
Total board of elections	\$ 123,537	\$ 123,537	\$ 102,600	\$ 20,937
Total general government administration	\$ 1,152,719	\$ 1,524,182	\$ 1,456,324	\$ 67,858
Judicial administration:				
Courts:				
Circuit court	\$ 14,280	\$ 14,280	\$ 13,950	\$ 330
General district court	8,400	8,400	9,772	(1,372)
Court appointed attorney	-	-	7,780	(7,780)
Special magistrates	-	3,500	437	3,063
Clerk of the circuit court	327,440	332,434	314,949	17,485
Total courts	\$ 350,120	\$ 358,614	\$ 346,888	\$ 11,726
Commonwealth's attorney:				
Commonwealth's attorney	\$ 291,574	\$ 291,574	\$ 285,726	\$ 5,848
Total commonwealth's attorney	\$ 291,574	\$ 291,574	\$ 285,726	\$ 5,848
Total judicial administration	\$ 641,694	\$ 650,188	\$ 632,614	\$ 17,574
Public safety:				
Law enforcement and traffic control:				
Sheriff	\$ 1,573,185	\$ 1,649,358	\$ 1,620,910	\$ 28,448
Selective enforcement	-	-	35,934	(35,934)
Cadre	2,500	5,000	5,000	-
Triad	2,500	2,500	3,210	(710)
Total law enforcement and traffic control	\$ 1,578,185	\$ 1,656,858	\$ 1,665,054	\$ (8,196)

Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010 (Continued)

Fund, Function, Activity and Elements	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>General Fund: (Continued)</b>				
Public safety: (Continued)				
Fire and rescue services:				
Volunteer fire department	\$ 170,877	\$ 259,850	\$ 259,801	\$ 49
Ambulance and rescue services	125,500	140,325	139,825	500
Forest fire prevention	21,000	21,000	26,859	(5,859)
Emergency services	234,807	235,403	191,443	43,960
Total fire and rescue services	<u>\$ 552,184</u>	<u>\$ 656,578</u>	<u>\$ 617,928</u>	<u>\$ 38,650</u>
Correction and detention:				
Piedmont Regional Jail	\$ -	\$ -	\$ 11,194	\$ (11,194)
Regional Juvenile Detention	50,000	50,000	37,607	12,393
Total correction and detention	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 48,801</u>	<u>\$ 1,199</u>
Inspections:				
Building	\$ 108,680	\$ 114,023	\$ 113,621	\$ 402
Total inspections	<u>\$ 108,680</u>	<u>\$ 114,023</u>	<u>\$ 113,621</u>	<u>\$ 402</u>
Other protection:				
Animal control	\$ 108,793	\$ 153,193	\$ 170,672	\$ (17,479)
Medical Examiner	400	400	100	300
Total other protection	<u>\$ 109,193</u>	<u>\$ 153,593</u>	<u>\$ 170,772</u>	<u>\$ (17,179)</u>
Total public safety	<u>\$ 2,398,242</u>	<u>\$ 2,631,052</u>	<u>\$ 2,616,176</u>	<u>\$ 14,876</u>
Public works:				
Maintenance of highways, streets, bridges and sidewalks:				
Streetlights	\$ 3,400	\$ 3,400	\$ 4,297	\$ (897)
Total maintenance of highways, streets, bridges & sidewalks	<u>\$ 3,400</u>	<u>\$ 3,400</u>	<u>\$ 4,297</u>	<u>\$ (897)</u>
Sanitation and waste removal:				
Refuse collection and disposal	\$ 782,221	\$ 792,414	\$ 794,404	\$ (1,990)
Anti-Litter	6,917	7,075	7,581	(506)
Total sanitation and waste removal	<u>\$ 789,138</u>	<u>\$ 799,489</u>	<u>\$ 801,985</u>	<u>\$ (2,496)</u>
Maintenance of general buildings and grounds:				
General properties	\$ 431,458	\$ 433,303	\$ 471,453	\$ (38,150)
Total maintenance of general buildings and grounds	<u>\$ 431,458</u>	<u>\$ 433,303</u>	<u>\$ 471,453</u>	<u>\$ (38,150)</u>
Total public works	<u>\$ 1,223,996</u>	<u>\$ 1,236,192</u>	<u>\$ 1,277,735</u>	<u>\$ (41,543)</u>
Health and welfare:				
Health:				
Health Department	\$ 104,298	\$ 104,298	\$ 94,311	\$ 9,987
Total health	<u>\$ 104,298</u>	<u>\$ 104,298</u>	<u>\$ 94,311</u>	<u>\$ 9,987</u>
Mental health and mental retardation:				
Crossroads Board	\$ 32,960	\$ 32,960	\$ 32,960	\$ -
Total mental health and mental retardation	<u>\$ 32,960</u>	<u>\$ 32,960</u>	<u>\$ 32,960</u>	<u>\$ -</u>

Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010 (Continued)

Fund, Function, Activity and Elements	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>General Fund: (Continued)</b>				
Health and welfare: (Continued)				
Welfare:				
Local hospitalization program	\$ 4,374	\$ 4,374	\$ -	\$ 4,374
Area Agency on Aging	1,249	1,249	1,249	-
Tax Relief for the Elderly	-	-	5,997	(5,997)
Total welfare	<u>\$ 5,623</u>	<u>\$ 5,623</u>	<u>\$ 7,246</u>	<u>\$ (1,623)</u>
Total health and welfare	<u>\$ 142,881</u>	<u>\$ 142,881</u>	<u>\$ 134,517</u>	<u>\$ 8,364</u>
Education:				
Other instructional costs:				
Contributions to colleges and agencies	\$ 69,034	\$ 70,034	\$ 66,970	\$ 3,064
Contribution to Buckingham County School Board	4,905,371	5,566,914	5,205,776	361,138
Total education	<u>\$ 4,974,405</u>	<u>\$ 5,636,948</u>	<u>\$ 5,272,746</u>	<u>\$ 364,202</u>
Parks, recreation, and cultural:				
Parks and recreation:				
Supervision of parks and recreation	\$ 96,462	\$ 291,243	\$ 297,697	\$ (6,454)
Programs	-	-	23,047	(23,047)
Total parks and recreation	<u>\$ 96,462</u>	<u>\$ 291,243</u>	<u>\$ 320,744</u>	<u>\$ (29,501)</u>
Cultural enrichment:				
Arts Council	\$ 10,000	\$ 10,000	\$ 10,000	\$ -
Total cultural enrichment	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>
Library:				
Reading is Fundamental	\$ 500	\$ 500	\$ -	\$ 500
Regional library	144,113	144,113	144,113	-
Total library	<u>\$ 144,613</u>	<u>\$ 144,613</u>	<u>\$ 144,113</u>	<u>\$ 500</u>
Total parks, recreation, and cultural	<u>\$ 251,075</u>	<u>\$ 445,856</u>	<u>\$ 474,857</u>	<u>\$ (29,001)</u>
Community development:				
Planning and community development:				
Planning	\$ 86,221	\$ 86,221	\$ 84,364	\$ 1,857
Planning District Commission	16,000	16,000	15,700	300
Economic Development	-	16,492	12,481	4,011
Total planning and community development	<u>\$ 102,221</u>	<u>\$ 118,713</u>	<u>\$ 112,545</u>	<u>\$ 6,168</u>
Environmental management:				
Peter Francisco Soil and Water Conservation	\$ 9,500	\$ 9,500	\$ 9,500	\$ -
Total environmental management	<u>\$ 9,500</u>	<u>\$ 9,500</u>	<u>\$ 9,500</u>	<u>\$ -</u>
Cooperative extension program:				
Cooperative extension office	\$ 58,041	\$ 58,041	\$ 56,932	\$ 1,109
Total cooperative extension program	<u>\$ 58,041</u>	<u>\$ 58,041</u>	<u>\$ 56,932</u>	<u>\$ 1,109</u>
Total community development	<u>\$ 169,762</u>	<u>\$ 186,254</u>	<u>\$ 178,977</u>	<u>\$ 7,277</u>

Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010 (Continued)

Fund, Function, Activity and Elements	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>General Fund: (Continued)</b>				
Community development: (Continued)				
Nondepartmental:				
Overtime salaries and wages	\$ 3,000	\$ 3,000	\$ -	\$ 3,000
Bank Charges - Bank of America	18,000	18,000	33,207	(15,207)
Unemployment insurance	1,500	1,500	9,618	(8,118)
Worker's compensation	52,700	52,700	53,462	(762)
Reserves	4,703,028	4,537,656	-	4,537,656
School sewer contract	50,000	50,000	78,296	(28,296)
Total nondepartmental	<u>\$ 4,828,228</u>	<u>\$ 4,662,856</u>	<u>\$ 174,583</u>	<u>\$ 4,488,273</u>
Debt service:				
Principal retirement	\$ 1,030,874	\$ 1,030,874	\$ 1,030,872	\$ 2
Interest and other fiscal charges	835,763	835,763	835,785	(22)
Total debt service	<u>\$ 1,866,637</u>	<u>\$ 1,866,637</u>	<u>\$ 1,866,657</u>	<u>\$ (20)</u>
Total General Fund	<u>\$ 17,649,639</u>	<u>\$ 18,983,046</u>	<u>\$ 14,085,186</u>	<u>\$ 4,897,860</u>
<b>Special Revenue Fund:</b>				
<b>Virginia Public Assistance Fund:</b>				
Health and welfare:				
Welfare and social services:				
Welfare administration	\$ 1,136,211	\$ 1,136,211	\$ 1,082,164	\$ 54,047
Public assistance	407,216	407,216	363,838	43,378
Comprehensive services	1,180,785	1,180,785	1,039,221	141,564
Total welfare and social services	<u>\$ 2,724,212</u>	<u>\$ 2,724,212</u>	<u>\$ 2,485,223</u>	<u>\$ 238,989</u>
Total Virginia Public Assistance Fund	<u>\$ 2,724,212</u>	<u>\$ 2,724,212</u>	<u>\$ 2,485,223</u>	<u>\$ 238,989</u>
<b>Capital Projects Fund:</b>				
<b>County Capital Improvements Fund:</b>				
Capital projects expenditures:				
Fire departments	\$ 80,000	\$ 80,000	\$ 80,000	\$ -
Rescue squad	50,000	50,000	50,000	-
Solid waste recycling centers	15,000	15,000	27,295	(12,295)
Total capital projects	<u>\$ 145,000</u>	<u>\$ 145,000</u>	<u>\$ 157,295</u>	<u>\$ (12,295)</u>
Total County Capital Improvements Fund	<u>\$ 145,000</u>	<u>\$ 145,000</u>	<u>\$ 157,295</u>	<u>\$ (12,295)</u>
Total Primary Government	<u>\$ 20,518,851</u>	<u>\$ 21,852,258</u>	<u>\$ 16,727,704</u>	<u>\$ 5,124,554</u>

Schedule of Expenditures - Budget and Actual  
 Governmental Funds  
 For the Year Ended June 30, 2010 (Continued)

Fund, Function, Activity and Elements	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
<b>Discretely Presented Component Unit - School Board</b>				
<b>Special Revenue Funds:</b>				
<b>School Operating Fund:</b>				
Education:				
Administration, attendance and health	\$ 975,332	\$ 984,332	\$ 1,024,085	\$ (39,753)
Instruction	15,758,217	16,912,759	15,512,744	1,400,015
Operation and maintenance services	2,149,510	2,287,977	2,005,516	282,461
Pupil transportation	1,894,464	2,011,866	2,155,901	(144,035)
Child care food and community service	34,258	44,258	43,056	1,202
Total administration of schools	<u>\$ 20,811,781</u>	<u>\$ 22,241,192</u>	<u>\$ 20,741,302</u>	<u>\$ 1,499,890</u>
Capital Projects:				
School capital outlay/capital projects	\$ 870	\$ 870	\$ 133,292	\$ (132,422)
Technology	816,824	1,151,560	866,558	285,002
Total Capital Projects	<u>\$ 817,694</u>	<u>\$ 1,152,430</u>	<u>\$ 999,850</u>	<u>\$ 152,580</u>
Total education	<u>\$ 21,629,475</u>	<u>\$ 23,393,622</u>	<u>\$ 21,741,152</u>	<u>\$ 1,652,470</u>
Total School Operating Fund	<u>\$ 21,629,475</u>	<u>\$ 23,393,622</u>	<u>\$ 21,741,152</u>	<u>\$ 1,652,470</u>
<b>School Cafeteria Fund:</b>				
Education:				
School food services:				
Administration of school food program	\$ 1,225,333	\$ 1,175,780	\$ 884,230	\$ 291,550
Commodities	-	-	64,036	(64,036)
Total school food services	<u>\$ 1,225,333</u>	<u>\$ 1,175,780</u>	<u>\$ 948,266</u>	<u>\$ 227,514</u>
Total education	<u>\$ 1,225,333</u>	<u>\$ 1,175,780</u>	<u>\$ 948,266</u>	<u>\$ 227,514</u>
Total School Cafeteria Fund	<u>\$ 1,225,333</u>	<u>\$ 1,175,780</u>	<u>\$ 948,266</u>	<u>\$ 227,514</u>
<b>School Capital Projects Fund:</b>				
Capital projects expenditures:				
Site acquisitions	\$ 1,532,781	\$ 1,664,331	\$ -	\$ 1,664,331
School renovations	-	109,790	1,217,392	(1,107,602)
School repairs	-	-	772	(772)
School bus garage	-	-	503,147	(503,147)
Total capital projects	<u>\$ 1,532,781</u>	<u>\$ 1,774,121</u>	<u>\$ 1,721,311</u>	<u>\$ 52,810</u>
Total School Capital Projects Fund	<u>\$ 1,532,781</u>	<u>\$ 1,774,121</u>	<u>\$ 1,721,311</u>	<u>\$ 52,810</u>
Total Discretely Presented Component Unit - School Board	<u>\$ 24,387,589</u>	<u>\$ 26,343,523</u>	<u>\$ 24,410,729</u>	<u>\$ 1,932,794</u>

