

COUNTY OF WISE, VIRGINIA

AUDIT REPORT

JUNE 30, 2001

COUNTY OF WISE, VIRGINIA

BOARD OF SUPERVISORS

Doug Stallard, Chairman  
Betty Cornett, Vice-Chairperson  
Donnie Dowell  
Robert Adkins  
Virginia Meador  
Doug Mullins  
Edgar Mullins  
Jeff Salyers

COUNTY SCHOOL BOARD

Anne Y. Gregory, Chairperson  
Milas D. Franks, Vice-Chairman  
Wendell Caldwell  
Margaret Craft  
Robert M. Mullins  
Terry Collier  
Deano Johnson  
Cecilia Robinette  
Judy Clawson, Clerk

WISE COUNTY PUBLIC SERVICE AUTHORITY

Kenneth Hillman, Chairman  
Kathy Robertson, Vice Chairperson  
Kenneth Sturgill, Treasurer  
Don Bunch  
Larry Bland  
Fred Luntsford  
Harold Markham  
Loyd Robinette  
Jeff Salyers

COUNTY WELFARE BOARD

Charles Bennett, Chairman  
Jeff Salyers, Vice-Chairman  
J. D. Cassell  
Maryland Bumgardner  
Elizabeth Stuart  
Sam Gilbert  
Robert Rollings  
Sarah Collier  
Demos Cantrell  
Richard Coronet

OTHER OFFICIALS

Judge of the Circuit Court . . . . . J. Robert Stump  
Judge of the Circuit Court . . . . . James Roberson  
Clerk of the Circuit Court . . . . . Jack Kennedy  
Judge of the District Court . . . . . Suzanne Fulton  
Judge of Juvenile & Domestic Relations Court . . . . . Elizabeth Sturgill  
Judge of Juvenile & Domestic Relations Court . . . . . David Summerfield  
Commonwealth's Attorney . . . . . Joseph Carico  
Commissioner of the Revenue . . . . . Delmar Wilson

COUNTY OF WISE, VIRGINIA

OTHER OFFICIALS (CONTINUED)

Treasurer	.....	Rita Holbrook
Sheriff	.....	Ronnie D. Oakes
Superintendent of Schools	.....	Michael G. Basham
Director of Social Services	.....	Thomas Stanley
County Administrator	.....	Edward Sealoover
Director of Public Service Authority	.....	Danny Buchanan

COUNTY OF WISE, VIRGINIA  
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**LARRY D. STURGILL, P. C.**

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**INDEPENDENT AUDITOR'S REPORT ON FINANCIAL**  
**STATEMENTS AND SUPPLEMENTARY SCHEDULE**  
**OF EXPENDITURES OF FEDERAL AWARDS**

January 10, 2002

The Honorable Members of the  
Board of Supervisors  
County of Wise  
Wise, Virginia 24293

Supervisors:

I have audited the accompanying general purpose financial statements of the County of Wise, Virginia, as of and for the year ended June 30, 2001, as listed in the Table of Contents. These general purpose financial statements are the responsibility of the County of Wise, Virginia's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Governmental Auditing Standards, issued by the Comptroller General of the United States; and the Specifications for Audit of Counties, Cities and Towns, issued by the Auditor of Public Accounts of the Commonwealth of Virginia. Those standards require that I 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 significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the County of Wise, Virginia as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Honorable Members of the  
Board of Supervisors  
County of Wise  
Wise, Virginia 24293  
January 10, 2002  
Page 2

In accordance with Government Auditing Standards, I have also issued my report dated January 10, 2002 on my consideration of the County of Wise Virginia's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of my audit.

My audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. 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 not a required part of the general purpose financial statements of Wise County, Virginia. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

The statistical schedules listed in the Table of Contents are not a required part of the basic financial statements, and I did not audit or apply limited procedures to such information. Accordingly, I do not express any assurances on such information.



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON  
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON  
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

January 10, 2002

The Honorable Members of the  
Board of Supervisors  
County of Wise  
Wise, Virginia 24293

Supervisors:

I have audited the general purpose financial statements of the County of Wise, Virginia as of and for the year ended June 30, 2001, and have issued my report thereon dated January 10, 2002. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standard applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the County of Wise, Virginia's general purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

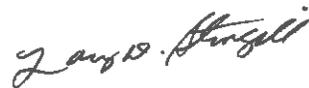
In planning and performing my audit, I considered the County of Wise, Virginia's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low

The Honorable Members of the  
Board of Supervisors  
County of Wise  
Wise, Virginia 24293  
January 10, 2002  
Page 2

level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses. However, I noted other matters involving the internal control over financial reporting that I have reported to management of County of Wise, Virginia, in a separate letter dated January 10, 2002.

This report is intended solely for the information and use of the Board of Supervisors, management, others within the organization, and federal awarding agencies and pass-through entities.

However, this report is a matter of public record and its distribution is not limited.



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH  
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM  
AND INTERNAL CONTROL OVER COMPLIANCE IN  
ACCORDANCE WITH OMB CIRCULAR A-133

January 10, 2002

The Honorable Members of the  
Board of Supervisors  
County of Wise  
Wise, Virginia 24293

Supervisors:

Compliance

I have audited the compliance of the County of Wise, Virginia with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2001. The County'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's management. My responsibility is to express an opinion on the County's compliance based on my audit.

I conducted my 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 I 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's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the County's compliance with those requirements.

In my opinion, Wise County, Virginia, complied, in all material respects, with requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001.

The Honorable Members of the  
Board of Supervisors  
County of Wise  
Wise, Virginia 24293  
January 10, 2002  
Page 2

Internal Control Over Compliance

The management of the County of Wise, Virginia is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider item 1-2 to be a material weakness.

This report is intended for the information of Management, the Board of Supervisors, Federal and State awarding agencies, and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



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INDEPENDENT AUDITOR'S COMMENTS ON RESOLUTION

OF PRIOR YEAR AUDIT FINDINGS

FOR THE YEAR ENDED JUNE 30, 2001

January 10, 2002

The Honorable Members of the  
Board of Supervisors  
County of Wise  
Wise, Virginia 24293

Supervisors:

I have reviewed the prior year report during the course of this audit to determine if the County of Wise, has implemented adequate corrective action with respect to previously reported audit findings.



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SUMMARY OF COMPLIANCE MATTERS

January 10, 2002

The Honorable Members of the  
Board of Supervisors  
County of Wise  
Wise, Virginia 24293

Supervisors:

As more fully described in the Independent Auditor's Report on Compliance, I performed tests of the County's compliance with certain provisions of the laws, regulations, contracts, and grants shown below.

STATE COMPLIANCE MATTERS

Code of Virginia:

Budget and Appropriation Laws  
Cash and Investments Laws  
Conflicts of Interest Act  
Local Retirement Systems  
Debt Provisions  
Procurement Laws  
Uniform Disposition of Unclaimed Property Act

State Agency Requirements:

Education  
Social Services

FEDERAL COMPLIANCE MATTERS

Compliance Supplement for Single Audits of State and Local Governments

Provisions and conditions of agreements related to federal programs selected for testing

LOCAL COMPLIANCE MATTERS

None



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COUNTY OF WISE, VIRGINIA  
 COMBINED BALANCE SHEET - ALL FUNDS, ACCOUNT GROUPS  
 & DISCRETELY PRESENTED COMPONENT UNITS  
 AT JUNE 30, 2001

	GOVERNMENTAL FUNDS		PROPRIETARY FUND
<u>A S S E T S</u>	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>	<u>ENTERPRISE</u>
Cash	\$ 360,965	\$ 171,323	\$ 22,283
Petty Cash	7,300	-0-	-0-
Investments	4,606,671	3,079,319	725,218
Reserved Deposits	-0-	-0-	731,569
Bond Insurance Costs	-0-	-0-	67,054
Receivables (Net Of Allowances For Uncollectibles):			
Taxes Including Penalties	811,119	-0-	-0-
Accounts	103,139	8,861	205,977
Mineral Taxes	342,485	327,833	-0-
Due From Other Governmental Units	237,972	-0-	-0-
Due From Other Funds	4,542,702	269,995	23,524
Amount To Be Provided For The Retirement Of General Long-Term Obligations	-0-	-0-	-0-
General Fixed Assets	-0-	-0-	6,589,768
TOTAL ASSETS	\$11,012,353	\$ 3,857,331	\$ 8,365,393
<u>L I A B I L I T I E S</u>			
Accounts Payable	\$ 229,033	\$ 162,533	\$ 29,642
Due To Other Funds	269,995	42,821	2,622,041
Due To Other Governmental Units	-0-	190,650	-0-
Due To Social Service Clients	-0-	-0-	-0-
Due To Customers - Deposits	-0-	-0-	-0-
Deferred Revenues:			
Taxes	1,297,166	-0-	-0-
Claims, Judgments & Compensated Absences	-0-	-0-	-0-
Landfill Closure Cost Liability	-0-	-0-	3,246,118
State Literary Fund Loans Payable	-0-	-0-	-0-
General Obligation Bonds Payable	-0-	-0-	131,212
General Long-Term Financing Loans	-0-	-0-	-0-
Revenue Bond Payable	-0-	-0-	3,458,612
TOTAL LIABILITIES	\$ 1,796,194	\$ 396,004	\$ 9,487,625
<u>F U N D E Q U I T Y</u>			
Investment in General Fixed Assets	\$ -0-	\$ -0-	\$ -0-
Contributed Capital	-0-	-0-	2,528,248
Retained Earnings:			
Reserved	-0-	-0-	731,569
Unreserved	-0-	-0-	(4,382,049)
Fund Balances:			
Undesignated	9,216,159	3,461,327	-0-
TOTAL FUND EQUITY	\$ 9,216,159	\$ 3,461,327	\$(1,122,232)
TOTAL LIABILITIES & FUND EQUITY	\$11,012,353	\$ 3,857,331	\$ 8,365,393

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

<u>FIDUCIARY FUNDS</u>	<u>ACCOUNT GROUPS</u>	<u>GENERAL FIXED ASSETS</u>	<u>TOTALS</u> (Memorandum Only)
<u>TRUST &amp; AGENCY</u>	<u>GENERAL LONG-TERM OBLIGATION</u>		<u>PRIMARY GOVERNMENT</u>
\$ 84,079 X	\$ -0-	\$ -0-	\$ 638,650
-0-	-0-	-0-	7,300
-0-	-0-	-0-	8,411,208
-0-	-0-	-0-	731,569
-0-	-0-	-0-	67,054
-0-	-0-	-0-	811,119
-0-	-0-	-0-	317,977
-0-	-0-	-0-	670,318
220,115	-0-	-0-	458,087
-0-	-0-	-0-	4,836,221
-0-	721,367	-0-	721,367
-0-	-0-	36,801,422	43,391,190
<u>\$ 304,194</u>	<u>\$ 721,367</u>	<u>\$36,801,422</u>	<u>\$61,062,060</u>
\$ -0-	\$ -0-	\$ -0-	\$ 421,208
188,505	-0-	-0-	3,123,362
34,904	-0-	-0-	225,554
80,785	-0-	-0-	80,785
-0-	-0-	-0-	-0-
-0-	-0-	-0-	1,297,166
-0-	696,658	-0-	696,658
-0-	-0-	-0-	3,246,118
-0-	-0-	-0-	-0-
-0-	-0-	-0-	131,212
-0-	24,709	-0-	24,709
-0-	-0-	-0-	3,458,612
<u>\$ 304,194</u>	<u>\$ 721,367</u>	<u>\$ -0-</u>	<u>\$12,705,384</u>
\$ -0-	\$ -0-	\$36,801,422	\$36,801,422
-0-	\$ -0-	-0-	2,528,248
-0-	-0-	-0-	731,569
-0-	-0-	-0-	(4,382,049)
-0-	-0-	-0-	12,677,486
<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$36,801,422</u>	<u>\$48,356,676</u>
<u>\$ 304,194</u>	<u>\$ 721,367</u>	<u>\$36,801,422</u>	<u>\$61,062,060</u>

COUNTY OF WISE, VIRGINIA  
 COMBINED BALANCE SHEET - ALL FUNDS, ACCOUNT GROUPS  
 & DISCRETELY PRESENTED COMPONENT UNITS  
 AT JUNE 30, 2001

<u>A S S E T S</u>	<u>Component Units</u>	
	<u>SCHOOL BOARD</u>	<u>WISE COUNTY PUBLIC SERVICE AUTHORITY</u>
Cash	\$ 313,266	\$ 528,913
Petty Cash	200	500
Investments	2,279,532	560,440
Reserved Deposits	-0-	316,388
Bond Insurance Costs	-0-	-0-
Receivables (Net Of Allowances For Uncollectibles):		
Taxes Including Penalties	33,808	158,803
Accounts	-0-	8,658
Mineral Taxes	-0-	-0-
Due From Other Governmental Units	1,804,878	-0-
Due From Other Funds	-0-	-0-
Amount To Be Provided For The Retirement Of General Long-Term Obligations	15,317,068	-0-
General Fixed Assets	<u>\$128,165,837</u>	<u>\$ 14,215,573</u>
TOTAL ASSETS	<u>\$147,914,589</u>	<u>\$ 15,789,275</u>
 <u>L I A B I L I T I E S</u> 		
Accounts Payable	\$ 263,800	\$ 130,717
Due To Other Funds	1,689,335	23,524
Due To Other Governmental Units	-0-	-0-
Due To Social Service Clients	-0-	-0-
Due To Customers - Deposits	-0-	256,095
Deferred Revenues:		
Taxes	-0-	-0-
Claims, Judgments & Compensated Absences	1,046,071	10,512
Landfill Closure Cost Liability	-0-	-0-
State Literary Fund Loans Payable	13,800,997	-0-
General Obligation Bonds Payable	470,000	-0-
General Long-Term Financing Loans	-0-	-0-
Revenue Bond Payable	-0-	1,305,505
TOTAL LIABILITIES	<u>\$ 17,270,203</u>	<u>\$ 1,726,353</u>
 <u>F U N D E Q U I T Y</u> 		
Investment in General Fixed Assets	\$128,165,837	\$ -0-
Contributed Capital	-0-	12,286,827
Retained Earnings:		543,110
Reserved	-0-	1,232,985
Unreserved	-0-	-0-
Fund Balances:		
Undesignated	2,478,549	-0-
TOTAL FUND EQUITY	<u>\$130,644,386</u>	<u>\$ 14,062,922</u>
TOTAL LIABILITIES & FUND EQUITY	<u>\$147,914,589</u>	<u>\$ 15,789,275</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COUNTY OF WISE, VIRGINIA  
 COMBINED BALANCE SHEET - ALL FUNDS, ACCOUNT GROUPS  
 & DISCRETELY PRESENTED COMPONENT UNITS  
 AT JUNE 30, 2001

EXHIBIT 1  
 PAGE 2

<u>TOTALS</u> (Memorandum Only)	<u>TOTALS</u> (Memorandum Only)
<u>COMPONENT</u> <u>UNITS</u>	<u>REPORTING</u> <u>ENTITY</u>
\$ 842,179 700 2,839,972 -0- 316,388  192,611 8,658 -0- 1,804,878 -0-  15,317,068 <u>\$142,381,410</u> <u>\$163,703,864</u>	\$ 1,480,829 8,000 11,251,180 1,047,957 67,054  1,003,730 317,977 678,976 458,087 6,641,099  16,038,435 <u>\$185,772,600</u> <u>\$224,765,924</u>
\$ 394,517 1,712,859 -0- -0- 256,095  -0-  1,056,583 -0- 13,800,997 ✓ 470,000 ✓ -0- <u>\$ 1,305,505</u> <u>\$ 18,996,556</u>	\$ 815,725 4,836,221 225,554 80,785 256,095  1,297,166  1,753,241 3,246,118 13,800,997 601,212 24,709 <u>\$ 4,764,117</u> <u>\$ 31,701,940</u>
\$128,165,837 12,286,827  543,110 1,232,985  <u>\$ 2,478,549</u> <u>\$144,707,308</u>  <u>\$163,703,864</u>	\$164,967,259 14,815,075  1,274,679 (3,149,064)  <u>\$ 15,156,035</u> <u>\$193,063,984</u>  <u>\$224,765,924</u>

COUNTY OF WISE, VIRGINIA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES &  
 CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS  
 & DISCRETELY PRESENTED COMPONENT UNITS  
 FOR THE YEAR ENDED JUNE 30, 2001

	GOVERNMENTAL FUNDS	
	GENERAL	SPECIAL REVENUE
<b>REVENUES:</b>		
General Property Taxes	✓ \$ 11,899,963	\$ -0-
Other Local Taxes	7,947,450	3,985,218
Permits, Privilege Fees & Regulatory Licenses	26,169	-0-
Fines & Forfeitures	5,663	-0-
Revenues From Use Of Money & Property	607,819	165,315
Charges For Services	400,886	98,067
Miscellaneous	34,016	4,180
Recovered Costs	431,053	-0-
Intergovernmental	12,775,296	1,148,912
<b>TOTAL REVENUES</b>	<b>\$ 36,128,315</b>	<b>\$ 5,401,692</b>
<b>EXPENDITURES:</b>		
Current:		
General Government		
Administration	\$ 1,782,480	\$ 200
Judicial Administration	1,719,869	7,591
Public Safety	4,817,246	342,647
Public Works	2,184,244	1,072,468
Health & Welfare	7,061,012	-0-
Education	110,560	-0-
Parks, Recreation & Cultural	723,123	-0-
Community Development	2,846,392	3,918,778
Capital Projects	95,849	-0-
Debt Service:		
Principal Retirement	155,888	-0-
Interest & Fiscal Charges	5,309	-0-
<b>TOTAL EXPENDITURES</b>	<b>\$ 21,501,972</b>	<b>\$ 5,341,684</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 12,626,343</b>	<b>\$ 60,008</b>
<b>OTHER FINANCING</b>		
<b>SOURCES (USES):</b>		
Operating Transfers In	\$ 9,547	\$ 9,647
Operating Transfers Out	(11,992,625)	(9,547)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>\$(11,983,078)</b>	<b>\$ 100</b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

<u>TOTALS</u> <u>(Memorandum Only)</u> <u>PRIMARY</u> <u>GOVERNMENT</u>	<u>Component Unit</u> <u>SCHOOL</u> <u>BOARD</u>	<u>TOTALS</u> <u>(Memorandum Only)</u> <u>REPORTING</u> <u>ENTITY</u>
\$ 11,899,963	\$ -0-	\$ 11,899,963
11,932,668	-0-	11,932,668
26,169	-0-	26,169
5,663	-0-	5,663
773,134	58,387	831,521
498,953	906,290	1,405,243
38,196	184,044	222,240
431,053	236,889	667,942
13,924,208	42,935,048	56,859,256
<u>\$ 39,530,007</u>	<u>\$ 44,320,658</u>	<u>\$ 83,850,665</u>
\$ 1,782,680	\$ -0-	\$ 1,782,680
1,727,460	-0-	1,727,460
5,159,893	-0-	5,159,893
3,256,712	-0-	3,256,712
7,061,012	-0-	7,061,012
110,560	49,526,941	49,637,501
723,123	-0-	723,123
6,765,170	-0-	6,765,170
95,849	5,267,999	5,363,848
155,888	364,605	520,493
5,309	269,456	274,765
<u>\$ 26,843,656</u>	<u>\$ 55,429,001</u>	<u>\$ 82,272,657</u>
<u>\$ 12,686,351</u>	<u>\$(11,108,343)</u>	<u>\$ 1,578,008</u>
\$ 19,194	\$ 12,548,003	\$ 12,567,197
<u>(12,002,172)</u>	<u>(565,025)</u>	<u>(12,567,197)</u>
<u>\$(11,982,978)</u>	<u>\$ 11,982,978</u>	<u>\$ -0-</u>

COUNTY OF WISE, VIRGINIA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES &  
 CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS  
 & DISCRETELY PRESENTED COMPONENT UNITS  
 FOR THE YEAR ENDED JUNE 30, 2001

	GOVERNMENTAL FUNDS	
	GENERAL	SPECIAL REVENUE
EXCESS (DEFICIENCY) OF REVENUES & OTHER SOURCES OVER EXPENDITURES & OTHER USES	\$ 643,265	\$ 60,108
FUND BALANCE AT BEGINNING OF YEAR AS, RESTATED	8,572,894	3,401,219
FUND BALANCE AT END OF YEAR	\$ 9,216,159	\$ 3,461,327

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

<u>TOTALS</u> <u>(Memorandum Only)</u> <u>PRIMARY</u> <u>GOVERNMENT</u>	<u>Component Unit</u> <u>SCHOOL</u> <u>BOARD</u>	<u>TOTALS</u> <u>(Memorandum Only)</u> <u>REPORTING</u> <u>ENTITY</u>
\$ 703,373	\$ 874,635	\$ 1,578,008
<u>11,974,113</u>	<u>1,603,914</u>	<u>13,578,027</u>
<u>\$12,677,486</u>	<u>\$ 2,478,549</u>	<u>\$15,156,035</u>

COUNTY OF WISE, VIRGINIA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES &  
 CHANGES IN FUND BALANCES - BUDGET & ACTUAL  
 GENERAL, SPECIAL REVENUE, & DISCRETELY PRESENTED  
 COMPONENT UNIT SCHOOL BOARD  
 FOR THE YEAR ENDED JUNE 30, 2001

	<u>GENERAL FUND</u>		VARIANCE FAVORABLE (UNFAVORABLE)
	<u>BUDGET</u>	<u>ACTUAL</u>	
<b>REVENUES:</b>			
General Property Taxes	\$ 10,825,000 ✓	\$ 11,899,963	\$ 1,074,963
Other Local Taxes	6,520,000 ✓	7,947,450	1,427,450
Permits, Privilege Fees & Regulatory Licenses	33,000 ✓	26,169	(6,831)
Fines & Forfeitures	3,000 ✓	5,663	2,663
Revenues From Use Of Money & Property	435,000 ✓	607,819	172,819
Charges For Services	429,000 ✓	400,886	(28,114)
Miscellaneous	97,674 ✓	34,016	(63,658)
Recovered Costs	375,013 ✓	431,053	56,040
Intergovernmental	10,045,196	12,775,296	2,730,100
<b>TOTAL REVENUES</b>	<b>\$ 28,762,883</b>	<b>\$ 34,128,315</b>	<b>\$ 5,365,432</b>
<b>EXPENDITURES:</b>			
<b>Current:</b>			
General Government Admin.	\$ 1,855,489	\$ 1,782,480	\$ 73,009
Judicial Administration	1,474,870	1,719,869	(244,999)
Public Safety	4,156,252	4,817,246	(660,994)
Public Works	2,086,242	2,184,244	(98,002)
Health & Welfare	6,842,319	7,061,012	(218,693)
Education	110,560	110,560	-0-
Parks, Recreation & Cultural	719,232	723,123	(3,891)
Community Development	975,818	2,846,392	(1,870,574)
Capital Outlays	712,110	95,849	616,261
<b>Debt Service:</b>			
Principal Retirement	156,000	155,888	112
Interest & Fiscal Charges	5,200	5,309	(109)
<b>TOTAL EXPENDITURES</b>	<b>\$ 19,094,092</b>	<b>\$ 21,501,972</b>	<b>\$ (2,407,880)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 9,668,791</b>	<b>\$ 12,626,343</b>	<b>\$ 2,957,552</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
Operating Transfers In	\$ -0-	\$ 9,547	\$ 9,547
Operating Transfers Out	(11,960,000)	(11,992,625)	(32,625)
Prior Year Appropriations	2,291,209	-0-	(2,291,209)
<b>TOTAL OTHER FINANCING     SOURCES (USES)</b>	<b>\$ (9,668,791)</b>	<b>\$ (11,983,078)</b>	<b>\$ (2,314,287)</b>
<b>EXCESS (DEFICIENCY) OF REVE- NUES &amp; OTHER SOURCES OVER EXPENDITURES &amp; OTHER USES</b>	<b>\$ -0-</b>	<b>\$ 643,265</b>	<b>\$ 643,265</b>
<b>FUND BALANCE AT THE BEGINNING OF YEAR, AS RESTATED</b>	<b>-0-</b>	<b>8,572,894</b>	<b>8,572,894</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ -0-</b>	<b>\$ 9,216,159</b>	<b>\$ 9,216,159</b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

<u>SPECIAL REVENUE FUNDS</u>			<u>Component Unit SCHOOL BOARD</u>		
<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
3,100,000	3,985,218	885,218	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	165,315	165,315	2,251,500	58,387	(2,193,113)
-0-	98,067	98,067	807,100	906,290	99,190
-0-	4,180	4,180	1,483,300	184,044	(1,299,256)
-0-	-0-	-0-	189,900	236,889	46,989
<u>1,150,000</u>	<u>1,148,912</u>	<u>(1,088)</u>	<u>42,882,700</u>	<u>42,935,048</u>	<u>52,348</u>
<u>\$4,250,000</u>	<u>\$ 5,401,692</u>	<u>\$ 1,151,692</u>	<u>\$ 47,614,500</u>	<u>\$ 44,320,658</u>	<u>\$ (3,293,842)</u>
\$ -0-	\$ 200	\$ 200	\$ -0-	\$ -0-	\$ -0-
8,000	7,591	(409)	-0-	-0-	-0-
-0-	342,647	342,647	-0-	-0-	-0-
1,123,750	1,072,468	(51,282)	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	52,012,000	49,526,941	2,485,059
-0-	-0-	-0-	-0-	-0-	-0-
3,126,250	3,918,778	792,528	-0-	-0-	-0-
-0-	-0-	-0-	6,941,700	5,267,999	1,673,701
-0-	-0-	-0-	364,700	364,605	95
-0-	-0-	-0-	248,100	269,456	(21,356)
<u>\$4,258,000</u>	<u>\$ 5,341,684</u>	<u>\$ (1,083,684)</u>	<u>\$ 59,566,500</u>	<u>\$ 55,429,001</u>	<u>\$ 4,137,499</u>
<u>\$ (8,000)</u>	<u>\$ 60,008</u>	<u>\$ 68,008</u>	<u>\$ (11,952,000)</u>	<u>\$ (11,108,343)</u>	<u>\$ 843,657</u>
\$ 8,000	\$ 9,647	\$ 1,647	\$ 11,952,000	\$ 12,548,003	\$ 596,003
-0-	(9,547)	(9,547)	-0-	(565,025)	(565,025)
<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
<u>\$ 8,000</u>	<u>\$ 100</u>	<u>\$ (7,900)</u>	<u>\$ 11,952,000</u>	<u>\$ 11,982,978</u>	<u>\$ 30,978</u>
\$ -0-	\$ 60,108	\$ 60,108	\$ -0-	\$ 874,635	\$ 874,635
-0-	3,401,219	3,401,219	-0-	1,603,914	1,603,914
<u>\$ -0-</u>	<u>\$ 3,461,327</u>	<u>\$ 3,461,327</u>	<u>\$ -0-</u>	<u>\$ 2,478,549</u>	<u>\$ 2,478,549</u>

COUNTY OF WISE, VIRGINIA  
 COMBINED STATEMENT OF REVENUES, EXPENSES  
 & CHANGES IN RETAINED EARNINGS - ENTERPRISE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT 4

OPERATING REVENUES:		
Landfill Usable Fees	\$511,231	
Sewer Rents	38,390	
Tipping Fees	25,726	
Other Revenues	<u>14,640</u>	
TOTAL OPERATING REVENUES		\$ 589,987
OPERATING EXPENSES:		
Sewer Processing	\$ 11,477	
Other Operating Charges	585,357	
Landfill Closure Expense	345,411	
Depreciation	<u>191,926</u>	
TOTAL OPERATING EXPENSES		<u>1,134,171</u>
NET OPERATING INCOME		\$ (544,184)
OTHER REVENUE (EXPENSES):		
Interest & Dividend Revenue	\$118,593	
Interest Expense	<u>(205,928)</u>	
TOTAL OTHER INCOME (EXPENSE)		<u>(87,335)</u>
NET INCOME		\$ (631,519)
RETAINED EARNINGS AT BEGINNING OF YEAR		<u>(3,018,961)</u>
RETAINED EARNINGS AT END OF YEAR		<u><u>\$ (3,650,480)</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COUNTY OF WISE, VIRGINIA  
 COMBINED STATEMENT OF CASH FLOWS - ENTERPRISE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT 5

<b>Cash Flow From Operating Activities:</b>		
Cash Received from Customers	\$ 603,614	
Cash Payments to Suppliers for Goods & Services	<u>(567,192)</u>	
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		<b>\$ 36,422</b>
<b>Cash Flow from Noncapital Financing Activities:</b>		
Operating Transfers From Other Funds	\$ 320,123	
Decrease in Due From Other Funds	<u>(23,524)</u>	
<b>NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES</b>		<b>296,599</b>
<b>Cash Flows from Capital &amp; Related Financing Activities:</b>		
Principal Paid on Revenue Bond Maturities	\$ (707,601)	
Interest Paid on Debt Obligations	(205,928)	
Principal Paid on General Obligation Loans	<u>(34,875)</u>	
<b>NET CASH USED FOR CAPITAL &amp; RELATED FINANCING ACTIVITIES</b>		<b>(948,404)</b>
<b>Cash Flows from Investing Activities:</b>		
Sinking Fund Deposits	\$ (189,866)	
Interest Earned on Investments	118,593	
Increase in Construction in Progress	(351,655)	
Sale of Investments	1,195,629	
Purchase of Equipment	<u>(150,000)</u>	
<b>NET CASH PROVIDED FROM INVESTING ACTIVITIES</b>		<b><u>622,701</u></b>
<b>NET INCREASE IN CASH &amp; CASH EQUIVALENTS</b>		<b>\$ 7,318</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF YEAR</b>		<b><u>14,965</u></b>
<b>CASH &amp; CASH EQUIVALENTS AT END OF YEAR</b>		<b>\$ 22,283</b>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>		
Operating Income		\$ (544,184)
<b>Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:</b>		
Depreciation	\$ 191,926	
Decrease in Accounts Receivable	13,627	
Increase in Closure Cost Liability	345,411	
Increase in Accounts Payable	<u>29,642</u>	
<b>TOTAL ADJUSTMENTS</b>		<b><u>580,606</u></b>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		<b><u><u>\$ 36,422</u></u></b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COUNTY OF WISE VIRGINIA  
 COMBINED STATEMENT OF REVENUES, EXPENSES  
 & CHANGES IN RETAINED EARNINGS  
 DISCRETELY PRESENTED COMPONENT UNIT-  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT 6  
 PAGE 1

<b>OPERATING INCOME:</b>	
Water Charges	\$ 1,406,420
Sewer Charges	13,243
Miscellaneous	<u>5,992</u>
<b>TOTAL OPERATING INCOME</b>	<b>\$ 1,425,655</b>
<b>OPERATING EXPENSES:</b>	
Salaries	\$ 478,528
Payroll Taxes	39,237
VRS Retirement & Life	46,157
Hospitalization Insurance	100,940
Workers Compensation Insurance	6,681
Uniform Rental	5,916
Water Purchased	170,546
Utilities	140,345
Supplies - Line Crew & Plant	108,258
Repairs & Maintenance	20,437
Telephone & Telemetry	23,927
Sewer Expenses	8,700
Professional Services	33,773
Office Expense/Postage	29,603
Office Utilities & Telephone	6,147
Office Rent	6,000
Conferences & Continuing Education	2,173
Licenses, Fees & Tags	1,193
Equipment Rental	1,450
Insurance	4,282
Vehicle Expense	24,153
State Waterworks Fee	2,590
Advertising	132
Travel	9,930
Miscellaneous	677
Compensation - Board Members	<u>4,700</u>
<b>TOTAL OPERATING EXPENSES</b>	<b><u>1,276,475</u></b>
Net Operating Income (Loss) Before Depreciation	\$ 149,180
Depreciation Of Utility Plant In Service	<u>396,936</u>
<b>TOTAL OPERATING INCOME (LOSS)</b>	<b>\$ (247,756)</b>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

COUNTY OF WISE VIRGINIA  
 COMBINED STATEMENT OF REVENUES, EXPENSES  
 & CHANGES IN RETAINED EARNINGS  
 DISCRETELY PRESENTED COMPONENT UNIT-  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT 6  
 PAGE 2

<b>NON-OPERATING REVENUES &amp; (EXPENSES):</b>	
Interest Income	\$ 49,572
Penalties and Finance Charges	37,144
Connection Fees	87,052
Interest Expense	(74,300)
NET NON-OPERATING REVENUES (EXPENSES)	\$ 99,468
NET INCOME (LOSS)	\$ (148,288)
Depreciation On Assets Acquired Or Constructed Through Capital Grants	419,822
Retained Earnings, Beginning Of Year	1,504,561
Retained Earnings, End Of Year	\$ 1,776,095

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

COUNTY OF WISE VIRGINIA  
 COMBINED STATEMENT OF REVENUES, EXPENSES  
 & CHANGES IN RETAINED EARNINGS  
 DISCRETELY PRESENTED COMPONENT UNIT-  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT 7  
 PAGE 1

<b>Cash Flow from Operating Activities:</b>		
Cash Received from Customers	\$ 1,392,816	
Cash Payments to Suppliers for Goods & Services	(760,580)	
Cash Payments to Employees for Services	(473,986)	
Other Operating Revenues	<u>5,992</u>	
NET CASH PROVIDED BY OPERATING ACTIVITIES		\$ 164,242
 <b>Cash Flow from Noncapital Financing Activities:</b>		
Increase in Customer Deposits	\$ 16,770	
Connection Fees	87,052	
Penalties and Finance Charges	<u>37,144</u>	
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES		140,966
 <b>Cash Flows from Investing Activities:</b>		
Interest on Investments	\$ 42,279	
Contributions & Grants	<u>1,750,396</u>	
NET CASH PROVIDED BY INVESTING ACTIVITIES		1,792,675
 <b>Cash Flows from Capital &amp; Related Financing Activities:</b>		
Increase in Due to Other Governmental Units	\$ (18,438)	
Purchase of Equipment	(399,391)	
Construction of Capital Assets	(1,185,160)	
Principal Paid on FHA Bonds	(39,515)	
Interest Paid on Revenue Bonds & Equipment Contracts	<u>(74,498)</u>	
NET CASH USED FOR CAPITAL & RELATED FINANCING ACTIVITIES		<u>(1,717,002)</u>
NET INCREASE IN CASH & CASH EQUIVALENTS		\$ 380,881
CASH & CASH EQUIVALENTS AT BEGINNING OF YEAR		<u>1,025,360</u>
CASH & CASH EQUIVALENTS AT END OF YEAR		<u><u>\$ 1,406,241</u></u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

COUNTY OF WISE VIRGINIA  
 COMBINED STATEMENT OF REVENUES, EXPENSES  
 & CHANGES IN RETAINED EARNINGS  
 DISCRETELY PRESENTED COMPONENT UNIT-  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT 7  
 PAGE 2

Reconciliation of Operating Income to Net Cash		
Provided by Operating Activities:		
Operating Income (Loss)		\$(247,756)
Adjustments to Reconcile Operating Income to		
Net Cash Provided by Operating Activities:		
Depreciation	\$ 396,936	
Provision for Uncollectible Accounts	13,793	
Provision for Compensated Absences	(590)	
Change in Assets & Liabilities:		
Increase in Accounts Receivable	(40,640)	
Decrease in Accounts Payable	37,367	
Increase in Wages Payables	5,132	
TOTAL ADJUSTMENTS	411,998	411,998
NET CASH PROVIDED BY OPERATING ACTIVITIES		\$ 164,242

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County of Wise, Virginia conform to generally accepted accounting principles (GAAP) applicable to government units promulgated by the Governmental Accounting Standards Board (GASB). The following is a summary of the more significant policies:

A. The Financial Reporting Entity

As required by generally accepted accounting principles, these financial statements present the County of Wise, Virginia (primary government) and its component units. The component units discussed in Note B are included in the County's reporting entity because of the significance of their operational or financial relationships with the County of Wise, Virginia.