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## Other Statistical Information

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COUNTY OF BUCKINGHAM, VIRGINIA

Table 1

Government-Wide Expenses by Function

Last Ten Fiscal Years (1)

Fiscal Year	General Government				Public Safety	Public Works	Health and Welfare	Education	Parks, Recreation, and Cultural	Community Development	Interest on Long-Term Debt	Water and Sewer Fund		Total
	Admini-stration	Judicial Admini-stration										Water and Sewer Fund		
2002-03	\$ 1,050,601	\$ 340,001	\$ 1,939,848	\$ 828,499	\$ 1,982,198	\$ 4,264,992	\$ 161,707	\$ 168,953	\$ 445,252	\$ 903,008	\$ 12,085,059			
2003-04	1,028,128	416,838	1,987,827	1,154,115	1,911,182	4,773,768	194,776	157,595	725,898	912,624	13,262,751			
2004-05	1,192,976	1,150,436	1,936,376	900,361	2,302,910	5,079,625	201,653	130,155	470,130	998,706	14,363,328			
2005-06	1,201,386	824,131	2,713,172	1,214,832	2,444,849	5,451,424	220,718	156,233	971,104	1,136,364	16,334,213			
2006-07	1,264,777	743,234	2,414,710	1,415,181	2,443,364	4,538,970	257,120	170,984	917,298	1,072,142	15,237,780			
2007-08	1,235,723	805,582	2,789,740	1,471,478	2,317,682	6,117,949	293,220	174,795	879,572	1,058,409	17,144,150			
2008-09	1,321,992	865,246	2,688,440	1,437,105	2,859,230	5,855,367	306,125	191,422	829,980	1,074,621	17,429,528			
2009-10	1,559,861	896,908	2,670,689	1,422,145	2,612,133	4,994,689	291,273	189,236	780,565	1,203,612	16,621,111			

(1) Information has only been available for 8 years.

COUNTY OF BUCKINGHAM, VIRGINIA

Table 2

Government-Wide Revenues  
Last Ten Fiscal Years (1)

PROGRAM REVENUES				GENERAL REVENUES						
Fiscal Year	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	General Property Taxes (2)	Other Local Taxes (3)(4)	Unrestricted Investment Earnings	Miscellaneous	Grants and Contributions Not Restricted to Specific Programs (3)	Gain on Disposal of Assets	Total
2002-03	\$ 903,147	\$ 2,643,408	\$ 838,168	\$ 6,283,772	\$ 2,085,720	\$ 125,581	\$ 26,615	\$ 1,325,750	\$ -	\$ 14,232,161
2003-04	901,843	3,019,523	1,051,579	6,749,926	1,704,896	117,682	7,117	1,285,260	-	14,837,826
2004-05	1,283,376	3,036,434	179,315	6,483,767	1,842,990	259,600	74,058	1,213,031	-	14,372,571
2005-06	1,329,047	4,838,410	58,060	6,604,700	1,870,553	366,690	64,055	1,270,508	-	16,402,023
2006-07	1,450,044	3,505,405	1,266	6,679,291	1,869,757	431,411	177,598	1,300,462	-	15,415,234
2007-08	1,561,548	3,438,106	80,000	8,263,540	1,944,916	366,768	214,461	1,228,275	96,844	17,194,458
2008-09	1,698,605	3,847,111	1,835,364	9,894,353	1,865,115	178,571	104,985	1,206,892	-	20,630,996
2009-10 #	1,831,477	3,452,561	860,616	12,489,199	3,129,756	114,255	110,822	1,650,350	-	23,639,036

(1) Information has only been available for 8 years.

(2) General property taxes increased in fiscal year 2010 due to a change in presentation in accordance with GASB 33.

(3) In fiscal year 2010, communication taxes were reclassified from local taxes to noncategorical state aid in accordance with APA guidelines.

(4) Increase in local taxes is related to new power plant locating in the County in fiscal year 2010, which impacted sales and other taxes.

COUNTY OF BUCKINGHAM, VIRGINIA

Table 3

General Governmental Expenditures by Function (1)  
Last Ten Fiscal Years

Fiscal Year	General Government Administration	Judicial Administration	Public Safety	Public Works	Health and Welfare	Education (2)	Parks, Recreation, and Cultural	Community Development	Non-departmental	Debt Service		Total
										Debt	Service	
2000-01	\$ 807,241	\$ 226,377	\$ 1,551,441	\$ 914,968	\$ 1,656,099	\$ 16,623,852	\$ 140,965	\$ 149,810	\$ 54,008	\$ 445,409	\$ 22,570,170	
2001-02	991,115	299,021	1,464,351	849,534	2,136,480	16,951,241	168,531	158,308	66,595	387,161	23,472,337	
2002-03	754,145	297,018	1,860,215	795,216	1,989,795	17,205,984	153,757	160,108	253,947	357,400	23,827,585	
2003-04	719,335	339,804	1,944,028	960,951	1,923,270	18,412,766	190,125	144,389	437,159	1,135,817	26,207,644	
2004-05	792,339	344,726	1,962,848	991,456	2,262,954	19,576,309	195,647	119,916	312,203	1,051,617	27,610,015	
2005-06	1,012,110	481,403	2,637,375	1,092,758	2,434,159	19,210,783	208,743	145,759	132,266	1,374,382	28,729,738	
2006-07	1,134,174	478,940	2,446,075	1,297,576	2,440,479	21,053,222	250,021	168,603	117,448	1,980,474	31,367,012	
2007-08	1,082,319	541,288	2,734,527	1,327,749	2,318,517	22,069,288	288,233	164,538	153,775	2,051,733	32,731,967	
2008-09	1,205,801	600,952	3,281,609	1,290,292	2,844,876	22,981,348	320,903	181,164	148,315	1,896,398	34,751,658	
2009-10	1,456,324	632,614	2,616,176	1,277,735	2,619,740	22,756,388	474,857	178,977	174,583	1,866,657	34,054,051	

(1) Includes General and Special Revenue funds of the Primary Government and its Discretely Presented Component Unit excluding capital projects.