B. Individual Component Unit Disclosures

Discretely Presented Component Units:

- (1) Wise County School Board - The County has the responsibility for fiscal matters of the School Board, including authorizations of budgetary appropriations, funding of operating deficiencies, control or use of surplus funds, responsibility for debts, and control over the collections and disbursement of funds.
- (2) Wise County Public Service Authority - The County has a financial accountability for the authority, including the appointment of the Authority's governing body, the contribution of a material amount of funds to the Authority interrelated reporting of retirement and insurance benefits as well as, serving as fiscal agent for grant receipts for capital project

The financial activities of the following organizations are excluded from the County of Wise, Virginia annual report for the reasons indicated:

- (1) The Wise County Redevelopment and Housing Authority was excluded primarily because the County Board of Supervisors does not control the Authority's financial and fiscal matters.

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 1 (Continued)

C. Financial Statement Presentation

The accompanying financial statements are prepared in accordance with the provisions of Statement 1. Governmental Accounting and Financial Reporting Principles, issued by the National Council on Governmental Accounting in March, 1979. The principles described by Statement 1 represent generally accepted accounting principles applicable to governmental units.

The accounts are organized on the basis of fund classifications, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses. The various funds are grouped in the financial statements as follows:

- (1) Governmental Funds account for the expendable financial resources, other than those accounted for in Fiduciary Funds. The Governmental Fund measurement focus is upon determination of financial position and changes in financial position, rather than upon net income determination as would apply to a commercial enterprise. The individual Governmental Funds are:

General Fund

The General Fund accounts for all revenues and expenditures applicable to the general operations of the County which are not accounted for in other funds.

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources (other than those derived from special assessments, expendable trusts, or dedicated from major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action. Special Revenue Funds consists of the School Operating, School Cafeteria, School Textbook Rental, Law Library Fund, Coal Road Improvement Funds, Emergency Numbers Fund and Community Development Fund.

Capital Project Fund

Capital Project Fund account for financial resources to be used for the acquisition or construction of major capital facilities. Capital Project Funds consist of the School Construction Fund.

- (2) Proprietary Funds account for activities similar to those found in the private sector. The measurement focus is upon determination of net income. Proprietary Funds consist of Enterprise and Internal Service Funds.

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 1 (Continued)

Enterprise Funds

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the County of Wise is that the cost of providing services to the general public be financed or recovered through user charges. Enterprise Funds consist of the Sewer Fund and Landfill Fund.

- (3) Fiduciary Funds (Trust and Agency Funds) account for assets held by a governmental unit in a trustee capacity or as an agent or custodian for individuals, private corporations, other governmental units, or other funds.
- (4) Account Groups are used to account for general obligation long-term debt and general fixed assets. A long-term obligation account group and a general fixed assets are included herein.
- (5) Combined/Combining Format

Combined Financial Statements - These statements are referred as General Purpose Financial Statements and provide a summary overview of the financial position of all funds and account groups and of the operating results of all funds. All funds and account groups of a specific fund classification are combined and presented as one in the financial statements. For example, all funds classified as Special Revenue Funds are combined and presented under the caption "Special Revenue Funds".

Combining Financial Statements - By Fund Classification - These statements present individual financial statements for each fund of a given fund classification. For example, each Special Revenue Fund is shown individually.

- (6) Total Columns on Combined Statements

The total columns on the combined statements - Overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

D. Basis of Accounting:

- (1) Governmental Funds:

Governmental Funds utilize the modified accrual basis of accounting under which revenues and related assets are recorded when measurable and available to finance operations

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 1 (Continued)

during the year. Accordingly, real and personal property taxes are recorded as revenues and receivables when billed, net of allowances for uncollectible amounts, except that property taxes not collected within 45 days after year end are reflected as deferred revenues. Sales taxes, which are collected by the State and subsequently remitted to the County are recognized as revenues and receivables upon collection by the State, which is generally in the month preceding receipt by the County. Licenses, permits, and fines are recorded as revenues when received.

Intergovernmental revenues, consisting primarily of Federal, State and other grants for the purpose of funding specific expenditures, are recognized when earned or at the time of the specific expenditure. Revenues from general purpose grants, are recognized in the period to which the grant applies.

Expenditures, other than interest on long-term debt, are recorded as the related fund liabilities are incurred.

(2) Proprietary Funds

The accrual basis of accounting is used for the Enterprise and Internal Service Funds. Under the accrual method, revenues are recognized when earned and expenses are recognized when incurred.

(3) Fiduciary Funds

Agency Funds utilize the modified accrual basis of accounting.

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 the school system's categories.

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 1 (Continued)

- (5) Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds (except the School Fund), and the General Capital Projects Fund.
- (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 budget data presented in the accompanying financial statements is the revised budget for the year.

F. Property, Plant and Equipment

All purchased property, plant and equipment are valued at historical cost or estimated historical cost. Donated fixed assets are valued at their estimated fair market value at the date of donation.

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the assets capitalized in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized. Such assets are immovable and of value only to the government.

Assets in the general fixed assets account group are not depreciated. Depreciation for property, plant and equipment in the proprietary fund types is computed over the following useful lives using the straight-line method:

Plant, Equipment and System	35-45 Years
Motor Vehicles	5-10 Years
Equipment	2-15 Years

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of borrowing until completion of the project with interest earned on invested proceeds over the same period.

G. Allowance for Uncollectible Accounts

Property Taxes:

The County calculates its allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis. The allowance amounted to approximately \$607,274 at June 30, 2001.

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 1 (Continued)

H. Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, cash and cash equivalents are defined as short term highly liquid investments that are both readily convertible to known amounts of cash and investments with maturities of 90 days or less.

I. Investments

Investments are stated at cost which approximates market. Certificate of deposits and short-term repurchase agreements are reported in the accompanying financial statements as cash and cash equivalents. Investments in a deferred compensation agency fund are reported at market value.

NOTE 2: CASH AND INVESTMENTS

Deposits:

At year-end the carrying value of the County's deposits with banks and savings and loans was \$1,213,602, and the bank balance was \$638,650. Of the bank balance, \$638,650 was covered by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act. Under the Act, banks holding public deposits in excess of the amounts insured by FDIC must pledge collateral in the amount of 50% of excess deposits to a collateral pool in the name of the State Treasury Board. Savings and Loan institutions are required to collateralize 100% of deposits in excess of FDIC limits. The State Treasury Board is responsible for monitoring compliance with the collateralization and reporting requirements of the Act and for notifying local governments of compliance by banks and savings and loans. Of the bank balance, \$ -0- was uninsured on uncollateralized in banks or savings and loans not qualifying under the Act at June 30, 2001.

The carrying amount of deposits for the School Board, a discretely presented component unit, was \$2,570,050 and the bank balance was \$313,266. Of the bank balance, \$313,266 was covered by Federal Depository Insurance or collateralized in accordance with the Virginia Security for Public Deposits Act while \$ -0- was uninsured and uncollateralized in banks or savings and loans not qualifying under the Act at June 30, 2001.

Investments:

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

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 2 (Continued)

Investments are categorized below to give an indication of the level of risk assumed by the entity at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the government or its safekeeping agent in the government's name. Category 2 included uninsured or unregistered investments for which the securities are held by the broker's or dealer's trust department or safekeeping agent in the government's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or safekeeping agent but not in the government's name.

At year end, the County's investment balances were as follows:

	<u>Category</u>			<u>Carrying Amount</u>	<u>Market Value</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
Certificates					
of Deposit	\$5,053,069	\$ -0-	\$ -0-	\$ 5,053,069	\$5,053,069
VA State					
Snap	575,218	-0-	-0-	\$ 575,218	\$ 575,218
Investment in State Treasurer's					
Local Government Investment Pool					
(LGIP)				<u>\$ 3,500,990</u>	<u>\$3,500,990</u>
Total Investments				\$ 9,129,277	\$9,129,277
Total Deposits				638,650	
Total Reserved Deposits				<u>13,500</u>	
Total Deposits and Investments				\$ 9,781,427	

At year end, the School Board's investment balances were as follows:

	<u>Category</u>			<u>Carrying Amount</u>	<u>Market Value</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
Certificiates					
of Deposit	\$1,265,000	\$ -0-	\$ -0-	<u>\$ 1,265,000</u>	<u>\$1,265,000</u>
Total				<u>\$ 1,265,000</u>	<u>\$1,265,000</u>
Investment in State Treasurer's					
Local Government Investment Pool					
(LGIP)				\$ 1,014,532	\$1,014,532
Total Deposits				<u>\$ 313,266</u>	<u>-0-</u>
Total Deposits and Investments				<u>\$2,592,798</u>	<u>\$2,279,532</u>

Due to significantly higher cash flows at certain times during the year, the County's investment in overnight repurchase agreements for which the underlying securities were held by the dealer increased significantly. As a result, the amounts that were in Category 3 at those times were significantly higher than at year-end.

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 2 (Continued)

At year-end the carrying value of the Wise County Public Service Authority's deposits with banks and savings and loans was \$850,348 and the bank balance was \$845,301. Of the bank balance, \$845,301 was covered by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act.

Under the Act, banks holding public deposits in excess of the amounts insured by FDIC must pledge collateral in the amount of 50% of excess deposits to a collateral pool in the name of the State Treasury Board. Savings and loan institutions are required to collateralize 100% of deposits in excess of FDIC limits. The State Treasury Board is responsible for monitoring compliance with the collateralization reporting requirements of the Act and for notifying local governments of compliance with banks and savings and loans. Of the bank balance, none was uninsured or uncollateralized in banks or savings and loans not qualifying under the Act at June 30, 2001.

Investments

Statutes authorize the Wise County Public Service Authority 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, commercial paper rated A-1 by Standard and Poor's Corporation or P-1 by Moody's Commercial Paper Record, banker's acceptances, repurchase agreements and the State Treasurer's Local Government Investment Pool (LGIP).

The Wise County Public Service Authority's investments are fully collateralized by securities issued by the United States Government and/or its agents. The securities are held by the Wise County Public Service Authority or its safekeeping agent in the Wise County Public Service Authority's name.

At year end, the Authority's investment balances were as follows:

	<u>Category</u>			<u>Carrying Amount</u>	<u>Market Value</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
Certificates of Deposit	\$560,440	\$ -0-	\$ -0-	\$ 560,440	\$ 560,440
Total Investments				\$ 560,440	\$ 560,440
Total Deposits				<u>845,301</u>	
Total Deposits and Investments				<u>\$ 1,405,741</u>	

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 3: TAXES RECEIVABLE

Property:

Property is assessed at its value on January 1. Property taxes attach as an enforceable lien on property as of January 1. Taxes are payable in two installments on May 15th and October 15th. The County bills and collects its own property taxes.

Coal Severance:

Coal severance tax is assessed monthly based on the gross receipts of the mining operation for the preceding month. Coal severance taxes attach as enforceable lien on the mining operation in the month of assessment. Taxes are payable in the month of assessment. The County bills and collects its own coal severance taxes.

NOTE 4: DUE FROM OTHER GOVERNMENTAL UNITS

	<u>PRIMARY GOVERNMENT</u>			<u>COMPONENT UNIT</u>
	<u>GENERAL FUND</u>	<u>FIDUCIARY FUND</u>	<u>ENTERPRISE FUND</u>	<u>SCHOOL BOARD</u>
<b>Local Governmental Units:</b>				
Towns . . . . .	\$221,748	\$ -0-	\$ -0-	\$ -0-
School Boards . . . . .	-0-	-0-	-0-	253,187
<b>TOTAL LOCAL</b>	<u>\$221,748</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 253,187</u>
<b>Commonwealth of Virginia:</b>				
Tax on Wills	\$ 8,175	\$ -0-	\$ -0-	\$ -0-
Charges for Services .	8,049	-0-	-0-	-0-
Local Sales Taxes . . .	-0-	220,115	-0-	-0-
State Sales Taxes . . .	-0-	-0-	-0-	387,375
School Funds . . . . .	-0-	-0-	-0-	176,570
<b>TOTAL STATE</b>	<u>\$ 16,224</u>	<u>\$220,115</u>	<u>\$ -0-</u>	<u>\$ 563,945</u>
<b>Federal Government:</b>				
School Funds . . . . .	\$ -0-	\$ -0-	\$ -0-	\$ 987,746
<b>TOTAL FEDERAL</b>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 987,746</u>
<b>TOTAL DUE</b>	<u>\$237,972</u>	<u>\$220,115</u>	<u>\$ -0-</u>	<u>\$1,804,878</u>

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 5: INTERFUND OBLIGATIONS

FUND	INTERFUND RECEIVABLE	INTERFUND PAYABLE
General . . . . .	\$4,542,702	\$ 269,995
Enterprise Funds . . . . .	23,524	2,622,041
School Fund . . . . .	-0-	1,689,335
Local Sales Tax Fund . . . . .	-0-	188,505
Community Development Fund . . . . .	-0-	42,821
Coal Road Improvement . . . . .	269,995	-0-
Public Service Authority . . . . .	-0-	23,524
<b>TOTALS</b>	<u><u>\$4,836,221</u></u>	<u><u>\$4,836,221</u></u>

NOTE 6: DUE TO OTHER GOVERNMENTAL UNITS

	<u>PRIMARY GOVERNMENT</u>	
	<u>SPECIAL REVENUE</u>	<u>FIDUCIARY</u>
Appalachia . . . . .	\$ 25,452	\$ 4,760
Big Stone Gap . . . . .	32,220	10,543
Coeburn . . . . .	26,500	5,879
Pound . . . . .	22,973	2,065
St. Paul . . . . .	22,783	2,112
Wise . . . . .	29,360	6,251
Norton . . . . .	31,362	-0-
Others . . . . .	-0-	3,294
<b>TOTALS</b>	<u><u>\$190,650</u></u>	<u><u>\$34,904</u></u>

NOTE 7: LONG-TERM DEBT

PRIMARY GOVERNMENT

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

GENERAL LONG-TERM DEBT

YEAR ENDING JUNE 30,	<u>GENERAL LONG-TERM FINANCING LOANS</u>		<u>ENTERPRISE FUNDS</u>	
	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2002	\$ 24,709	-0-	\$ 808,814	\$160,069
2003	-0-	-0-	882,601	118,655
2004	-0-	-0-	832,601	81,695
2005	-0-	-0-	872,601	42,250
2006	-0-	-0-	27,601	-0-
2007	-0-	-0-	27,601	-0-
2008	-0-	-0-	27,601	-0-
2009	-0-	-0-	27,601	-0-
2010	-0-	-0-	27,601	-0-
2011	-0-	-0-	27,601	-0-
2012	-0-	-0-	27,601	-0-
<b>TOTALS</b>	<u><u>\$ 24,709</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$3,589,824</u></u>	<u><u>\$402,669</u></u>

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 7 (Continued)

Changes in Long-term Debt:

The following is a summary of long-term obligations of the County for the year ended June 30, 2001:

	Amounts Payable at <u>July 1, 2000</u>	<u>Increases</u>	<u>Decreases</u>	Amounts Payable at <u>June 30, 2001</u>
General Long-Term Debt Account Group:				
General Long-Term Financing Loans	\$ 180,596	\$ -0-	\$ 155,887	\$ 24,709
Claims, Judgments and Compensated Absences Payable	<u>468,242</u>	<u>228,416</u>	<u>-0-</u>	<u>696,658</u>
	<u>\$ 648,838</u>	<u>\$ 228,416</u>	<u>\$ 155,887</u>	<u>\$ 721,367</u>
 Enterprise Fund:				
Revenue Bonds	<u>\$4,332,300</u>	<u>\$ -0-</u>	<u>\$ 742,476</u>	<u>\$3,589,824</u>
 TOTAL	<u>\$4,981,138</u>	<u>\$ 228,416</u>	<u>\$ 898,363</u>	<u>\$4,311,191</u>

AMOUNT  
OUTSTANDING

DETAILS OF LONG-TERM INDEBTEDNESS

General Long-Term Debt Account Group:

General Long-Term Financing:

\$145,419 Loan payable to First Commonwealth Bank issued August 15, 2001, due in eleven monthly installments of \$12,427.43; interest payable at 4.65% annually.

\$ 24,709

TOTAL GENERAL LONG-TERM FINANCING

\$ 24,709

TOTAL COMPENSATED ABSENCES

696,658

TOTAL GENERAL LONG-TERM OBLIGATION DEBT

\$ 721,367

ENTERPRISE FUND LOANS

Enterprise Fund:

Revenue Bond:

\$524,421 Virginia Resources Authority, Virginia Revolving Loan Fund issued April 8, 1991, due in semi-annual installments of \$13,801 through April 1, 2012, interest payable annually at 0%.

\$ 303,612

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 7 (Continued)

\$3,835,000 Virginia Resources Authority, Virginia Revolving Loan Fund issued March 29, 2000, due in annual installments through April 1, 2005, interest payable in semi-annual payments at a varying rate of 4.2% to 5.0%. \$ 3,155,000

General Long-Term Financing:

\$253,150 Caterpillar Financial Services Corporation issued September 24, 1997, due in monthly installments of \$3,658 and one installment of \$85,000 on October 24, 2002; interest payable at 6.00%. 131,212

TOTAL ENTERPRISE FUNDS LONG-TERM DEBT \$ 3,589,824

COMPONENT UNIT SCHOOL BOARD

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

GENERAL LONG-TERM DEBT

YEAR ENDING JUNE 30,	GENERAL OBLIGATION BONDS		STATE LITERARY FUND LOANS	
	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
	2002	\$ 55,000	\$ 33,370	\$ 889,605
2003	60,000	29,465	889,605	266,248
2004	55,000	25,205	889,605	246,502
2005	55,000	21,300	864,555	226,734
2006	50,000	17,395	864,555	207,647
2007	45,000	13,845	734,845	188,560
2008	55,000	10,838	685,000	173,365
2009	50,000	6,864	685,000	159,665
2010	45,000	3,251	685,000	145,965
2011	-0-	-0-	685,000	132,265
2012	-0-	-0-	685,000	118,565
2013	-0-	-0-	585,000	104,865
2014	-0-	-0-	585,000	93,165
2015	-0-	-0-	585,000	81,465
2016	-0-	-0-	585,000	69,765
2017	-0-	-0-	585,000	58,065
2018	-0-	-0-	585,000	46,365
2019	-0-	-0-	585,000	34,665
2020	-0-	-0-	585,000	22,965
2021	-0-	-0-	563,227	11,265
<b>TOTALS</b>	<u><u>\$ 470,000</u></u>	<u><u>\$161,533</u></u>	<u><u>\$13,800,997</u></u>	<u><u>\$2,674,349</u></u>

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 7 (Continued)

Changes in Long-Term Debt:

The following is a summary of long-term debt transactions of the County of Wise for the year ended June 30, 2001:

	<u>Amounts</u> <u>Payable at</u> <u>July 1, 2000</u>	<u>Increases</u>	<u>Decreases</u>	<u>Amounts</u> <u>Payable at</u> <u>June 30, 2001</u>
General Long-Term Debt				
Account Group:				
General Obligations				
Bonds	\$ 530,000	\$ -0-	\$ 60,000	\$ 470,000
State Literary Fund Loans	9,546,935	4,558,667	304,605	13,800,997
Claims, Judgments and Compensated Absences Payable	<u>1,412,954</u>	<u>-0-</u>	<u>366,883</u>	<u>1,046,071</u>
<b>TOTAL</b>	<u><u>\$11,489,889</u></u>	<u><u>\$4,558,667</u></u>	<u><u>\$ 731,488</u></u>	<u><u>\$15,317,068</u></u>

DETAILS OF LONG-TERM INDEBTEDNESS

General Long-Term Debt Account Group:

General Obligation Bonds:

\$1,000,000 School Bonds 1990A, issued March 8, 1990, maturing annually with principal installments of varying amounts and interest rates from 7% to 7.225%.	<u>\$ 470,000</u>
Total General Obligation Bonds	<u>\$ 470,000</u>

State Literary Fund Loans:

\$500,000 State Literary Fund loan issued October 15, 1973, due in annual installments of \$16,700 through 2003; interest payable annually at 3%.	\$ 50,100
\$250,000 State Literary Fund loan issued February 15, 1974, due in annual installments of \$8,350 through 2004; interest payable annually at 3%.	25,050
\$700,000 State Literary Fund loan issued December 15, 1976, due in annual installments of \$23,325 through 2007; interest payable annually at 3%.	139,950
\$2,000,000 State Literary Fund loan issued November 15, 1985, due in annual installments of \$100,000 through 2005; interest payable annually at 3%.	500,000

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 7 (Continued)

\$160,625 State Literary Fund loan issued February 15, 1986, due in annual installments of \$8,035 through 2006; interest payable annually at 3%.	40,175
\$433,447 State Literary Fund loan issued February 15, 1986, due in annual installments of \$21,675 for 1988 through 2006; interest payable annually at 3%.	108,375
\$298,255 State Literary Fund loan issued December 1, 1986, due in annual installments of \$14,920 through 2006; interest payable annually at 3%.	89,520
\$231,818 State Literary Fund loan issued December 1, 1986, due in annual installments of \$11,418 through 2006; interest payable annually at 3%.	69,600
\$2,000,000 State Literary Fund loan issued December 15, 1991, due in annual installments of \$100,000 through 2011; interest payable annually at 2%.	1,100,000
\$3,700,000 State Literary Fund loan issued March 01, 2001, due in annual installments of \$185,000 through 2021; interest payable at 2%.	3,700,000
\$2,978,227 State Literary Fund loan issued December 15, 2000, due in annual installments of \$150,000 through 2021; interest payable at 2%.	2,978,227
\$5,000,000 State Literary Fund loan issued March 15, 2001, due in annual installments of \$250,000 through 2021; interest payable at 2%.	<u>5,000,000</u>
TOTAL STATE LITERARY FUND LOANS	<u>\$13,800,997</u>
TOTAL COMPENSATED ABSENCES	<u>\$ 1,046,071</u>
TOTAL GENERAL LONG-TERM OBLIGATION DEBT	<u><u>\$15,317,068</u></u>

COMPONENT UNIT-WISE COUNTY PUBLIC SERVICE AUTHORITY

BONDS & NOTES OUTSTANDING

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

PERIOD ENDED <u>JUNE 30,</u>	LONG-TERM NOTES	
	<u>PRINCIPAL</u>	<u>INTEREST</u>
2002	\$ 38,068	75,406
2003	40,100	73,374
2004	42,241	71,233
2005	44,497	68,977
2006	46,875	66,599
2007	49,381	64,092

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 7 (Continued)

2008	52,024	61,450
2009	54,809	58,665
2010	57,745	55,729
2011	67,761	52,634
2012	46,926	49,025
2013	49,507	46,444
2014	51,977	43,720
2015	53,332	40,856
2016	56,279	37,909
2017	49,219	34,796
2018	43,778	32,017
2019	41,669	29,491
2020	44,562	26,598
2021	48,129	23,989
2022	37,766	21,178
2023	40,084	18,860
2024	42,546	16,398
2025	45,159	13,785
2026	47,933	11,011
2027	50,878	8,066
2028	25,436	4,252
2029	36,824	2,790
	<u>36,824</u>	<u>2,790</u>
TOTALS	\$1,305,505	\$1,109,344

Changes in Bonds & Notes Outstanding

The following is a summary of long-term debt transactions of the Authority for the year ended June 30, 2001:

Debt Payable at July 1, 2000	
as Previously Reported . . . . .	\$1,345,020
Retirements:	
Farmer's Home Administration Bond . . . . .	<u>39,515</u>
Bond/Loans Payable at June 30, 2001 . . . . .	\$1,305,505

Details of Changes in Bonds & Notes Outstanding

Farmers Home Administration Loans and Bonds:

	<u>Amount</u>
\$295,600 Farmers Home Administration bond issued January 31, 1973, with payments of \$17,523 due annually applied first to interest at 5% per annum then to principal through January 31, 2013.	\$ 139,076
\$30,000 Farmers Home Administration loans issued October 18, 1974, with payments of \$1,763 due annually, applied first to interest at 5% per annum then to principal through October 18, 2014.	16,375

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 7 (Continued)

\$390,800 Farmers Home Administration loans issued January 4, 1979, with payments of \$1,919 due monthly, applied first to interest at 5% per annum then to principal through January 4, 2019.	244,861
\$209,000 Farmers Home Administration bond issued April 20, 1983, with payments of \$1,018 due monthly, applied first to interest at 5% per annum then to principal through April 20, 2023.	151,555
\$411,100 Farmers Home Administration bond issued November 5, 1987, with interest payable only on the first and second anniversary dates and monthly payments of \$2,438 beginning December, 1989, applied first to principal at 6.5% through November 5, 2027.	350,217
\$457,200 Farmers Home Administration bond issued August 24, 1989, with payments of \$2,474 due monthly. The first 24 months will consist of interest only at 5.75% then payments will be applied to the principal through August 24, 2029.	<u>403,422</u>
TOTAL FARMERS HOME ADMINISTRATION BONDS	<u>1,305,506</u>
TOTAL BONDS & NOTES INDEBTEDNESS	<u><u>\$ 1,305,506</u></u>

NOTE 8: CLAIMS, JUDGMENTS AND COMPENSATED ABSENCES

In accordance with NCGA Statement 4 "Accounting and Financial Reporting Principles 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. No benefits or pay is received for unused sick leave upon termination. At June 30, 2001 the value of accrued vacation pay, for the primary government was \$696,658.

The Wise County School Board adopted on June 13, 1989 the Early Retirement Option Plan, making it possible for any full-time certified or professional of Wise County Schools who is covered by the Virginia Retirement System to retire early. Exercise of this option is subject to eligibility requirements. As of June 30, 2001, accrued liability under this plan amounted to \$937,735. The amount of accrued vacation pay for the School Board was \$108,336. The total value of these liabilities for the Component Unit - School Board was \$1,046,071.

The Wise County Public Service Authority employees earn vacation and sick leave at various rates. No benefits or pay is received for unused sick leave upon termination. At June 30, 2001 the value of accrued vacation pay was \$10,512.

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 9: DEFINED BENEFIT PENSION PLAN

A. Plan Description

The County of Wise, Virginia contributes to the Virginia Retirement System (VRS), an agent multiple-employer public employee retirement system that acts as a Company, investment and administrative agent for political subdivisions in the Commonwealth of Virginia.

All full-time, salaried permanent employees of participating employers must participate in the VRS. Benefits vest after five years of service. Employees are eligible for an unreduced retirement benefit at age 65 with 5 years of service, age 60 for participating law enforcement officers and firefighters and at age 50 with 30 years of service for participating employees (age 50 with 25 years for participating law enforcement officers and firefighters) payable monthly for life in an amount equal to 1.7 percent of their average final salary (AFS) for each year of credited service. An optional reduced retirement benefit is available to members of VRS as early as age 50 with 10 years of credited service. In addition, retirees qualify for annual cost-of-living increases beginning in their second year of retirement. AFS is defined as the highest consecutive 36 months of salary. Participating law enforcement officers and firefighters 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 obtained by writing the System 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% of their annual salary to the VRS. This 5% member contribution may be assumed by the employer. In addition, the County of Wise is required to contribute the remaining amounts necessary to fund its participation in the VRS using the actuarial basis specified by the Statute and approved by the VRS Board of Trustees. The County of Wise contribution rate for the fiscal year ended 2001 was 8.51% of annual covered payroll. Total employer and employee contributions made to the VRS statewide teacher pool for professional employees by Wise County School Board for fiscal year 2001, 2000 and 1999 amounted to \$3,235,227, \$3,566,878, and \$3,321,821, respectively, and represented, 12.54%, 14.04%, and 13.49%, respectively.

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 9 (Continued)

C. Annual Pension Cost

For 2001, County of Wise, including the Public Service Authority and the School Board's annual pension cost of \$647,584 and \$140,703, respectively, was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2000 actuarial valuation using the entry age normal actuarial cost method. This actuarial valuation uses the assumptions and methods that were adopted as a result of the 2000 Experience Study. In particular, it uses an assumed investment return rate of 8.00%; and assumed annual cost-of-living adjustment of 3.00%; salary increases that range between 4.25% and 6.10% depending on the member's service and classification (general employee or uniformed officer); and retirement, mortality, disability and termination rates that were also based on the 2000 Experience Study prepared for VRS. Liabilities were determined under the Entry Age Normal actuarial cost method.

THREE-YEAR TREND INFORMATION FOR COUNTY OF WISE, VIRGINIA

	<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
Wise County	June 30, 2000	\$647,584	100%	\$ -0-
	June 30, 1999	709,901	100%	-0-
	June 30, 1998	659,281	100%	-0-
Wise County Schools	June 30, 2000	\$140,803	100%	\$ -0-
	June 30, 1999	165,113	100%	-0-
	June 30, 1998	156,531	100%	-0-

NOTE 10: DEFERRED REVENUE

General Fund:

Deferred revenue represents amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Under the modified accrual basis of accounting, such amounts are measurable, but not available. Deferred revenue totaling \$1,297,166 is compromised of deferred property tax revenue representing uncollected tax billings not available for funding of current expenditures in the amount of \$671,333 and collection of 2001 taxes not due until October 15, 2001 in the amount of \$625,833.

NOTE 11: CONTINGENT LIABILITIES

Federal programs in which the County participates were audited in

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 11 (Continued)

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 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, any future disallowances of current grant program expenditures, if any, would be immaterial.

NOTE 12: LEGAL COMPLIANCE

The Primary Government appropriations exceeded expenditures in the amount of \$6,499,495.

NOTE 13: SURETY BONDS

Fidelity & Deposit Company Of Maryland - Surety	
Jack Kennedy, Clerk of the Circuit Court	\$ 25,000
Rita Holbrook, Treasurer	500,000
Delmar Wilson, Commissioner of the Revenue	3,000
Ronnie D. Oakes, Sheriff	30,000
All Constitutional Officer's Employees: Blanket Bond	50,000
 United States Fidelity and Guaranty Company Surety:	
Michael G. Basham, Superintendent of Schools	10,000
 Fidelity and Deposit Company of Maryland Surety:	
Judy Clawson , Clerk of the School Board Deputy	10,000
Clerk of the School Board	10,000
All School Board Employees: Blanket Bond	5,000
Director, Manpower Skill Center	111,000
Secretary/Bookkeeper, Manpower Skill Center	111,000
Director, Summer Youth Employment	100,000
Bookkeeper, Summer Youth Employment	100,000
All Social Services Employees: Blanket Bond	100,000
 Western Surety Company:	
Chairman of Board of Supervisors	2,500
 Continental Insurance Company:	
All County Employees: Blanket Bond	10,000

NOTE 14: LITIGATION

In regard to litigation involving the County of Wise, Virginia at June 30, 2001, the County's legal counsel informed us that there are four cases brought against the County and no material loss is expected. There is no unasserted claims or assessments against the County, and no other suits are pending.

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 15: SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Interest Paid - Proprietary Fund

Cash paid interest expense relating to debt for the year ended June 30, 2001 amounted to \$205,928.

The County considers all short-term investments with an original maturity date of three months or less to be cash equivalents.

NOTE 16: INTEREST PAID - WISE COUNTY PUBLIC SERVICE AUTHORITY

Cash paid interest expense relating to debt for the period ending June 30, 2001 amounted to \$ 74,498.

The Wise County Public Service Authority considers all short-term investments with an original maturity of three months or less to be cash equivalents.

The cash and cash equivalent at beginning of year on the statement of cash flows has been restated. The prior year balance did not include restricted funds.

NOTE 17: PROPRIETARY FIXED ASSETS

A summary of proprietary fund property, plant and equipment at June 30, 2001 follows:

	<u>VRA Landfill Enterprise</u>	<u>Ridgewiew Sewer Project Fund</u>	<u>Total</u>
Improvements Other Than Buildings	\$ 4,098,563	\$ 549,300	\$ 4,647,863
Equipment	613,150	-0-	613,150
Less: Accumulated Depreciation	<u>(990,937)</u>	<u>(123,593)</u>	<u>(1,114,530)</u>
NET	\$ 3,720,776	\$ 425,707	\$ 4,146,483
Construction in Progress	<u>2,443,285</u>	<u>-0-</u>	<u>2,443,285</u>
TOTAL	<u>\$ 6,164,061</u>	<u>\$ 425,707</u>	<u>\$ 6,589,768</u>

NOTE 18: GENERAL FIXED ASSETS

Primary Government:

A summary of general fixed assets for the primary government is as follows:

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 18 (Continued)

Land	\$14,677,000
Buildings	15,097,934
Vehicles	5,610,241
Equipment	<u>1,416,247</u>
<b>TOTAL</b>	<u><u>\$36,801,422</u></u>

Component Unit - School Board:

A summary of general fixed assets for the component unit school board is as follows:

Land & Buildings	\$114,705,529
Vehicles & Buses	4,173,547
Equipment	<u>9,286,761</u>

<b>TOTAL GENERAL FIXED ASSETS COMPONENT UNIT - SCHOOL BOARD</b>	<u><u>\$128,165,837</u></u>
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A summary of changes in general fixed assets is as follows:

Primary Government:

	Balance <u>July 1, 2000</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2001</u>
Land	\$14,677,000	\$ -0-	\$ -0-	\$14,677,000
Buildings	15,097,934	-0-	-0-	15,097,934
Vehicles	5,272,641	337,600	-0-	5,610,241
Equipment	<u>1,361,717</u>	<u>54,530</u>	-0-	<u>1,416,247</u>
<b>TOTAL</b>	<u><u>\$36,409,292</u></u>	<u><u>\$392,130</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$36,801,422</u></u>

Component Unit School Board:

	Balance <u>July 1, 2000</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2001</u>
Land & Buildings	\$103,027,302	\$11,678,227	\$ -0-	\$114,705,529
Vehicles & Buses	3,717,510	456,037	-0-	4,173,547
Equipment	9,154,834	131,927	-0-	9,286,761
Construction in Progress	<u>8,906,765</u>	<u>2,771,462</u>	<u>(11,678,227)</u>	<u>-0-</u>
<b>TOTAL</b>	<u><u>\$124,806,411</u></u>	<u><u>\$15,037,653</u></u>	<u><u>\$(11,678,227)</u></u>	<u><u>\$128,165,837</u></u>

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 18 (Continued)

COMPONENT UNIT - WISE COUNTY PUBLIC SERVICE AUTHORITY:

UTILITY PLANT AND EQUIPMENT IN SERVICE

Utility plant in service is stated at cost or estimated cost. Donated property is recorded at market value prevailing at date of donation. Depreciation on utility plant commences on the first day of the fiscal year following the date initially placed in service.