(2) Excludes contribution from Primary Government to Discretely Presented Component Unit.

COUNTY OF BUCKINGHAM, VIRGINIA

Table 4

General Governmental Revenues by Source (1)  
Last Ten Fiscal Years

Fiscal Year	General Property Taxes		Other Local Taxes (2)		Permits, Privilege Fees, Regulatory Licenses		Fines and Forfeitures		Revenue from the Use of Money and Property		Charges for Services		Miscellaneous		Recovered Costs		Inter-governmental (3)		Total	
2000-01	\$	5,377,628	\$	1,434,262	\$	53,111	\$	2,695	\$	332,327	\$	328,700	\$	319,896	\$	-	\$	15,824,544	\$	23,673,163
2001-02		5,519,470		1,592,328		57,942		2,118		193,350		328,390		695,017		-		16,904,216		25,292,831
2002-03		6,184,209		2,085,720		51,021		2,070		225,922		335,499		302,998		-		17,359,549		26,546,988
2003-04		6,091,061		1,704,896		56,682		2,207		95,081		353,331		351,310		-		18,666,442		27,321,010
2004-05		6,286,375		1,842,990		58,830		9,297		174,274		395,909		407,738		-		19,005,727		28,181,140
2005-06		6,661,461		1,870,553		105,963		29,580		326,564		402,581		389,918		-		20,824,727		30,611,347
2006-07		7,166,185		1,869,757		79,173		33,535		363,992		419,510		582,653		45,262		20,908,339		31,468,406
2007-08		8,165,190		1,972,396		89,059		32,426		268,844		421,092		688,166		19,738		20,835,242		32,492,153
2008-09		9,451,458		1,865,115		75,292		68,577		127,372		409,788		850,476		37,901		22,393,726		35,279,705
2009-10		9,741,625		3,129,756		84,822		58,038		77,656		357,233		714,329		30,929		21,705,834		35,900,222

(1) Includes General and Special Revenue funds of the Primary Government and its Discretely Presented Component Unit.

(2) Increase in local taxes is related to new power plant locating in the County in fiscal year 2010, which impacted sales and other taxes.

(3) Excludes contribution from Primary Government to Discretely Presented Component Unit.

COUNTY OF BUCKINGHAM, VIRGINIA

Table 5

Property Tax Levies and Collections  
Last Ten Fiscal Years

Fiscal Year	Total		Current		Percent		Delinquent		Percent of		Outstanding		Percent of	
	Tax Levy (1)	Collections (1)	Tax Collections (1)	Percent of Levy Collected	Tax Collections (1)	Total Tax Collections	Tax Collections (1)	Total Tax Collections	to Tax Levy	Delinquent Taxes (1,2)	Delinquent Taxes to Tax Levy			
2000-01	\$ 6,114,961	\$ 5,698,991	\$ 5,698,991	93.20%	\$ 196,101	\$ 5,895,092	\$ 196,101	\$ 5,895,092	96.40%	\$ 690,061	11.28%			
2001-02	6,684,471	6,384,548	6,384,548	95.51%	233,129	6,617,677	233,129	6,617,677	99.00%	667,643	9.99%			
2002-03	7,126,299	6,762,018	6,762,018	94.89%	285,680	7,047,698	285,680	7,047,698	98.90%	574,458	8.06%			
2003-04	7,303,679	6,822,595	6,822,595	93.41%	220,063	7,042,658	220,063	7,042,658	96.43%	1,044,210	14.30%			
2004-05	7,247,208	6,842,466	6,842,466	94.42%	299,643	7,142,109	299,643	7,142,109	98.55%	1,347,240	18.59%			
2005-06	7,627,643	7,178,830	7,178,830	94.12%	414,961	7,593,791	414,961	7,593,791	99.56%	1,349,168	17.69%			
2006-07	7,978,350	7,598,725	7,598,725	95.24%	441,133	8,039,858	441,133	8,039,858	100.77%	1,590,644	19.94%			
2007-08	9,261,316	8,944,524	8,944,524	96.58%	325,943	9,270,467	325,943	9,270,467	100.10%	1,725,865	18.64%			
2008-09	10,777,878	9,787,442	9,787,442	90.81%	542,113	10,329,555	542,113	10,329,555	95.84%	2,080,149	19.30%			
2009-10	10,589,590	9,923,038	9,923,038	93.71%	619,631	10,542,669	619,631	10,542,669	99.56%	1,715,573	16.20%			

(1) Exclusive of penalties and interest.

(2) Up until 2003-04 includes three most current delinquent tax years and first half of current tax year,  
after includes all delinquent taxes.

COUNTY OF BUCKINGHAM, VIRGINIA

Table 6

Assessed Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year	Personal Property and Mobile		Machinery and Tools		Merchants'		Public		Aircraft (3)	Total
	Real Estate (1)	Homes (1)			Capital	Service (2)				
2000-01	\$ 531,389,744	\$ 71,660,968	\$ 3,260,825	\$ 3,516,754	\$ 65,141,648	\$ -	\$ -	\$ 674,969,939		
2001-02	635,915,569	78,715,140	3,610,421	4,453,902	65,746,026	-	-	788,441,058		
2002-03	651,398,970	80,088,796	3,950,520	4,284,600	73,457,422	-	-	813,180,308		
2003-04	672,092,919	82,790,869	4,530,534	6,115,309	61,009,911	-	-	826,539,542		
2004-05	680,556,060	80,439,925	5,017,520	6,334,645	59,084,431	-	-	831,432,581		
2005-06	694,368,050	87,771,138	6,034,540	6,485,942	57,064,341	-	-	851,724,011		
2006-07	715,188,609	93,701,415	6,565,610	7,274,988	54,286,338	-	-	877,016,960		
2007-08	1,072,958,030	98,823,429	6,864,290	11,023,763	46,496,132	-	-	1,236,165,644		
2008-09	1,421,037,892	110,182,035	8,250,120	10,032,815	83,407,789	-	-	1,632,910,651		
2009-10	1,431,613,499	104,059,189	7,949,090	10,486,865	76,947,351	2,073,500	2,073,500	1,633,129,494		

(1) Assessed at 100% of fair market value.