Depreciation for fixed assets have been provided over the following estimated useful lives using the straight-line method:

Water/Sewer System . . . . .	50 Years
Equipment . . . . .	5 - 10 Years

At June 30, 2001 utility plant in service consisted of the following:

	<u>TOTAL</u>
Land . . . . .	\$ 45,000
Construction in Progress . . . . .	1,672,594
Utility Plant . . . . .	16,189,776
Equipment . . . . .	370,964
Automobiles . . . . .	218,289
Office Furniture & Equipment . . . . .	56,088
Plant Building . . . . .	<u>28,041</u>
SUB-TOTAL PLANT & EQUIPMENT . . . . .	\$ 18,580,752
Less: Accumulated Depreciation . . . . .	<u>(4,365,179)</u>
 NET . . . . .	 <u><u>\$ 14,215,573</u></u>

Changes in utility plant and equipment as of June 30, 2001 are as follows:

	<u>Balance July 1, 2000</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2001</u>
Land	\$ 15,000	\$ 30,000	\$ -0-	\$ 45,000
Construction				
In Progress	189,488	1,483,106	-0-	1,672,594
Utility Plant	16,138,780	50,996	-0-	16,189,776
Equipment	355,015	15,949	-0-	370,964
Automobiles	218,289	-0-	-0-	218,289
Office Furniture & Equipment	44,613	11,475	-0-	56,088
Plant Building	<u>25,641</u>	<u>2,400</u>	<u>-0-</u>	<u>28,041</u>
	<u>\$16,986,826</u>	<u>\$1,593,926</u>	<u>\$ -0-</u>	<u>\$18,580,752</u>

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 19: FUND DEFICITS

The following funds had deficits in the amounts shown at June 30, 2001:

Community Development Fund

A deficit of \$42,821 is reflected in the Community Development Fund. A positive balance of \$5,100 is reflected in the Indian Creek Water Project Fund, thus resulting in a net deficit balance of \$37,721.

NOTE 20: LANDFILL CLOSURE COST LIABILITY

According to laws and regulations the County must perform closure and postclosure care to the Landfill as specified in Part V, Section 5.1.E of the Virginia Solid Waste Management Regulations (VR 672-20-10). The regulations require the County to close it's facility in a manner that minimizes the need for further maintenance and controls, minimizes or eliminates the post-closure escape of uncontrolled leachate, surface runoff, decomposition gas, migration or waste decomposition products to the groundwater, surface water or to the atmosphere. The regulations also requires that the County conduct postclosure care for ten years after the date of completing closure or for as long as leachate is generated, whichever is later.

The total estimated closure and postclosure care costs for the County's landfill operation is \$11,880,140. The accrued liability for these costs reported as of June 30, 2001 is based on the capacity of the landfill used to date. The landfill capacity used as of June 30, 2001 is approximately 28% and the remaining life of the landfill is approximately 28 years. The remaining costs to be accrued in the future is as follows:

Total Estimated Liability	\$ 11,880,140
Accrued Liability as of June 30, 2001	<u>3,246,118</u>
Total Closure and Postclosure Care	
Costs Remaining to be Recognized	<u><u>\$ 8,634,022</u></u>

It should be noted that the total estimated liability for the closure and postclosure care is only an estimate based on current projections. Uncontrollable factors such as inflation, changes in technology, and changes in applicable laws and regulations may affect these projections.

At this time the County complied with the regulations of the Virginia Financial Assurance Regulations for Solid Waste Facilities, 9 VAC 20-70-10 etseq. The regulation requires local government owners and operators to maintain a financial mechanism, or combination of mechanisms, demonstrating assurance for the closure, post-closure care, and, if applicable, corrective actions costs associated with their owned and operated solid waste facilities. The County has fulfilled the requirements as set forth in the financial ratio test mechanism.

COUNTY OF WISE, VIRGINIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2001

NOTE 20 (Continued)

The County has also established a reserved fund designated for the purpose of landfill closure. During the current year ending June 30, 2001, the County has deposited \$718,069 into this fund.

NOTE 21: ACCOUNTS RECEIVABLE

Proprietary Fund:

Riverview Sewer Project:

Total Accounts Receivable	\$ 10,030
Less: Allowance For Doubtful Accounts	<u>(5,972)</u>
 NET ACCOUNTS RECEIVABLE	 <u>\$ 4,058</u>

COMPONENT UNIT - WISE COUNTY PUBLIC SERVICE AUTHORITY

Accounts receivable for water and collection fees amount to the following:

	<u>AMOUNT</u>
Accounts Receivable	\$ 206,808
Less: Allowance for Doubtful Accounts	<u>(48,005)</u>
 NET ACCOUNTS RECEIVABLE	 <u>\$ 158,803</u>

NOTE 22: CONTRIBUTED CAPITAL

Contributions received from individuals or other governmental units which are used to defray a part of all of the cost of installing a portion of the utility plant are credited to contributions in aid of construction. The Authority amortizes contributions against depreciation of utility plants in service in the ratio that such related contributions bear to total utility plants in service.

Contributions in aid of construction at June 30, 2001 include non-refundable donations or contributions in cash, services, or property from corporations, individuals, and others for the construction and extension of water and sewer facilities as follows:

<u>SOURCE</u>	<u>AMOUNT</u>
Wise County Ind. Development Auth.	\$ 60,850
County of Wise	9,589,028
Town of Wise	38,427
State Department of Health	20,230
Federal Government	6,210,750
Developers	75,725
Others	<u>40,392</u>
SUB-TOTAL	\$16,035,402
 Less: Accumulated Amortization	 <u>3,748,575</u>
 NET	 <u>\$12,286,827</u>

COUNTY OF WISE, VIRGINIA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2001

NOTE 23: COMMITMENTS AND CONTINGENCIES - COMPONENT UNIT:  
WISE COUNTY PUBLIC SERVICE AUTHORITY

Federal programs in which the Wise County Public Service Authority participates were audited in accordance with the provisions of the U. S. Office of Management and Budget Circular A-133 and, Audits of State and Local Governments. Pursuant to these provisions all major programs and certain other programs were tested for compliance with applicable grant requirements. While no matter 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, any future disallowances of current grant program expenditures, if any, would be immaterial.

The Authority operates by providing water & sewer services to the general public financed through user charges. A significant reduction in the level of services provided, if this were to occur, may have an effect on the Authority's ability to continue operations.

NOTE 24: RESTRICTED CASH/DEBT RESERVE - COMPONENT UNIT:  
WISE COUNTY PUBLIC SERVICE AUTHORITY

In accordance with applicable subsections of Farmers Home Administration Loan Agreements, the Wise County Public Service Authority is required to transfer funds to the Reserve Account the yearly amount of repayment on all loans. In order to be in compliance with all loan agreements, the required balance of restricted cash is \$113,755. As of June 30, 2001, the Authority has a balance in the reserve account of \$114,466. The balance of customer deposits held by the Public Service Authority at June 30, 2001 is \$239,325. This amount is restricted and refunded to customers upon termination of their respective water hookup.

Total restricted cash held by the Wise County Public Service Authority at June 30, 2001 is as follows:

FmHA Reserve Account	\$114,466
Customer Deposit Account	257,817
Debt Service Account	68,292
Rural Development Account	102,492
Indian Creek Project Account	<u>43</u>
 TOTAL	 <u>\$543,110</u>

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

**COUNTY OF WISE, VIRGINIA**  
**SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
**AT JUNE 30, 2001**

<u>ASSETS</u>	<u>EMERGENCY NUMBERS FUND</u>	<u>LAW LIBRARY FUND</u>	<u>COAL ROAD IMPROVE- MENT FUND</u>
Cash	\$ 32,336	\$ 69,508	\$ 28,849
Investments	60,000	-0-	3,019,319
Mineral Taxes Receivable	-0-	-0-	327,833
Accounts Receivable	-0-	-0-	8,861
Due From Other Funds	-0-	-0-	269,995
Governmental Units	-0-	-0-	-0-
<b>TOTAL ASSETS</b>	<u>\$ 92,336</u>	<u>\$ 69,508</u>	<u>\$3,654,857</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Accounts Payable	\$ -0-	\$ -0-	\$ 162,533
Due To Other Funds	-0-	-0-	-0-
Governmental Units	-0-	-0-	190,650
<b>TOTAL LIABILITIES</b>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 353,183</u>
<b>FUND BALANCES:</b>			
Undesignated	\$ 92,336	\$ 69,508	\$3,301,674
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<u>\$ 92,336</u>	<u>\$ 69,508</u>	<u>\$3,654,857</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COMMUNITY DEVELOPMENT FUND	SHERIFF DRUG SEIZURE & FORFEITURE AND COMMISSION FUND	TOTALS
\$ 5,100	\$ 35,530	\$ 171,323
-0-	-0-	3,079,319
-0-	-0-	327,833
-0-	-0-	8,861
-0-	-0-	269,995
-0-	-0-	-0-
<u>\$ 5,100</u>	<u>\$ 35,530</u>	<u>\$ 3,857,331</u>
\$ -0-	\$ -0-	\$ 162,533
42,821	-0-	42,821
-0-	-0-	190,650
<u>\$ 42,821</u>	<u>\$ -0-</u>	<u>\$ 396,004</u>
<u>\$ (37,721)</u>	<u>\$ 35,530</u>	<u>\$ 3,461,327</u>
<u>\$ 5,100</u>	<u>\$ 35,530</u>	<u>\$ 3,857,331</u>

COUNTY OF WISE, VIRGINIA  
SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES &  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2001

	EMERGENCY NUMBERS FUND	LAW LIBRARY FUND	COAL ROAD IMPROVEMENT FUND
<b>REVENUES:</b>			
Other Local Taxes	\$ 243,118	\$ -0-	\$ 3,742,100
Revenues From Use of Money & Property	4,045	-0-	161,270
Charges for Services	-0-	14,390	-0-
Miscellaneous	-0-	-0-	-0-
Intergovernmental	-0-	-0-	-0-
<b>TOTAL REVENUES</b>	<u>\$ 247,163</u>	<u>\$ 14,390</u>	<u>\$ 3,903,370</u>
<b>EXPENDITURES:</b>			
General Government Admin.	\$ -0-	\$ -0-	\$ 200
Judicial Administration	-0-	7,591	-0-
Public Safety	222,647	-0-	-0-
Public Works	-0-	-0-	1,072,468
Education	-0-	-0-	-0-
Community Development	-0-	-0-	2,775,524
Non-Departmental	-0-	-0-	-0-
Debt Service:			
Principal Retirement	-0-	-0-	-0-
Interest & Fiscal Charges	-0-	-0-	-0-
<b>TOTAL EXPENDITURES</b>	<u>\$ 222,647</u>	<u>\$ 7,591</u>	<u>\$ 3,848,192</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>\$ 24,516</u>	<u>\$ 6,799</u>	<u>\$ 55,178</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Insurance Recoveries	\$ -0-	\$ -0-	\$ -0-
Operating Transfers In	-0-	9,547	-0-
Operating Transfers Out	-0-	(9,547)	-0-
<b>TOTAL OTHER FINANCING     SOURCES (USES)</b>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
<b>EXCESS (DEFICIENCY) OF REVE- NUES &amp; OTHER SOURCES OVER EXPENDITURES &amp; OTHER USES</b>	<u>\$ 24,516</u>	<u>\$ 6,799</u>	<u>\$ 55,178</u>
<b>FUND BALANCE AT THE BEGINNING OF YEAR</b>	<u>67,820</u>	<u>62,709</u>	<u>3,246,496</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 92,336</u>	<u>\$ 69,508</u>	<u>\$ 3,301,674</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COMMUNITY DEVELOPMENT FUND	DRUG SEIZURE & FORFEITURE, COMMISSION AND RAID FUND	TOTAL
\$ -0-	\$ -0-	\$ 3,985,218
-0-	-0-	165,315
-0-	83,677	98,067
-0-	4,180	4,180
1,148,254	658	1,148,912
<u>\$ 1,148,254</u>	<u>\$ 88,515</u>	<u>\$ 5,401,692</u>
\$ -0-	\$ -0-	\$ 200
-0-	-0-	7,591
-0-	120,000	342,647
-0-	-0-	1,072,468
-0-	-0-	-0-
1,143,254	-0-	3,918,778
-0-	-0-	-0-
-0-	-0-	-0-
-0-	-0-	-0-
<u>\$ 1,143,254</u>	<u>\$ 120,000</u>	<u>\$ 5,341,684</u>
<u>\$ 5,000</u>	<u>\$ (31,485)</u>	<u>\$ 60,008</u>
\$ -0-	\$ -0-	\$ -0-
100	-0-	9,647
-0-	-0-	(9,547)
<u>\$ 100</u>	<u>\$ -0-</u>	<u>\$ 100</u>
\$ 5,100	\$ (31,485)	\$ 60,108
<u>(42,821)</u>	<u>67,015</u>	<u>3,401,219</u>
<u>\$ (37,721)</u>	<u>\$ 35,530</u>	<u>\$ 3,461,327</u>

COUNTY OF WISE, VIRGINIA  
SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
& CHANGES IN FUND BALANCES - BUDGET & ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2001

	<u>EMERGENCY NUMBERS FUND</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES:</b>			
Other Local Taxes	\$ -0-	\$ 243,118	\$ 243,118
Revenues From Use Of Money & Property	-0-	4,045	4,045
Charges For Services	-0-	-0-	-0-
Miscellaneous	-0-	-0-	-0-
Intergovernmental	-0-	-0-	-0-
<b>TOTAL REVENUES</b>	<u>\$ -0-</u>	<u>\$ 247,163</u>	<u>\$ 247,163</u>
<b>EXPENDITURES:</b>			
General Government Admin.	\$ -0-	\$ -0-	\$ -0-
Judicial Administration	-0-	-0-	-0-
Public Safety	-0-	222,647	222,647
Public Works	-0-	-0-	-0-
Education	-0-	-0-	-0-
Community Development	-0-	-0-	-0-
Non-departmental	-0-	-0-	-0-
Debt Service:			
Principal Retirement	-0-	-0-	-0-
Interest & Fiscal Charges	-0-	-0-	-0-
<b>TOTAL EXPENDITURES</b>	<u>\$ -0-</u>	<u>\$ 222,647</u>	<u>\$ 222,647</u>
<b>EXCESS (DEFICIENCY) OF REV- ENUES OVER EXPENDITURES</b>	<u>\$ -0-</u>	<u>\$ 24,516</u>	<u>\$ 24,516</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Insurance Recoveries	\$ -0-	\$ -0-	\$ -0-
Operating Transfers In	-0-	-0-	-0-
Operating Transfers Out	-0-	-0-	-0-
<b>TOTAL OTHER FINANCING   SOURCES (USES)</b>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES &amp; OTHER SOURCES OVER EXPENDITURES &amp; OTHER USES</b>	<u>\$ -0-</u>	<u>\$ 24,516</u>	<u>\$ 24,516</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>-0-</u>	<u>67,820</u>	<u>67,820</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ -0-</u>	<u>\$ 92,336</u>	<u>\$ 92,336</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

<u>LAW LIBRARY FUND</u>			<u>COAL ROAD IMPROVEMENT FUND</u>		
<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -0-	\$ -0-	\$ -0-	\$ 3,100,000	\$ 3,742,100	\$ 642,100
-0-	-0-	-0-	-0-	161,270	161,270
-0-	14,390	14,390	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
<u>\$ -0-</u>	<u>\$ 14,390</u>	<u>\$ 14,390</u>	<u>\$ 3,100,000</u>	<u>\$ 3,903,370</u>	<u>\$ 803,370</u>
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 200	\$ (200)
8,000	7,591	409	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	1,123,750	1,072,468	51,282
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	1,976,250	2,775,524	(799,274)
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
<u>\$ 8,000</u>	<u>\$ 7,591</u>	<u>\$ 409</u>	<u>\$ 3,100,000</u>	<u>\$ 3,848,192</u>	<u>\$ (748,192)</u>
<u>\$ (8,000)</u>	<u>\$ 6,799</u>	<u>\$ 14,799</u>	<u>\$ -0-</u>	<u>\$ 55,178</u>	<u>\$ 55,178</u>
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
8,000	9,547	1,547	-0-	-0-	-0-
-0-	(9,547)	(9,547)	-0-	-0-	-0-
<u>\$ 8,000</u>	<u>\$ -0-</u>	<u>\$ (8,000)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
\$ -0-	\$ 6,799	\$ 6,799	\$ -0-	\$ 55,178	\$ 55,178
-0-	62,709	62,709	-0-	3,246,496	3,246,496
<u>\$ -0-</u>	<u>\$ 69,508</u>	<u>\$ 69,508</u>	<u>\$ -0-</u>	<u>\$ 3,301,674</u>	<u>\$ 3,301,674</u>

**COUNTY OF WISE, VIRGINIA**  
**SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**& CHANGES IN FUND BALANCES - BUDGET & ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2001**

	<u>COMMUNITY DEVELOPMENT FUND</u>		
			VARIANCE
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
<b>REVENUES:</b>			
Other Local Taxes	\$ -0-	\$ -0-	\$ -0-
Revenues From Use Of			
Money & Property	-0-	-0-	-0-
Charges For Services	-0-	-0-	-0-
Miscellaneous	-0-	-0-	-0-
Intergovernmental	<u>1,150,000</u>	<u>1,148,254</u>	<u>(1,746)</u>
<b>TOTAL REVENUES</b>	<u>\$ 1,150,000</u>	<u>\$ 1,148,254</u>	<u>\$ (1,746)</u>
<b>EXPENDITURES:</b>			
General Government	\$ -0-	\$ -0-	\$ -0-
Judicial Administration	-0-	-0-	-0-
Public Safety	-0-	-0-	-0-
Public Works	-0-	-0-	-0-
Education	-0-	-0-	-0-
Community Development	1,150,000	1,143,254	6,746
Non-departmental	-0-	-0-	-0-
Debt Service:			
Principal Retirement	-0-	-0-	-0-
Interest & Fiscal			
Charges	-0-	-0-	-0-
<b>TOTAL EXPENDITURES</b>	<u>\$ 1,150,000</u>	<u>\$ 1,143,254</u>	<u>\$ 6,746</u>
<b>EXCESS (DEFICIENCY) OF</b>			
<b>REVENUES OVER</b>			
<b>EXPENDITURES</b>	<u>\$ -0-</u>	<u>\$ 5,000</u>	<u>\$ 5,000</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Proceeds From Bonds	\$ -0-	\$ -0-	\$ -0-
Operating Transfers In	-0-	100	100
Operating Transfers Out	-0-	-0-	-0-
<b>TOTAL OTHER FINANCING</b>			
<b>SOURCES (USES)</b>	<u>\$ -0-</u>	<u>\$ 100</u>	<u>\$ 100</u>
<b>EXCESS (DEFICIENCY) OF</b>			
<b>REVENUES &amp; OTHER SOURCES</b>			
<b>OVER EXPENDITURES &amp;</b>			
<b>OTHER USES</b>	\$ -0-	\$ 5,100	\$ 5,100
<b>FUND BALANCE AT BEGINNING</b>			
<b>OF YEAR (As Restated)</b>	<u>-0-</u>	<u>(42,821)</u>	<u>(42,821)</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ -0-</u>	<u>\$ (37,721)</u>	<u>\$ (37,721)</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