(2) Assessed values are established by the State Corporation Commission.

(3) 2009-10 was the first year of levy.

COUNTY OF BUCKINGHAM, VIRGINIA

Table 7

Property Tax Rates (1)  
Last Ten Fiscal Years

Fiscal Year	Real Estate		Mobile Homes	Personal Property (2)	Machinery and Tools (2)	Merchants' Capital	Aircraft (3)
	1st Half	2nd Half					
2000-01	\$ 0.58	\$ 0.58	\$ 0.58	\$ 4.05	\$ 2.90	\$ 1.00	-
2001-02	0.58	0.58	0.58	4.05	2.90	1.00	-
2002-03	0.58	0.58	0.58	4.05	2.90	1.00	-
2003-04	0.58	0.58	0.58	4.05	2.90	1.00	-
2004-05	0.58	0.58	0.58	4.05	2.90	1.00	-
2005-06	0.58	0.58	0.58	4.05	2.90	1.00	-
2006-07	0.58	0.58	0.58	4.05	2.90	1.00	-
2007-08	0.58	0.44	0.58	4.05	2.90	1.00	-
2008-09	0.44	0.44	0.44	4.05	2.90	1.00	-
2009-10	0.44	0.44	0.44	4.05	2.90	1.00	0.55

(1) Per \$100 of assessed value.

(2) Per \$100 of assessed value based on loan NADA value.

(3) 2009-10 was the first year of levy.

COUNTY OF BUCKINGHAM, VIRGINIA

Table 8

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

Fiscal Year	Population (1)	Assessed Value (in thousands) (2)	Gross Bonded Debt (3)	Less:		Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
				Debt Service Monies Available	Net Bonded Debt		
2000-01	15,623	\$ 674,970	\$ 2,635,315	-	\$ 2,635,315	0.39%	\$ 169
2001-02	15,600	788,441	8,356,289	-	8,356,289	1.06%	536
2002-03	15,700	813,180	15,904,220	-	15,904,220	1.96%	1,013
2003-04	15,900	826,540	24,930,012	-	24,930,012	3.02%	1,568
2004-05	16,100	831,433	24,399,791	-	24,399,791	2.93%	1,516
2005-06	15,977	851,724	22,537,793	-	22,537,793	2.65%	1,411
2006-07	16,341	877,017	21,539,200	-	21,539,200	2.46%	1,318
2007-08	16,342	1,236,166	20,511,736	-	20,511,736	1.66%	1,255
2008-09	16,547	1,632,911	19,463,062	-	19,463,062	1.19%	1,176
2009-10	16,814	1,633,129	18,395,228	-	18,395,228	1.13%	1,094

(1) Weldon Cooper Center for Public Service at the University of Virginia

(2) From table 6.

(3) Includes all long-term general obligation bonded debt, bonded anticipation notes, and literary fund loans.  
Excludes revenue bonds, capital leases, and compensated absences.



COUNTY OF BUCKINGHAM, VIRGINIA

Table 9

Ratio of Annual Debt Service Expenditures for General Bonded  
Debt to Total General Governmental Expenditures (1)  
Last Ten Fiscal Years

Fiscal Year	Principal	Interest	Total Debt Service	Total General Governmental Expenditures	Ratio of Debt Service to General Governmental Expenditures
2000-01	\$ 262,041	\$ 185,879	\$ 447,920	\$ 22,570,170	1.98%
2001-02	217,538	169,623	387,161	23,472,337	1.65%
2002-03	202,684	154,716	357,400	23,827,585	1.50%
2003-04	511,208	624,609	1,135,817	26,207,644	4.33%
2004-05	518,350	533,267	1,051,617	27,610,015	3.81%
2005-06	527,049	847,333	1,374,382	28,729,738	4.78%
2006-07	952,629	1,027,845	1,980,474	31,367,012	6.31%
2007-08	1,115,489	936,244	2,051,733	32,731,967	6.27%
2008-09	1,010,442	885,956	1,896,398	34,751,658	5.46%
2009-10	1,030,872	835,785	1,866,657	34,054,051	5.48%

(1) Includes General and Special Revenue funds of the Primary Government excluding capital projects.

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**Compliance**

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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***

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

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Buckingham, Virginia, as of and for the year ended June 30, 2010, which collectively comprise the County of Buckingham, Virginia's basic financial statements and have issued our report thereon dated January 28, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the *Specifications for Audits of Counties, Cities, and Towns*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the County of Buckingham, 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 Buckingham, Virginia's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County of Buckingham, Virginia's internal control over financial reporting.

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

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

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County of Buckingham, 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 Buckingham, Virginia in a separate letter dated January 28, 2011.

This report is intended solely for the information and use of management, the Board of Supervisors, 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.

*Robinson, Farmer, & Associates*  
Charlottesville, Virginia  
January 28, 2011

# ROBINSON, FARMER, COX ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL LIMITED LIABILITY COMPANY

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

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

### **Compliance**

We have audited County of Buckingham, Virginia's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of County of Buckingham, Virginia's major federal programs for the year ended June 30, 2010. The County of Buckingham, 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 Buckingham, Virginia's management. Our responsibility is to express an opinion on the County of Buckingham, 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 Buckingham, 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 County of Buckingham, Virginia's compliance with those requirements.

As described in items 2010-1, 2010-2, and 2010-3 in the accompanying schedule of findings and questioned costs, County of Buckingham, Virginia did not comply with requirements regarding suspension and debarment requirements, allowable costs, and special tests and provisions that are applicable to its Title I, Part A Cluster, Special Education Cluster and State Fiscal Stabilization Funds programs. Compliance with such requirements is necessary, in our opinion, for County of Buckingham, Virginia to comply with the requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, County of Buckingham, Virginia complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

## Internal Control Over Compliance

Management of County of Buckingham, 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 County of Buckingham, Virginia's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of County of Buckingham, Virginia's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2010-1, 2010-2, and 2010-3 to be material weaknesses.

County of Buckingham, Virginia's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County of Buckingham, Virginia's responses and accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, the Board of Supervisors, 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.