DRUG SEIZURE & FORFEITURE FUND AND COMMISSIONS

<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -0-	\$ -0-	\$ -0-
-0-	-0-	-0-
-0-	83,677	83,677
-0-	4,180	4,180
-0-	658	658
<u>\$ -0-</u>	<u>\$ 88,515</u>	<u>\$ 88,515</u>
\$ -0-	\$ -0-	\$ -0-
-0-	-0-	-0-
-0-	120,000	(120,000)
-0-	-0-	-0-
-0-	-0-	-0-
-0-	-0-	-0-
-0-	-0-	-0-
-0-	-0-	-0-
<u>\$ -0-</u>	<u>\$ 120,000</u>	<u>\$ (120,000)</u>
<u>\$ -0-</u>	<u>\$ (31,485)</u>	<u>\$ (31,485)</u>
\$ -0-	\$ -0-	\$ -0-
-0-	-0-	-0-
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
\$ -0-	\$ (31,485)	\$ (31,485)
-0-	67,015	67,015
<u>\$ -0-</u>	<u>\$ 35,530</u>	<u>\$ 35,530</u>

COUNTY OF WISE, VIRGINIA  
SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
& CHANGES IN FUND BALANCES - BUDGET & ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT A-3  
PAGE 3

	<u>BUDGET</u>	<u>TOTALS</u> <u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
<b>REVENUES:</b>			
Other Local Taxes	\$ 3,100,000	\$ 3,985,218	\$ 885,218
Revenues From Use Of			
Money & Property	-0-	165,315	165,315
Charges For Services	-0-	98,067	98,067
Miscellaneous	-0-	4,180	4,180
Intergovernmental	1,150,000	1,148,912	(1,088)
<b>TOTAL REVENUES</b>	<u>\$ 4,250,000</u>	<u>\$ 5,401,692</u>	<u>\$ 1,151,692</u>
<b>EXPENDITURES:</b>			
General Government Admin.	\$ -0-	\$ 200	\$ (200)
Judicial Administration	8,000	7,591	409
Public Safety	-0-	342,647	(342,647)
Public Works	1,123,750	1,072,468	51,282
Education	-0-	-0-	-0-
Community Development	3,126,250	3,918,778	(792,528)
Non-departmental	-0-	-0-	-0-
Debt Service:			
Principal Retirement	-0-	-0-	-0-
Interest & Fiscal Charges	-0-	-0-	-0-
<b>TOTAL EXPENDITURES</b>	<u>\$ 4,258,000</u>	<u>\$ 5,341,684</u>	<u>\$ (1,083,684)</u>
<b>EXCESS (DEFICIENCY) OF REV- ENUES OVER EXPENDITURES</b>	<u>\$ (8,000)</u>	<u>\$ 60,008</u>	<u>\$ 68,008</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Insurance Recoveries	\$ -0-	\$ -0-	\$ -0-
Operating Transfers In	8,000	9,647	1,647
Operating Transfers Out	-0-	(9,547)	(9,547)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>\$ 8,000</u>	<u>\$ 100</u>	<u>\$ (7,900)</u>
<b>EXCESS (DEFICIENCY) OF REV- ENUES &amp; OTHER SOURCES OVER EXPENDITURES &amp; OTHER USES</b>	<u>\$ -0-</u>	<u>\$ 60,108</u>	<u>\$ 60,108</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>-0-</u>	<u>3,401,219</u>	<u>3,401,219</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ -0-</u>	<u>\$ 3,461,327</u>	<u>\$ 3,461,327</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

### ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

COUNTY OF WISE, VIRGINIA  
ENTERPRISE FUNDS  
COMBINING BALANCE SHEET  
AT JUNE 30, 2001

EXHIBIT B-1

<u>ASSETS</u>	RIVERVIEW SEWER PROJECT FUND	VRA LANDFILL ENTERPRISE FUND	<u>TOTAL</u>
Cash	\$ -0-	\$ 22,283	\$ 22,283
Investments	-0-	725,218	725,218
Reserved Escrow Deposit	13,500	-0-	13,500
Sinking Fund Deposits	-0-	718,069	718,069
Bond Issuance Costs (Net)	-0-	67,054	67,054
Receivables:			
Accounts (Net of Allowance For Uncollectibles)	4,058	201,919	205,977
Due From Other Funds	23,524	-0-	23,524
General Fixed Assets	<u>425,707</u>	<u>6,164,061</u>	<u>6,589,768</u>
 <b>TOTAL ASSETS</b>	 <b><u>\$ 466,789</u></b>	 <b><u>\$ 7,898,604</u></b>	 <b><u>\$ 8,365,393</u></b>
 <u>LIABILITIES</u>			
Accounts Payable	\$ -0-	\$ 29,642	\$ 29,642
Due to Other Funds	144,112	2,477,929	2,622,041
Revenue Bonds Payable	303,612	3,155,000	3,458,612
General Obligations Payable	-0-	131,212	131,212
Accrued Landfill Closure Costs	<u>-0-</u>	<u>3,246,118</u>	<u>3,246,118</u>
 <b>TOTAL LIABILITIES</b>	 <b><u>\$ 447,724</u></b>	 <b><u>\$ 9,039,901</u></b>	 <b><u>\$ 9,487,625</u></b>
 <u>FUND EQUITY</u>			
Contributed Capital-General Fund	\$ -0-	\$ 2,528,248	\$ 2,528,248
Retained Earnings:			
Reserved	\$ 13,500	\$ 718,069	\$ 731,569
Unreserved	5,565	(4,387,614)	(4,382,049)
Total Retained Earnings	<u>\$ 19,065</u>	<u>\$(3,669,545)</u>	<u>\$(3,650,480)</u>
 <b>TOTAL FUND EQUITY</b>	 <b><u>\$ 19,065</u></b>	 <b><u>\$(1,141,297)</u></b>	 <b><u>\$(1,122,232)</u></b>
 <b>TOTAL LIABILITIES AND RETAINED EARNINGS</b>	 <b><u>\$ 466,789</u></b>	 <b><u>\$ 7,898,604</u></b>	 <b><u>\$ 8,365,393</u></b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COUNTY OF WISE, VIRGINIA  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
& CHANGES IN RETAINED EARNINGS  
FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT B-2

	RIVERVIEW SEWER PROJECT FUND	VRA LANDFILL ENTERPRISE FUND	TOTAL
<b>OPERATING REVENUES:</b>			
Landfill Usage Fees	\$ -0-	\$ 511,231	\$ 511,231
Tipping Fees	-0-	25,726	25,726
Sewer Rents	38,390	-0-	38,390
Other Revenue	-0-	14,640	14,640
<b>TOTAL REVENUE</b>	<u>\$ 38,390</u>	<u>\$ 551,597</u>	<u>\$ 589,987</u>
<b>OPERATING EXPENSES:</b>			
Sewer Processing	\$ 11,477	\$ -0-	\$ 11,477
Operation Expense	3,982	581,375	585,357
Landfill Closure Expense	-0-	345,411	345,411
Depreciation & Amortization	13,733	178,193	191,926
<b>TOTAL OPERATING EXPENSES</b>	<u>29,192</u>	<u>1,104,979</u>	<u>1,134,171</u>
<b>NET OPERATING INCOME (LOSS)</b>	<u>\$ 9,198</u>	<u>\$ (553,382)</u>	<u>\$ (544,184)</u>
<b>OTHER REVENUE (EXPENSES):</b>			
Interest Dividend Revenue	\$ -0-	\$ 118,593	\$ 118,593
Interest Expense	-0-	(205,928)	(205,928)
<b>TOTAL OTHER INCOME (EXPENSE)</b>	<u>-0-</u>	<u>(87,335)</u>	<u>(87,335)</u>
<b>NET INCOME (LOSS)</b>	<u>\$ 9,198</u>	<u>\$ (640,717)</u>	<u>\$ (631,519)</u>
<b>RETAINED EARNINGS AT BEGINNING OF YEAR (AS RESTATED)</b>	<u>9,867</u>	<u>(3,028,828)</u>	<u>(3,018,961)</u>
<b>RETAINED EARNINGS AT END OF YEAR</b>	<u>\$ 19,065</u>	<u>\$ (3,669,545)</u>	<u>\$ (3,650,480)</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COUNTY OF WISE, VIRGINIA  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT B-3  
PAGE 1

	RIVERVIEW SEWER PROJECT FUND	VRA LANDFILL ENTERPRISE FUND	TOTAL
<b>Cash Flow From Operating Activities:</b>			
Cash Received From Customers	\$ 38,983	\$ 564,631	\$ 603,614
Cash Payments to Suppliers for Goods & Services	<u>(15,459)</u>	<u>(551,733)</u>	<u>(567,192)</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>\$ 23,524</u>	<u>\$ 12,898</u>	<u>\$ 36,422</u>
<b>Cash Flow From Noncapital Financing Activities:</b>			
Operating Transfers From Other Funds	\$ 27,601	\$ 292,522	\$ 320,123
Increase in Due From Other Funds	<u>(23,524)</u>	<u>-0-</u>	<u>(23,524)</u>
<b>NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES</b>	<u>\$ 4,077</u>	<u>\$ 292,522</u>	<u>\$ 296,599</u>
<b>Cash Flows From Capital &amp; Related Financing Activities:</b>			
Principal Paid on Bond Maturities	\$(27,601)	\$ (680,000)	\$ (707,601)
Interest Paid on Debt Obligations	-0-	(205,928)	(205,928)
Principal Paid on General Obligation Loans	<u>\$ -0-</u>	<u>(34,875)</u>	<u>(34,875)</u>
<b>NET CASH USED FOR CAPITAL &amp; RELATED FINANCING ACTIVITIES</b>	<u>\$(27,601)</u>	<u>\$ (920,803)</u>	<u>\$ (948,404)</u>
<b>Cash Flows From Investing Activities:</b>			
Interest Revenue Earned on Investments	\$ -0-	118,593	118,593
Increase in Construction in Progress	-0-	(351,655)	(351,655)
Sinking Fund Deposits	-0-	(189,866)	(189,866)
Sale of Investments	-0-	1,195,629	1,195,629
Purchase of Equipment	<u>\$ -0-</u>	<u>(150,000)</u>	<u>(150,000)</u>
<b>NET CASH PROVIDED FROM INVESTING ACTIVITIES</b>	<u>\$ -0-</u>	<u>\$ 622,701</u>	<u>\$ 622,701</u>
<b>NET INCREASE (DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>	<u>\$ -0-</u>	<u>\$ 7,318</u>	<u>\$ 7,318</u>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>-0-</u>	<u>14,965</u>	<u>14,965</u>
<b>CASH &amp; CASH EQUIVALENTS AT END OF YEAR</b>	<u><u>\$ -0-</u></u>	<u><u>\$ 22,283</u></u>	<u><u>\$ 22,283</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COUNTY OF WISE, VIRGINIA  
 COMBINING STATEMENT OF CASH FLOWS -  
 ENTERPRISE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT B-3  
 PAGE 2

	<u>RIVERVIEW SEWER PROJECT FUND</u>	<u>VRA LANDFILL ENTERPRISE FUND</u>	<u>TOTAL</u>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>			
Operating Income	\$ 9,198	\$ (553,382)	\$ (544,184)
<b>Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:</b>			
Depreciation	\$ 13,733	\$ 178,193	\$ 191,926
(Increase) Decrease in Accounts Receivable	593	13,034	13,627
Increase (Decrease) in Closure Cost Liability	-0-	345,411	345,411
Increase (Decrease) in Accounts Payable	<u>-0-</u>	<u>29,642</u>	<u>29,642</u>
<b>TOTAL ADJUSTMENTS</b>	<u>\$ 14,326</u>	<u>\$ 566,280</u>	<u>\$ 580,606</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>\$ 23,524</u>	<u>\$ 12,898</u>	<u>\$ 36,422</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.



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FIDUCIARY FUNDS

Fiduciary Funds are trust and agency funds used to account for assets held by the government in a trustee capacity and as an agent for individuals, private organizations, other governments and/or other funds.

COUNTY OF WISE, VIRGINIA  
 FIDUCIARY FUNDS  
 COMBINING BALANCE SHEET  
 AT JUNE 30, 2001

EXHIBIT C-1

<u>ASSETS</u>	<u>SPECIAL WELFARE FUND</u>	<u>LOCAL SALES TAX FUND</u>	<u>LONESOME PINE YOUTH SERVICES FUND</u>	<u>TOTALS</u>
Cash	\$ 80,785	\$ -0-	\$ 3,294	\$ 84,079
Due From Other Governmental Units	-0-	220,115	-0-	220,115
<b>TOTAL ASSETS</b>	<u>\$ 80,785</u>	<u>\$ 220,115</u>	<u>\$ 3,294</u>	<u>\$ 304,194</u>
 <u>LIABILITIES &amp; FUND BALANCE</u>				
<b>LIABILITIES:</b>				
Due To:				
Social Service Clients	\$ 80,785	\$ -0-	\$ -0-	\$ 80,785
Governmental Units	-0-	31,610	3,294	34,904
Due To Other Funds	-0-	188,505	-0-	188,505
<b>TOTAL LIABILITIES</b>	<u>\$ 80,785</u>	<u>\$ 220,115</u>	<u>\$ 3,294</u>	<u>\$ 304,194</u>
 <b>FUND BALANCE:</b>				
Unrestricted	\$ -0-	\$ -0-	\$ -0-	\$ -0-
<b>TOTAL LIABILITIES &amp; FUND BALANCE</b>	<u>\$ 80,785</u>	<u>\$ 220,115</u>	<u>\$ 3,294</u>	<u>\$ 304,194</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COUNTY OF WISE, VIRGINIA  
 FIDUCIARY FUNDS  
 COMBINING STATEMENT OF CHANGES IN ASSETS  
 & LIABILITIES - AGENCY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT C-2

	BALANCE JULY 1, 2000	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2001
<u>ASSETS</u>				
Cash	\$ 63,063	\$ 521,220	\$ 500,204	\$ 84,079
Due From Other Government Units	<u>213,790</u>	<u>220,115</u>	<u>213,790</u>	<u>220,115</u>
<b>TOTAL ASSETS</b>	<u>\$276,853</u>	<u>\$ 741,335</u>	<u>\$ 713,994</u>	<u>\$304,194</u>
<u>LIABILITIES</u>				
Due To Localities & Government Units	\$ 31,468	\$ 359,215	\$ 355,779	\$ 34,904
Due To Other Funds	183,088	188,505	183,088	188,505
Due To Social Services	<u>62,297</u>	<u>193,615</u>	<u>175,127</u>	<u>80,785</u>
<b>TOTAL LIABILITIES</b>	<u>\$276,853</u>	<u>\$ 741,335</u>	<u>\$ 713,994</u>	<u>\$304,194</u>

These receipts and disbursements are recorded on a cash basis.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.



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DISCRETE COMPONENT UNIT SCHOOL BOARD

COUNTY OF WISE, VIRGINIA  
 COMBINING BALANCE SHEET  
 DISCRETELY PRESENTED COMPONENT UNIT SCHOOL BOARD  
 AT JUNE 30, 2001

GOVERNMENTAL FUNDS

<u>ASSETS</u>	<u>SCHOOL OPERATING FUND</u>	<u>SCHOOL CAFETERIA FUND</u>	<u>TEXTBOOK RENTAL FUND</u>
Cash	\$ 103,997	\$ 5,810	\$ 30,327
Petty Cash	200	-0-	-0-
Investments	-0-	513,077	320,056
Accounts Receivable	33,808	-0-	-0-
Due From Other			
Governmental Units	1,804,878	-0-	-0-
Fixed Assets (Net of Accumulated Depreciation	-0-	-0-	-0-
Amount to Be Provided For the Retirement of General Long-Term Obligations	-0-	-0-	-0-
<b>TOTAL ASSETS</b>	<u><u>\$1,942,883</u></u>	<u><u>\$ 518,887</u></u>	<u><u>\$ 350,383</u></u>
 <u>LIABILITIES</u>			
Accounts Payable	\$ 253,348	\$ 10,452	\$ -0-
Due To Other Funds	1,689,335	-0-	-0-
Claims, Judgments & Compensated Absences	-0-	-0-	-0-
State Literary Fund Loans	-0-	-0-	-0-
General Obligation Bonds	-0-	-0-	-0-
<b>TOTAL LIABILITIES</b>	<u><u>\$1,942,683</u></u>	<u><u>\$ 10,452</u></u>	<u><u>\$ -0-</u></u>
 <u>FUND EQUITY</u>			
Investment in General Fixed Assets	\$ -0-	\$ -0-	\$ -0-
<b>FUND BALANCES:</b>			
Undesignated	<u>200</u>	<u>508,435</u>	<u>350,383</u>
<b>TOTAL FUND EQUITY</b>	<u><u>\$ 200</u></u>	<u><u>\$ 508,435</u></u>	<u><u>\$ 350,383</u></u>
<b>TOTAL LIABILITIES &amp; FUND EQUITY</b>	<u><u>\$1,942,883</u></u>	<u><u>\$ 518,887</u></u>	<u><u>\$ 350,383</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