*Robinson, Farmer, & Associates*

Charlottesville, Virginia

January 28, 2011



COUNTY OF BUCKINGHAM, VIRGINIA

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

Federal Grantor/Pass - Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Health and Human Services:			
Pass Through Payments:			
Virginia Department of Social Services:			
Promoting Safe and Stable Families	93.556	0950109/0950110	\$ 12,932
Temporary Assistance for Needy Families (TANF)	93.558	0400109/0400100	167,970
Refugee and Entrant Assistance - State Administered Programs	93.566	0500109/0500110	417
Low-Income Home Energy Assistance	93.568	0600409/0600410	9,740
Child Care and Development Block Grant (Child Care Cluster)	93.575	0770109/0770110	53,077
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (Child Care Cluster)	93.596	0760109/0760110	37,809
Child Welfare Services - State Grants	93.645	0900109/0900110	519
Foster Care - Title IV-E	93.658	1100109/1100110	53,105
ARRA-Foster Care - Title IV-E	93.658	1100109/1100110	1,395
Adoption Assistance	93.659	1120109/1120110	36,733
ARRA-Adoption Assistance	93.659	1120109/1120110	3,965
Social Services Block Grant	93.667	1000109/1000110	79,892
Chafee Foster Care Independence Program	93.674	9150108/9150109/9150110	1,485
ARRA-Child Care and Development Block Grant (Child Care Cluster)	93.713	0740109	25,425
Children's Health Insurance Program	93.767	0540109/0540110	8,298
Medical Assistance Program (Title XIX)	93.778	1200109/1200110	104,187
Virginia Department of Health:			
Preventive Health & Health Services (PHHS) Block Grant	93.991	Unknown	956
Total Department of Health and Human Services			\$ 597,905
Department of Agriculture:			
Direct Payments:			
Water and Waste Disposal Systems for Rural Communities	10.760	N/A	\$ 746,736
Total Department of Agriculture - direct payments			\$ 746,736
Pass Through Payments:			
Department of Agriculture:			
Food Distribution - School Nutrition Program (Child Nutrition Cluster)	10.555	406230	\$ 63,547
Food Distribution - Summer Food Service Program (Child Nutrition Cluster)	10.559	Unknown	490
Department of Education:			
School Breakfast Program (Child Nutrition Cluster)	10.553	405910	152,463
National School Lunch Program (Child Nutrition Cluster)	10.555	406230	443,639
Summer Food Service Program for Children (Child Nutrition Cluster)	10.559	Unknown	32,579
Fresh fruit and vegetable program	10.582	405990	16,174
Department of Social Services:			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	0010109/0010110/ 0040109/0040110	176,658
ARRA-State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	0010109/0010110/ 0040109/0040110	9,623
Total Department of Agriculture - pass-through payments			\$ 895,173
Total Department of Agriculture			\$ 1,641,909

COUNTY OF BUCKINGHAM, VIRGINIA

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

Federal Grantor/Pass - Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Defense:			
Direct Payments:			
ROTC	12.000	N/A	\$ 54,083
Total Department of Defense			\$ 54,083
Department of Homeland Security:			
Pass Through Payments:			
Department of Emergency Services:			
Emergency Management Performance Grants	97.042	52749	\$ 6,975
Total Department of Homeland Security			\$ 6,975
Department of Justice:			
Direct payments:			
State Criminal Alien Assistance Program	16.606	N/A	\$ 2,979
Pass Through Payments:			
Department of Criminal Justice Services:			
Bulletproof Vest Partnership Program	16.607	Unknown	\$ 1,646
ARRA-Edward Byrne Memorial Justice Assistance Grant Program -			
Grants to Units of Local Government	16.804	2009-SB-B9-1953	13,191
Compensation Board:			
ARRA-Edward Byrne Memorial Justice Assistance Grant Program -			
Grants to States and Territories	16.803	09-D4794AD07	36,235
Total Department of Justice - pass-through			\$ 51,072
Total Department of Justice			\$ 54,051
Department of Transportation:			
Pass Through Payments:			
Virginia Department of Transportation:			
Highway Planning and Construction	20.205	EN05-014-110, P101	\$ 6,811
Department of Motor Vehicles:			
State and Community Highway Safety	20.600	50340/59132	\$ 33,490
Total Department of Transportation			\$ 40,301
Department of Education:			
Pass Through Payments:			
Department of Education:			
Title I - Grants to Local Educational Agencies (Title I, Part A Cluster)	84.010	429010	\$ 648,590
Special Education - Grants to States (Special Education Cluster)	84.027	430710	519,407
Career and Technical Education - Basic Grants to States	84.048	610950	68,784
Special Education - Preschool Grants (Special Education Cluster)	84.173	625210	10,610
Safe and Drug-Free Schools and Communities - State Grants	84.186	605110	53,855
Twenty-first Century Community Learning Centers	84.287	605650	90,461
Education Technology State Grants	84.318	616000	3,339
Reading First State Grants	84.357	606550	216,394
Rural Education	84.358	434810	22,400
Improving Teacher Quality State Grants	84.367	614800	133,407
ARRA-Title I - Grants to Local Educational Agencies (Title I, Part A Cluster)	84.389	429130	116,202
ARRA-Special Education - Grants to States (Special Education Cluster)	84.391	612450	204,271
ARRA-State Fiscal Stabilization Funds - Education State Grants	84.394	625320	1,170,868
Total Department of Education			\$ 3,258,588
Total Expenditures of Federal Awards			\$ 5,653,812

See accompanying notes to schedule of expenditures of federal awards.

## COUNTY OF BUCKINGHAM, VIRGINIA

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

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#### Note 1 - Basis of Presentation

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

#### Note 2 - Summary of Significant Accounting Policies

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

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

#### Note 3 - Food Donation

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

#### Note 4 - Subrecipients

Of the federal expenditures presented in the schedule, County of Buckingham, Virginia provided \$2,979 of federal awards under 16.606 to subrecipients.

#### Note 5 - 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	\$ 101,327
Special Revenue Fund:	
Virginia Public Assistance Fund	783,230
Proprietary Funds:	
Water and Sewer Funds (including loan proceeds)	747,692
Total primary government	<u>\$ 1,632,249</u>

###### Component Unit Public Schools:

School Operating Fund	\$ 3,207,727
School Cafeteria Fund	676,313
Total component unit public schools	<u>\$ 3,884,040</u>
Total federal expenditures per basic financial statements	<u><u>\$ 5,516,289</u></u>

Payment received in October 2010 not included in Fund statements	<u>\$ 137,523</u>
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Total federal expenditures per the Schedule of Expenditures of Federal Awards	<u><u>\$ 5,653,812</u></u>
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## COUNTY OF BUCKINGHAM, VIRGINIA

### Schedule of Findings and Questioned Costs For the Year Ended June 30, 2010

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#### Section I - Summary of Auditor's Results

##### Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

##### Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	Yes
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs:	Qualified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510 (a)?	Yes
Identification of major programs:	

<u>CFDA #</u>	<u>Name of Federal Program or Cluster</u>
10.553/10.555/10.559	Child Nutrition Cluster
84.010/84.389	Title I, Part A Cluster
84.027/84.173/84.391	Special Education Cluster (IDEA)
84.394	ARRA - State Fiscal Stabilization Funds - Education State Grants

Dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes

#### Section II - Financial Statement Findings

There are no financial statement findings to report.

## COUNTY OF BUCKINGHAM, VIRGINIA

### Schedule of Findings and Questioned Costs For the Year Ended June 30, 2010 (Continued)

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#### Section III - Federal Award Findings and Questioned Costs

##### Finding 2010-01

CFDA Titles: State Fiscal Stabilization Funds and ARRA-Special Education - Grants to States  
CFDA Numbers: 84.394 and 84.391  
Federal Award Numbers: S394A090047 and H391A090107  
Federal Award Year: 2009

*Criteria:*

OMB Circular A-133 requires that federally-funded contracts exceeding \$25,000 not be awarded to suspended or debarred parties. Controls should be in place to ensure that this requirement is followed.

*Condition:*

Suspension and debarment requirements were not followed.

*Questioned Costs:*

None

*Context:*

Although the School Board did not check suspension and debarment requirements, testing performed by the auditor found the two vendors used were not listed on the EPLS website as suspended or debarred parties. Other expenditures under these programs did not meet the threshold for this requirement to apply to those purchases.

*Effect:*

Funds paid to contractors who have been suspended or debarred may result in loss of funding.

*Cause:*

School board staff was unaware of requirements related to suspension and debarment and the need to obtain a certification, to include a clause in the contract, or to check the EPLS website for suspended or debarred parties prior to awarding contracts.

*Recommendation:*

Implement procedures to review and determine compliance requirements for each program and communicate applicable requirements to program administrators and personnel responsible for contracting goods and services.

*Views of responsible officials and planned corrective actions:*

Management's response and planned corrective actions can be found on pages 89 through 91 of this report.

## COUNTY OF BUCKINGHAM, VIRGINIA

### Schedule of Findings and Questioned Costs For the Year Ended June 30, 2010 (Continued)

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#### Section III - Federal Award Findings and Questioned Costs (Continued)

##### Finding 2010-02

CFDA Title: State Fiscal Stabilization Funds (SFSF)  
CFDA Number: 84.394  
Federal Award Number: S394A090047  
Federal Award Year: 2009

##### *Criteria:*

OMB Circular A-133 requires that ARRA funds be accounted for separately from expenditures of non-ARRA awards.

##### *Condition:*

Upon initial requests, school board staff was unable to provide documentation supporting expenditures requested for reimbursement under the SFSF Basic Aid reimbursement request. Ultimately a listing was provided that included a teacher funded under another federal program. After inquiry, this teacher's reimbursement period was revised from the month of May to the months of March through May.

##### *Questioned Costs:*

Due to the nature and purpose of funding, there are no questioned costs.

##### *Context:*

Due to the nature of the expense and funding, we feel that \$516,826.75 did fund payroll; however, the client did not follow program requirements documenting the use of those funds *prior* to disbursement and request for reimbursement.

##### *Effect:*

Expenditures may be requested for reimbursement under more than one program or may not be allowable, resulting in questioned costs and the possibility that reimbursements are due back to the State or Federal government.

##### *Cause:*

Due to the nature of the funds, the School Finance Director was unaware that he had to maintain documentation supporting this request.

##### *Recommendation:*

Implement procedures to review compliance requirements in detail so that all requirements are met. This is crucial when new grants are involved. Grant expenditures and requests for reimbursement should be fully documented *prior* to the requests being filed.

##### *Views of responsible officials and planned corrective actions:*

Management's response and planned corrective actions can be found on pages 89 through 91 of this report.

## COUNTY OF BUCKINGHAM, VIRGINIA

### Schedule of Findings and Questioned Costs For the Year Ended June 30, 2010 (Continued)

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#### Section III - Federal Award Findings and Questioned Costs (Continued)

##### Finding 2010-03

CFDA Title: Title I, Part A Cluster  
CFDA Numbers: 84.010 and 84.389  
Federal Award Numbers: S010A090046/S389A090046  
Federal Award Year: 2009

##### *Criteria:*

OMB Circular A-133 requires that ARRA funds be accounted for separately from expenditures of non-ARRA awards.

##### *Condition:*

Expenditures between Title I and Title I ARRA were not properly segregated. The school's accounting system included some expenditures under one program, which were requested for reimbursement under the other program and vice versa. Also, the system showed some invoices that reimbursement had not been requested for and one invoice for which reimbursement was requested but the invoice was not recorded as a Title I expenditure in the school's accounting system.

##### *Questioned Costs:*

Because the misclassifications were within the same cluster, there are no questioned costs.

##### *Context:*

Reimbursement requests for both Title I and Title I, ARRA are filed by the Secretary of Federal Programs, who maintains spreadsheets and copies of invoices to document the requests filed and received. School finance personnel code and record invoices to the accounting system. Printouts are provided to the Secretary of Federal Programs, but there is currently no reconciliation between the two to determine that everything is properly accounted for.

##### *Effect:*

Reimbursement requests and the accounting records do not agree to support items funded with Title I funds.

##### *Cause:*

School Board staff does not reconcile the information recorded in the accounting system with information requested for reimbursement. The Secretary files reimbursement requests based on copies of invoices received that are coded to each program. Unless she receives a copy of the invoice, requests are not filed for invoices coded to the program in the accounting system. Therefore, additional expenditures may exist for the program that need to be requested.

##### *Recommendation:*

Implement procedures to reconcile the operating reports from School Finance with the spreadsheets and information maintained by the Secretary of Federal Programs. In the process of reviewing and approving reimbursement requests filed in Omega, the Finance Director should verify that program expenditures agree to the accounting system.

##### *Views of responsible officials and planned corrective actions:*

Management's response and planned corrective actions can be found on pages 89 through 91 of this report.





## Buckingham County Public Schools

15595 West James Anderson Highway

Buckingham, Virginia 23921

Telephone 434/969-6100

Fax 434/969-1176

J. Acie Allen, Jr.  
Chairman

H. Ed Wise  
Vice-Chairman

David W. Christian

Russell D. Gowin

Thomas W. Hutcherson, Jr.

Kathy J. Midkiff



Sherry S. Ragland

Gary R. Blair

Division Superintendent

James C. Dumminger, Sr.  
Clerk

February 9, 2011

To: Kristen Choate, Robinson, Farmer and Cox  
From: Dr. James Dumminger, Asst. Superintendent for Finance, after consultation with  
Dr. Gary Blair, Superintendent   
Cc: Rebecca Carter, County Administrator  
Karl Carter, Assistant County Administrator 

We appreciate the opportunity to outline the corrective action plans that we have already implemented to address findings 2010-01, 2010-02, and 2010-03. We also plan to review these plans with all personnel involved. Please review our plans and we would appreciate your input.