CAPITAL PROJECTS FUND	ACCOUNT GROUPS		TOTALS
	GENERAL LONG-TERM OBLIGATION	GENERAL FIXED ASSETS	
\$ 173,132	\$ -0-	\$ -0-	\$ 313,266
-0-	-0-	-0-	200
1,446,399	-0-	-0-	2,279,532
-0-	-0-	-0-	33,808
-0-	-0-	-0-	1,804,878
-0-	-0-	128,165,837	128,165,837
-0-	15,317,068	-0-	15,317,068
<u>\$ 1,619,531</u>	<u>\$15,317,068</u>	<u>\$128,165,837</u>	<u>\$147,914,589</u>
\$ -0-	\$ -0-	\$ -0-	\$ 263,800
-0-	-0-	-0-	1,689,335
-0-	1,046,071	-0-	1,046,071
-0-	13,800,997	-0-	13,800,997
-0-	470,000	-0-	470,000
<u>\$ -0-</u>	<u>\$15,317,068</u>	<u>\$ -0-</u>	<u>\$ 17,270,203</u>
\$ -0-	\$ -0-	\$128,165,837	\$128,165,837
1,619,531	-0-	-0-	2,478,549
<u>\$ 1,619,531</u>	<u>\$ -0-</u>	<u>\$128,165,837</u>	<u>\$130,644,386</u>
<u>\$ 1,619,531</u>	<u>\$15,317,068</u>	<u>\$128,165,837</u>	<u>\$147,914,589</u>

COUNTY OF WISE, VIRGINIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 & CHANGES IN FUND BALANCES  
 DISCRETELY PRESENTED COMPONENT UNIT - SCHOOL BOARD  
 FOR THE YEAR ENDED JUNE 30, 2001

GOVERNMENTAL FUNDS

	<u>SCHOOL OPERATING FUND</u>	<u>SCHOOL CAFETERIA FUND</u>	<u>TEXTBOOK RENTAL FUND</u>
<b>REVENUES:</b>			
Revenues From Use Of			
Money & Property	\$ 18,893	\$ 24,627	\$ 10,886
Charges For Services	78,286	828,004	-0-
Miscellaneous	184,044	-0-	-0-
Recovered Costs	236,889	-0-	-0-
Intergovernmental	36,070,292	1,163,819	328,749
TOTAL REVENUES	<u>\$ 36,588,404</u>	<u>\$2,016,450</u>	<u>\$ 339,635</u>
<b>EXPENDITURES:</b>			
General Government			
Administration	\$ -0-	\$ -0-	\$ -0-
Judicial Administration	-0-	-0-	-0-
Public Works	-0-	-0-	-0-
Education	47,372,296	1,968,636	186,009
Community Development	-0-	-0-	-0-
Non-departmental	-0-	-0-	-0-
Capital Outlay	-0-	-0-	-0-
Debt Service:			
Principal Retirement	364,605	-0-	-0-
Interest & Fiscal Charges	269,456	-0-	-0-
TOTAL EXPENDITURES	<u>\$ 48,006,357</u>	<u>\$1,968,636</u>	<u>\$ 186,009</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u><b>\$(11,417,953)</b></u>	<u><b>\$ 47,814</b></u>	<u><b>\$ 153,626</b></u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Operating Transfers In	\$ 11,982,978	\$ 12,140	\$ -0-
Operating Transfers Out	<u>(565,025)</u>	<u>-0-</u>	<u>-0-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u><b>\$ 11,417,953</b></u>	<u><b>\$ 12,140</b></u>	<u><b>\$ -0-</b></u>
<b>EXCESS (DEFICIENCY) OF REVENUES &amp; OTHER SOURCES OVER EXPENDITURES &amp; OTHER USES</b>	<b>\$ -0-</b>	<b>\$ 59,954</b>	<b>\$ 153,626</b>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u><b>200</b></u>	<u><b>448,481</b></u>	<u><b>196,757</b></u>
<b>FUND BALANCE AT END OF YEAR</b>	<u><u><b>\$ 200</b></u></u>	<u><u><b>\$ 508,435</b></u></u>	<u><u><b>\$ 350,383</b></u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

<u>CAPITAL PROJECTS FUND</u>	<u>TOTALS</u>
\$ 3,981	\$ 58,387
-0-	906,290
-0-	184,044
-0-	236,889
<u>5,372,188</u>	<u>42,935,048</u>
<u>\$ 5,376,169</u>	<u>\$ 44,320,658</u>
\$ -0-	\$ -0-
-0-	-0-
-0-	-0-
-0-	49,526,941
-0-	-0-
-0-	-0-
5,267,999	5,267,999
-0-	364,605
-0-	<u>269,456</u>
<u>\$ 5,267,999</u>	<u>\$ 55,429,001</u>
<u>\$ 108,170</u>	<u>\$ (11,108,343)</u>
\$ 552,885	\$ 12,548,003
<u>-0-</u>	<u>(565,025)</u>
<u>\$ 552,885</u>	<u>\$ 11,982,978</u>
\$ 661,055	\$ 874,635
<u>958,476</u>	<u>1,603,914</u>
<u>\$ 1,619,531</u>	<u>\$ 2,478,549</u>

COUNTY OF WISE, VIRGINIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 & CHANGES IN FUND BALANCES - BUDGET & ACTUAL  
 DISCRETELY PRESENTED COMPONENT UNIT - SCHOOL BOARD  
 FOR THE YEAR ENDED JUNE 30, 2001

	<u>SCHOOL OPERATING FUND</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES:</b>			
Revenue From Use of			
Money & Property	\$ 21,800	\$ 18,893	\$ (2,907)
Charges For Services	23,000	78,286	55,286
Miscellaneous	1,318,200	184,044	(1,134,156)
Recovered Costs	189,900	236,889	46,989
Intergovernmental	<u>36,717,900</u>	<u>36,070,292</u>	<u>(647,608)</u>
<b>TOTAL REVENUES</b>	<b><u>\$ 38,270,800</u></b>	<b><u>\$ 36,588,404</u></b>	<b><u>\$ (1,682,396)</u></b>
<b>EXPENDITURES:</b>			
General Government Admin.	\$ -0-	\$ -0-	\$ -0-
Judicial Administration	-0-	-0-	-0-
Public Works	-0-	-0-	-0-
Education	49,507,900	47,372,296	2,135,604
Community Development	-0-	-0-	-0-
Non-Departmental	-0-	-0-	-0-
Capital Outlays	-0-	-0-	-0-
Debt Service:			
Principal Retirement	364,700	364,605	95
Interest & Fiscal Charges	<u>273,100</u>	<u>269,456</u>	<u>3,644</u>
<b>TOTAL EXPENDITURES</b>	<b><u>\$ 50,145,700</u></b>	<b><u>\$ 48,006,357</u></b>	<b><u>\$ 2,139,343</u></b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b><u>\$(11,874,900)</u></b>	<b><u>\$(11,417,953)</u></b>	<b><u>\$ 456,947</u></b>
<b>OTHER FINANCING SOURCES (USES):</b>			
Operating Transfers In	\$ 11,952,000	\$ 11,982,978	\$ 30,978
Operating Transfers Out	<u>(77,100)</u>	<u>(565,025)</u>	<u>(487,925)</u>
<b>TOTAL OTHER FINANCING     SOURCES (USES)</b>	<b><u>\$ 11,874,900</u></b>	<b><u>\$ 11,417,953</u></b>	<b><u>\$ (456,947)</u></b>
<b>EXCESS (DEFICIENCY) OF REVENUES &amp; OTHER SOURCES OVER EXPENDITURES &amp; OTHER USES</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>
<b>FUND BALANCE AT BEGINNING OF YEAR (As Restated)</b>	<b><u>-0-</u></b>	<b><u>200</u></b>	<b><u>200</u></b>
<b>FUND BALANCE AT END OF YEAR</b>	<b><u>\$ -0-</u></b>	<b><u>\$ 200</u></b>	<b><u>\$ 200</u></b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

<u>SCHOOL CAFETERIA FUND</u>			<u>TEXTBOOK RENTAL FUND</u>		
<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE</u>
\$ 15,000	\$ 24,627	\$ 9,627	\$ 14,000	\$ 10,886	\$ (3,114)
784,100	828,004	43,904	-0-	-0-	-0-
-0-	-0-	-0-	165,100	-0-	(165,100)
-0-	-0-	-0-	-0-	-0-	-0-
<u>1,095,700</u>	<u>1,163,819</u>	<u>68,119</u>	<u>328,100</u>	<u>328,749</u>	<u>649</u>
<u>\$1,894,800</u>	<u>\$2,016,450</u>	<u>\$ 121,650</u>	<u>\$507,200</u>	<u>\$ 339,635</u>	<u>\$ (167,565)</u>
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
<u>1,971,900</u>	<u>1,968,636</u>	<u>3,264</u>	<u>507,200</u>	<u>186,009</u>	<u>321,191</u>
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$1,971,900</u>	<u>\$1,968,636</u>	<u>\$ 3,264</u>	<u>\$507,200</u>	<u>\$ 186,009</u>	<u>\$ 321,191</u>
\$ (77,100)	\$ 47,814	\$ 124,914	\$ -0-	\$ 153,626	\$ 153,626
\$ 77,100	\$ 12,140	\$ (64,960)	\$ -0-	\$ -0-	\$ -0-
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>\$ 77,100</u>	<u>\$ 12,140</u>	<u>\$ (64,960)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
\$ -0-	\$ 59,954	\$ 59,954	\$ -0-	\$ 153,626	\$ 153,626
-0-	448,481	448,481	-0-	196,757	196,757
<u>-0-</u>	<u>448,481</u>	<u>448,481</u>	<u>-0-</u>	<u>196,757</u>	<u>196,757</u>
<u>\$ -0-</u>	<u>\$ 508,435</u>	<u>\$ 508,435</u>	<u>\$ -0-</u>	<u>\$ 350,383</u>	<u>\$ 350,383</u>

COUNTY OF WISE, VIRGINIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 & CHANGES IN FUND BALANCES - BUDGET & ACTUAL  
 DISCRETELY PRESENTED COMPONENT UNIT - SCHOOL BOARD  
 FOR THE YEAR ENDED JUNE 30, 2001

	<u>SCHOOL CAPITAL PROJECTS FUND</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES:</b>			
Revenue From Use of Money & Property	\$ 2,200,700	\$ 3,981	\$(2,196,719)
Charges For Services	-0-	-0-	-0-
Miscellaneous	-0-	-0-	-0-
Recovered Costs	-0-	-0-	-0-
Intergovernmental	4,741,000	5,372,188	631,188
<b>TOTAL REVENUES</b>	<u>\$ 6,941,700</u>	<u>\$ 5,376,169</u>	<u>\$(1,565,531)</u>
<b>EXPENDITURES:</b>			
General Government Admin.	\$ -0-	\$ -0-	\$ -0-
Judicial Administration	-0-	-0-	-0-
Public Works	-0-	-0-	-0-
Education	-0-	-0-	-0-
Community Development	-0-	-0-	-0-
Non-Departmental	-0-	-0-	-0-
Capital Outlays	6,941,700	5,267,999	1,673,701
Debt Service:			
Principal Retirement	-0-	-0-	-0-
Interest & Fiscal Charges	-0-	-0-	-0-
<b>TOTAL EXPENDITURES</b>	<u>\$ 6,941,700</u>	<u>\$ 5,267,999</u>	<u>\$ 1,673,701</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>\$ -0-</u>	<u>\$ 108,170</u>	<u>\$ 108,170</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Operating Transfers In	\$ -0-	\$ 552,885	\$ 552,885
Operating Transfers Out	-0-	-0-	-0-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>\$ -0-</u>	<u>\$ 552,885</u>	<u>\$ 552,885</u>
<b>EXCESS (DEFICIENCY) OF REVENUES &amp; OTHER SOURCES OVER EXPENDITURES &amp; OTHER USES</b>	<u>\$ -0-</u>	<u>\$ 661,055</u>	<u>\$ 661,055</u>
<b>FUND BALANCE AT BEGINNING OF YEAR (As Restated)</b>	<u>-0-</u>	<u>958,476</u>	<u>958,476</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ -0-</u>	<u>\$ 1,619,531</u>	<u>\$ 1,619,531</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

<u>TOTALS</u>		
<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ 2,251,500	\$ 58,387	\$ (2,193,113)
807,100	906,290	99,190
1,483,300	184,044	(1,299,256)
189,900	236,889	46,989
<u>42,882,700</u>	<u>42,935,048</u>	<u>52,348</u>
<u>\$ 47,614,500</u>	<u>\$ 44,320,658</u>	<u>\$ (3,293,842)</u>
\$ -0-	\$ -0-	\$ -0-
-0-	-0-	-0-
-0-	-0-	-0-
51,987,000	49,526,941	2,460,059
-0-	-0-	-0-
-0-	-0-	-0-
6,941,700	5,267,999	1,673,701
364,700	364,605	95
273,100	269,456	3,644
<u>\$ 59,566,500</u>	<u>\$ 55,429,001</u>	<u>\$ 4,137,499</u>
<u>\$ (12,952,000)</u>	<u>\$ (11,108,343)</u>	<u>\$ 843,657</u>
\$ 12,029,100	\$ 12,548,003	\$ 518,903
<u>(77,100)</u>	<u>(565,025)</u>	<u>(487,925)</u>
<u>\$ 11,952,000</u>	<u>\$ 11,982,978</u>	<u>\$ 30,978</u>
\$ -0-	\$ 874,635	\$ 874,635
-0-	1,603,914	1,603,914
<u>\$ -0-</u>	<u>\$ 2,478,549</u>	<u>\$ 2,478,549</u>



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DISCRETE COMPONENT UNIT  
WISE COUNTY PUBLIC SERVICE AUTHORITY

COUNTY OF WISE, VIRGINIA  
 COMBINING BALANCE SHEET  
 DISCRETELY PRESENT COMPONENT UNIT  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 AT JUNE 30, 2001

EXHIBIT E-1

ASSETS

CURRENT ASSETS:

Cash On Hand	\$	500
Cash On Deposit		528,913
Investments		333,718
Accounts Receivables (Net Of Allowance For Uncollectibles)		158,803
Due From Others		8,658
<b>TOTAL CURRENT ASSETS</b>	<b>\$</b>	<b>1,030,592</b>

RESTRICTED ASSETS:

Cash On Deposit		316,388
Investments		226,722
<b>TOTAL RESTRICTED ASSETS</b>	<b>\$</b>	<b>543,110</b>

UTILITY PLANT:

Utility Plant In Service (Net Of Accumulated Depreciation)		14,215,573
<b>TOTAL ASSETS</b>	<b>\$</b>	<b>15,789,275</b>

LIABILITIES, CONTRIBUTIONS & RETAINED EARNINGS

CURRENT LIABILITIES:

Accounts Payable		\$ 100,106
Accrued Interest Payable		7,386
Accrued Wages Payable		23,225
Accrued Compensated Absences		10,512
Customer Deposits		256,095
Due to Other Funds		23,524
Bonds Payable - Current Portion		38,068
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$</b>	<b>458,916</b>

LONG-TERM LIABILITIES:

Bonds Payable		\$ 1,267,437
<b>TOTAL LONG-TERM LIABILITIES</b>		<b>1,267,437</b>

**TOTAL LIABILITIES**

**\$ 1,726,353**

CONTRIBUTIONS:

Construction Contributions (Net of Amortized Portion)		12,286,827
--	--	------------

Retained Earnings (Unreserved)

1,776,095

**TOTAL LIABILITIES, CONTRIBUTIONS &  
 RETAINED EARNINGS**

**\$ 15,789,275**

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.



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COUNTY OF WISE, VIRGINIA  
 ENTERPRISE FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENSES  
 & CHANGES IN RETAINED EARNINGS  
 DISCRETELY PRESENTED COMPONENT UNIT  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT E-2  
 PAGE 1

<b>OPERATING INCOME:</b>	
Water Charges	\$ 1,406,420
Sewer Charges	13,243
Miscellaneous	<u>5,992</u>
TOTAL OPERATING INCOME	\$ 1,425,655
<b>OPERATING EXPENSES:</b>	
Salaries	\$ 478,528
Payroll Taxes	39,237
VRS Retirement & Life	46,157
Hospitalization Insurance	100,940
Workers Compensation Insurance	6,681
Uniform Rental	5,916
Water Purchased	170,546
Utilities	140,345
Supplies - Line Crew & Plant	108,258
Repairs & Maintenance	20,437
Telephone & Telemetry	23,927
Sewer Expenses	8,700
Professional Services	33,773
Office Expense/Postage	29,603
Office Utilities & Telephone	6,147
Office Rent	6,000
Conferences & Continuing Education	2,173
Licenses, Fees & Tags	1,193
Equipment Rental	1,450
Insurance	4,282
Vehicle Expense	24,153
State Waterworks Fee	2,590
Advertising	132
Travel	9,930
Miscellaneous	677
Compensation - Board Members	<u>4,700</u>
TOTAL OPERATING EXPENSES	<u>1,276,475</u>
Net Operating Income (Loss) Before Depreciation	\$ 149,180
Depreciation Of Utility Plant In Service	<u>(396,936)</u>
TOTAL OPERATING INCOME (LOSS)	\$ (247,756)

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

COUNTY OF WISE, VIRGINIA  
 ENTERPRISE FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENSES  
 & CHANGES IN RETAINED EARNINGS  
 DISCRETELY PRESENTED COMPONENT UNIT  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT E-2  
 PAGE 2

<b>NON-OPERATING REVENUES &amp; (EXPENSES):</b>	
Interest Income	\$ 49,572
Penalties and Finance Charges	37,144
Connection Fees	87,052
Interest Expense	<u>(74,300)</u>
NET NON-OPERATING REVENUES (EXPENSES)	\$ 99,468
NET INCOME (LOSS)	\$ (148,288)
Depreciation On Assets Acquired Or Constructed Through Capital Grants	419,822
Retained Earnings, Beginning Of Year	<u>1,504,561</u>
Retained Earnings, End Of Year	<u><u>\$ 1,776,095</u></u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

COUNTY OF WISE, VIRGINIA  
 COMBINING STATEMENT OF CASH FLOWS  
 DISCRETELY PRESENTED COMPONENT UNIT-  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT E-3  
 PAGE - 1

<b>Cash Flow from Operating Activities:</b>		
Cash Received from Customers	\$ 1,392,816	
Cash Payments to Suppliers for Goods & Services	(760,580)	
Cash Payments to Employees for Services	(473,986)	
Other Operating Revenues	<u>5,992</u>	
NET CASH PROVIDED BY OPERATING ACTIVITIES		\$ 164,242
 <b>Cash Flow from Noncapital Financing Activities:</b>		
Increase in Customer Deposits	\$ 16,770	
Connection Fees	87,052	
Penalties and Finance Charges	<u>37,144</u>	
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES		140,966
 <b>Cash Flows from Investing Activities:</b>		
Interest on Investments	\$ 42,279	
Contributions & Grants	<u>1,750,396</u>	
NET CASH PROVIDED BY INVESTING ACTIVITIES		1,792,675
 <b>Cash Flows from Capital &amp; Related Financing Activities:</b>		
Decrease in Due to Other Governmental Units	\$ (18,438)	
Purchase of Equipment	(399,391)	
Construction of Capital Assets	(1,185,160)	
Principal Paid on FHA Bonds	(39,515)	
Interest Paid on Revenue Bonds & Equipment Contracts	<u>(74,498)</u>	
NET CASH USED FOR CAPITAL & RELATED FINANCING ACTIVITIES		<u>(1,717,002)</u>
NET INCREASE IN CASH & CASH EQUIVALENTS		\$ 380,881
CASH & CASH EQUIVALENTS AT BEGINNING OF YEAR		<u>1,025,360</u>
CASH & CASH EQUIVALENTS AT END OF YEAR		<u><u>\$ 1,406,241</u></u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

COUNTY OF WISE, VIRGINIA  
 COMBINING STATEMENT OF CASH FLOWS  
 DISCRETELY PRESENTED COMPONENT UNIT-  
 WISE COUNTY PUBLIC SERVICE AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2001

EXHIBIT E-3  
 PAGE - 2

<b>Reconciliation of Operating Income to Net Cash</b>		
<b>Provided by Operating Activities:</b>		
Operating Income (Loss)		\$(247,756)
<b>Adjustments to Reconcile Operating Income to</b>		
<b>Net Cash Provided by Operating Activities:</b>		
Depreciation	\$ 396,936	
Provision for Uncollectible Accounts	13,793	
Provision for Compensated Absences	(590)	
<b>Change in Assets &amp; Liabilities:</b>		
Increase in Accounts Receivable	(40,640)	
Increase in Accounts Payable	37,367	
Increase in Wages Payables	5,132	
TOTAL ADJUSTMENTS	411,998	411,998
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		<b>\$ 164,242</b>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.