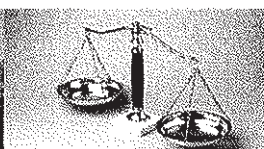
1. In regard to the awarding of federally funded contracts in excess of \$25,000 to suspended or debarred parties (finding 2010-01), the school system has implemented procedures to review and determine compliance requirements for each program and communicate applicable requirements to program administrators and personnel for contracting goods and services. The following plan has already been emailed to all administrators and secretaries:
  - a. Before any contract is awarded, the administrator in charge of the program will go to <https://www.epls.gov/>, the web page where excluded parties can be found.
  - b. The results of the search will be printed by the appropriate supervisor. (A copy of a search has been enclosed.)
  - c. The results of the survey will be attached to the bid document which will contain a recommendation before it is sent to the assistant superintendent for finance.
  - d. The assistant superintendent for finance will review the bid document before it is sent to the school board for final approval.
2. In response to fulfilling the reporting requirements for new grants (finding 2010-02) the following procedures have been implemented to review compliance requirements in detail so that all requirements have been met:
  - a. The administrator who is assigned to the program will review all requirements for the program before the grant application is submitted and share this information with the appropriate secretary.
  - b. The program administrator will notify the assistant superintendent for finance of any new programs and the reporting requirements.
  - c. The assistant superintendent for finance will then establish a new subprogram to track expenditures to be paid from that grant.
  - d. The secretary for the program will collect the data to document any reimbursement request with AS400 reports from the accounts payable or payroll clerk.

- e. This documentation will be reviewed by the supervisor who will send an email to the assistant superintendent for finance notifying him that all required documentation from the AS400 is on file and matches the reimbursement request.
  - f. The assistant superintendent for finance will then approve the request for reimbursement through Omega.
3. In regard to Title I, Part A(finding 2010-03), we implemented the following procedure for all purchase orders to reconcile the operating reports from school finance with the spreadsheets and information maintained by the secretary of federal programs:
- a. The supervisor will review the grant requirements to verify that the grant allows the expenditure.
  - b. The supervisor will obtain bids if over \$1,000. If over \$10,000 consult with the assistant superintendent for finance.
  - c. The secretary will complete the purchase requisition with appropriate codes.
  - d. Before the purchase requisition is sent to finance department please do the following:
    - i. The secretary will record on a spreadsheet the purchase and make sure that sufficient funds are available.
    - ii. The person recording this will then initial the purchase requisition.
    - iii. The supervisor will review and sign the requisition.
    - iv. If it is denied the supervisor needs to let the secretary and person ordering the item know that it was denied.
  - e. If the appropriate initials and signature are on the requisition the assistant superintendent for finance will initial the requisition and send it to the accounts payable clerk to produce the purchase order in the AS400.
  - f. The accounts payable clerk will send the purchase order back to the person responsible for ordering the merchandise.
  - g. The secretary will check the purchase order to make sure it is coded to the correct account.
  - h. The item is ordered.
  - i. When the items are received the bill should be reviewed, and signed by the appropriate secretary and supervisor.
  - j. After confirmation that the items have been received, a signed invoice with the PO # recorded or with an attached copy of the PO will be sent to the accounts payable clerk to be paid.
  - k. The secretary for the individual programs will review the bills posted on BoardDocs each month and request reimbursement, if required.
  - l. The secretary for the program will collect the data to document any reimbursement request with AS400 reports from the accounts payable or payroll clerk.
  - m. This documentation will be reviewed by the supervisor who will send an email to the assistant superintendent for finance notifying him that all required documentation from the AS400 is on file.
  - n. The assistant superintendent for finance will then approve the request for reimbursement through Omega.



# EPLS

## Excluded Parties List System



### Search - Current Exclusions

- > Advanced Search
- > Multiple Names
- > Exact Name and SSN/TIN
- > MyEPLS
- > Recent Updates
- > Browse All Records

### View Cause and Treatment Code Descriptions

- > Reciprocal Codes
- > Procurement Codes
- > Nonprocurement Codes

### Agency & Acronym Information

- > Agency Contacts
- > Agency Descriptions
- > State/Country Code Descriptions

### OFFICIAL GOVERNMENT USE ONLY

- > Debar Maintenance
- > Administration
- > Upload Login

### EPLS Search Results

Results 1 - 1 of 1

### Search Results for Parties Excluded by

Firm, Entity, or Vessel : Honeywell

As of 09-Feb-2011 8:27 AM EST

Save to MyEPLS

Page: 1

# A B C D E F G H I J K L M N O P Q R S T U V W X Y Z

**Name** Honeywell Drugs  
**Classification** Firm  
**Exclusion Type** NonProcurement  
**Description** none

#### Address(es) --

**Address** 882 East 180 St., Bronx, NY, 10460  
**DUNS** 029151750

#### CT Action(s) --

**Action Date** 22-Jun-1993  
**Termination Date** Indef.  
**CT Code** R  
**Agency** OPM  
**Agency POC** OPM Contacts  
**EPLS Create Date** 03-Feb-1997  
**EPLS Modify Date**

**Action Date** 22-Jun-1993  
**Termination Date** Indef.  
**CT Code** Z  
**Agency** HHS  
**Agency POC** HHS Contacts  
**EPLS Create Date** 03-Feb-1997  
**EPLS Modify Date**

#### Cross Reference(s) --

Name	Action Date	Term Date	CT Code
1. 882 East 180th Street Drug	22-Jun-1993	Indef.	Z
	22-Jun-1993	Indef.	R

#### Record History

Page: 1

# A B C D E F G H I J K L M N O P Q R S T U V W X Y Z

Back New Search Report Excel XML ASCII Printer-Friendly

- ### Resources
- > Search Help
  - > Advanced Search Tips
  - > Public User's Manual
  - > FAQ
  - > Acronyms
  - > Privacy Act Provisions
  - > News

### Reports

- > Advanced Reports
- > Recent Updates
- > Dashboard

### Archive Search - Past Exclusions

- > Advanced Archive Search
- > Multiple Names
- > Recent Updates
- > Browse All Records

### Contact Information

- > For Help: Federal Service Desk

**COUNTY OF BUCKINGHAM, VIRGINIA**

Summary Schedule of Prior Audit Findings  
Year Ended June 30, 2010

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There were no findings reported for the year ended June 30, 2009.