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SUPPLEMENTARY SCHEDULES

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 1  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR REVENUE SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>General Fund:</b>			
<b>PRIMARY GOVERNMENT:</b>			
<b>General Fund:</b>			
<b>Revenue From Local Sources:</b>			
<b>General Property Taxes:</b>			
Real Property Taxes	\$ 5,180,000	\$ 5,509,288	\$ 329,288
Service Corporation Taxes	415,000	415,071	71
Personal Property Taxes	2,110,000	2,502,064	392,064
Machinery & Tool Taxes	2,030,000	2,218,430	188,430
Merchants Capital Taxes	640,000	671,298	31,298
Mobile Home Taxes	180,000	198,937	18,937
Penalties & Interest	270,000	384,875	114,875
<b>TOTAL GENERAL PROPERTY TAXES</b>	<b>\$10,825,000</b>	<b>\$11,899,963</b>	<b>\$ 1,074,963</b>
<b>Other Local Taxes:</b>			
Local Sales & Use Tax	\$ 2,180,000	\$ 2,304,084	\$ 124,084
Coal Severance Tax	3,100,000	4,243,262	1,143,262
Consumer's Utility Tax	840,000	886,601	46,601
Franchise Tax	200,000	344,749	144,749
Taxes On Recordation & Wills	100,000	61,368	(38,632)
County Decal Licenses	100,000	107,386	7,386
<b>TOTAL OTHER LOCAL TAXES</b>	<b>\$ 6,520,000</b>	<b>\$ 7,947,450</b>	<b>\$ 1,427,450</b>
<b>Permits, Privilege Fees &amp; Regulatory Licenses:</b>			
Animal Licenses	\$ 1,000	\$ 1,663	\$ 663
Permits & Other Licenses	32,000	23,286	(8,714)
Zoning Department	-0-	820	820
Soil & Erosion	-0-	400	400
<b>TOTAL PERMITS, PRIVILEGE FEES &amp; REGULATORY LICENSE</b>	<b>\$ 33,000</b>	<b>\$ 26,169</b>	<b>\$ (6,831)</b>
<b>Fines &amp; Forfeitures:</b>	<b>\$ 3,000</b>	<b>\$ 5,663</b>	<b>\$ 2,663</b>
<b>Revenue From The Use Of Money &amp; Property:</b>			
Revenue From The Use Of Money	\$ 375,000	\$ 531,364	\$ 156,364
Revenue From The Use of Property	60,000	76,455	16,455
<b>TOTAL REVENUE FROM THE USE OF MONEY &amp; PROPERTY</b>	<b>\$ 435,000</b>	<b>\$ 607,819</b>	<b>\$ 172,819</b>
<b>Charges For Services:</b>			
Charges For Commonwealth's Attorney	\$ 900	\$ 1,713	\$ 813

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 2  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR REVENUE SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>General Fund:</b>			
<b>PRIMARY GOVERNMENT:</b>			
General Fund: (cont'd)			
Revenue From Local Sources: (cont'd)			
Charges For Services: (cont'd)			
Charges For Court	14,000	18,507	4,507
Charges For Health	40,000	46,986	6,986
Charges For Social Services	160,000	149,352	(10,648)
Charges For Sanitation & Waste Removal	214,100	184,328	(29,772)
<b>TOTAL CHARGES FOR SERVICES</b>	<b>\$ 429,000</b>	<b>\$ 400,886</b>	<b>\$ (28,114)</b>
Miscellaneous:			
Miscellaneous	\$ 97,674	\$ 34,016	\$ (63,658)
<b>TOTAL MISCELLANEOUS</b>	<b>\$ 97,674</b>	<b>\$ 34,016</b>	<b>\$ (63,658)</b>
Recovered Costs:			
City Of Norton-Shared Services	\$ 125,000	\$ 176,372	\$ 51,372
CEDA Tourism	100,000	59,336	(40,664)
Adult Confinement Local Facilities	150,013	195,345	45,332
<b>TOTAL RECOVERED COSTS</b>	<b>\$ 375,013</b>	<b>\$ 431,053</b>	<b>\$ 56,040</b>
<b>TOTAL REVENUE FROM LOCAL SOURCES</b>	<b>\$18,717,687</b>	<b>\$21,353,019</b>	<b>\$ 2,635,332</b>
Revenue From The Commonwealth:			
Non-Categorical Aid:			
Payments in Lieu of Taxes	\$ -0-	\$ 58	\$ 58
ABC Profits	70,000	68,415	(1,585)
Wine Taxes	35,000	39,212	4,212
Rolling Stock Tax	120,000	122,734	2,734
Mobile Home Titling Taxes	285,000	249,371	(35,629)
Tax on Deeds	14,000	39,046	25,046
Motor Vehicle Rental Tax	2,500	3,728	1,228
Personal Property Tax Reimbursement	690,000	824,225	134,225
<b>TOTAL NON-CATEGORICAL AID</b>	<b>\$ 1,216,500</b>	<b>\$ 1,346,789</b>	<b>\$ 130,289</b>
Categorical Aid:			
Shared Expenses:			
Commonwealth's Attorney	\$ 356,080	\$ 358,058 ✓	\$ 1,978
Sheriff	2,527,165	2,433,139 ✓	(94,026)
Commissioner Of Revenue	195,260	193,051 ✓	(2,209)
Treasurer	175,982	170,428 ✓	(5,554)
Medical Examiner	600	690	90

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 3  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR REVENUE SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>General Fund:</b>			
<b>PRIMARY GOVERNMENT:</b>			
General Fund: (cont'd)			
Revenue From The Commonwealth: (cont'd)			
Categorical Aid: (cont'd)			
Registrar/Electoral Board	38,000	46,597	8,597
Clerk of Circuit Court	395,414	371,949	(23,465)
<b>TOTAL SHARED EXPENSES</b>	<b>\$ 3,688,501</b>	<b>\$ 3,573,912</b>	<b>\$ (114,589)</b>
Other Categorical Aid:			
Public Assistance & Welfare Administration	\$ 1,517,874	\$ 2,006,552	\$ 488,678
VDOT Hands Grant	-0-	25,000	25,000
Government Opportunity Funds	-0-	1,000,000	1,000,000
LP Regional Tech Park Funds	-0-	750,000	750,000
Litter Control	-0-	11,772	11,772
State Aid - M.E.O.C.	-0-	121,461	121,461
State Aid - Group Home	-0-	39,013	39,013
SWVA Corrections - Justice	-0-	488,260	488,260
Victim Witness Grant - Justice	-0-	21,189	21,189
Cultural Arts Grant	-0-	5,000	5,000
Fire Grants	-0-	36,429	36,429
Abandoned Vehicles Grant	-0-	33,400	33,400
Emergency Services - Hazard Material	-0-	15,119	15,119
Litter Control WCT	-0-	41,872	41,872
Cops Universal Hiring Grant	-0-	+ 5,000	5,000
<b>TOTAL OTHER CATEGORICAL AID</b>	<b>\$ 1,517,874</b>	<b>\$ 4,600,067</b>	<b>\$ 3,082,193</b>
<b>TOTAL CATEGORICAL AID</b>	<b>\$ 5,206,375</b>	<b>\$ 8,173,979</b>	<b>\$ 2,967,604</b>
<b>TOTAL REVENUE FROM THE COMMONWEALTH</b>	<b>\$ 6,422,875</b>	<b>\$ 9,520,768</b>	<b>\$ 3,097,893</b>
Revenue From The Federal Government:			
Payments In Lieu Of Taxes	\$ 15,000	\$ 23,663	\$ 8,663
Categorical Aid:			
Public Assistance & Welfare Administration	\$ 3,607,321	\$ 3,169,285	\$ (438,036)
Victim Witness Grant - Justice	-0-	32,314	32,314
DEQ Rent Funds	-0-	2,989	2,989
Sheriff Grants - Justice	-0-	24,777	24,777
Highway Safety Grants	-0-	1,500	1,500
<b>TOTAL CATEGORICAL AID</b>	<b>\$ 3,607,321</b>	<b>\$ 3,230,865</b>	<b>\$ (376,456)</b>

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 4  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR REVENUE SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
TOTAL REVENUE FROM THE FEDERAL GOVERNMENT	\$ 3,622,321	\$ 3,254,528	\$ (367,793)
TOTAL GENERAL FUND	\$28,762,883	\$34,128,315	\$ 5,365,432
TOTAL GENERAL FUND & OTHER FINANCING SOURCES	\$28,762,883	\$34,128,315	\$ 5,365,432
<b>PRIMARY GOVERNMENT:</b>			
Special Revenue Funds:			
Emergency Numbers Funds:			
Revenue From Local Sources:			
Other Local Taxes:			
911 Emergency Number Tax	\$ -0-	\$ 243,118	\$ 243,118
Revenue From the Use of Money & Property:			
Revenue From the Use of Money	\$ -0-	\$ 4,045	\$ 4,045
TOTAL EMERGENCY NUMBERS FUND	\$ -0-	\$ 247,163	\$ 247,163
Law Library Fund:			
Revenue From Local Sources:			
Charges For Services:			
Charges For Law Library	\$ -0-	\$ 14,390	\$ 14,390
TOTAL LAW LIBRARY FUND	\$ -0-	\$ 14,390	\$ 14,390
Coal Road Improvement Fund:			
Revenue From Local Sources:			
Other Local Taxes:			
Coal Severance Tax	\$ 3,100,000	\$ 3,742,100	\$ 642,100
Revenue From The Use Of Money & Property:			
Revenue From The Use Of Money	\$ -0-	\$ 161,270	\$ 161,270
TOTAL COAL ROAD IMPROVEMENT FUND	\$ 3,100,000	\$ 3,903,370	\$ 803,370
Drug Seizure & Forfeiture, Commission and RAID Fund:			
Sheriff Department:			
Revenue From Local Sources:			
Charges For Services:			
Commissions	\$ -0-	\$ 22,821	\$ 22,821
RAID Funds	-0-	60,856	60,856
TOTAL CHARGES FOR SERVICES	\$ -0-	\$ 83,677	\$ 83,677
Miscellaneous:			
Miscellaneous	\$ -0-	\$ 4,180	\$ 4,180
TOTAL REVENUE FROM LOCAL SOURCES	\$ -0-	\$ 87,857	\$ 87,857

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 5  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR REVENUE SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>Special Revenue Funds:</b>			
Revenue From the Commonwealth:			
Drug Education Funds	\$ -0-	\$ 658	\$ 658
TOTAL DRUG SEIZURE & FORFEITURE, COMMISSION COMMISSION AND RAID FUND	<u>\$ -0-</u>	<u>\$ 88,515</u>	<u>\$ 88,515</u>
Community Development Fund:			
Revenue From the Federal Government			
Categorial Aid:			
Department of Housing & Community Development Indian Creek Water Project	<u>\$ 1,150,000</u>	<u>\$ 1,148,254</u>	<u>\$ (1,746)</u>
TOTAL CATEGORICAL AID	<u>1,150,000</u>	<u>1,148,254</u>	<u>(1,746)</u>
TOTAL REVENUE FROM THE FEDERAL GOVERNMENT	<u>\$ 1,150,000</u>	<u>\$ 1,148,254</u>	<u>\$ (1,746)</u>
TOTAL SPECIAL REVENUE FUNDS	<u>\$ 4,250,000</u>	<u>\$ 5,401,692</u>	<u>\$ 1,151,692</u>
GRAND TOTAL REVENUES - PRIMARY GOVERNMENT	<u><u>\$33,012,883</u></u>	<u><u>\$39,530,007</u></u>	<u><u>\$ 6,517,124</u></u>
<b>COMPONENT UNIT - SCHOOL BOARD:</b>			
Special Revenue Funds:			
School Operating Fund:			
Revenue From Local Sources:			
Revenue From The Use Of Money & Property:			
Revenue From The Use of Property	<u>\$ 21,800</u>	<u>\$ 18,893</u>	<u>\$ (2,907)</u>
Charges For Services:			
Charges For Education	<u>\$ 23,000</u>	<u>\$ 78,286</u>	<u>\$ 55,286</u>
Miscellaneous Revenue:			
Miscellaneous	<u>\$ 1,318,200</u>	<u>\$ 184,044</u>	<u>\$ (1,134,156)</u>
Recovered Costs:			
Payments From Other Localities	<u>\$ 189,900</u>	<u>\$ 236,889</u>	<u>\$ 46,989</u>
TOTAL REVENUE FROM LOCAL SOURCES	<u>\$ 1,552,900</u>	<u>\$ 518,112</u>	<u>\$ (1,034,788)</u>
Revenue From The Commonwealth:			
Categorial Aid:			
Share Of State Sales & Use Taxes	<u>\$ 4,514,300</u>	<u>\$ 4,423,925</u>	<u>\$ (90,375)</u>

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 6  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR REVENUE SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>COMPONENT UNIT - SCHOOL BOARD</b>			
Special Revenue Funds:			
Special Revenue Funds: (Cont'd)			
School Operating Fund: (Cont'd)			
Categorical Aid: (Cont'd)			
Basic School Aid	16,164,500	16,188,281	23,781
Remedial Education SOQ	428,500	429,387	887
State Lottery	670,600	671,330	730
Drop-Out Prevention	139,300	139,255	(45)
Gifted SOQ	198,200	198,592	392
Special Education	1,746,200	1,749,752	3,552
Vocational Education	712,400	713,856	1,456
Share Of Fringe Benefits	2,077,400	2,040,101	(37,299)
Truancy	38,800	38,815	15
Early Intervention	157,500	157,519	19
Governors School	73,000	73,200	200
Electronic Classroom	453,300	466,899	13,599
Vocational Education-Adult ED	146,300	130,542	(15,758)
Alternative Education	219,700	50,000	(169,700)
Special Education-Jails	-0-	6,382	6,382
Educational Technology	492,000	490,097	(1,903)
Primary Class Size	870,400	875,871	5,471
Foster Care	-0-	14,128	14,128
Salary Supplement	278,500	279,102	602
SOL Teaching Materials	53,600	53,673	73
Adult Literacy	-0-	254,048	254,048
Remedial Education-Summer	115,100	117,012	1,912
Other State Funds	-0-	10,750	10,750
GED	23,600	24,168	568
Enrollment Loss	229,600	299,882	70,282
Maintenance Supplement	80,300	80,510	210
At Risk	505,700	506,336	636
Homebound	64,000	57,823	(6,177)
Community Health	156,000	155,972	(28)
Additional Teachers	223,700	225,984	2,284
Health Incentive	23,000	20,186	(2,814)
Retirement Health Credit	-0-	141,019	141,019
SOL Remediation	177,000	177,167	167
SOL Teacher Training	103,500	103,710	210
Administration	18,000	17,952	(48)
TOTAL REVENUE FROM THE COMMONWEALTH	<u>\$31,154,000</u>	<u>\$31,383,226</u>	<u>\$ 229,226</u>
Revenue From The Federal Government:			
Categorical Aid:			
Adult Basic	\$ 763,100	\$ 290,236	\$ (472,864)
Title I	2,165,500	1,625,805	(539,695)
Chapter II (Title VI)	63,000	75,109	12,109
Title II - EESA	46,200	52,031	5,831

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 7  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR REVENUE SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>COMPONENT UNIT - SCHOOL BOARD</b>			
<b>Special Revenue Funds:</b>			
<b>Revenue From the Federal Government:</b>			
<b>Categorical Aid: (Cont'd)</b>			
Forest Reserve	11,200	10,271	(929)
Jobs Training Partnership Act (JTPA)	640,000	679,718	39,718
Goals 2000	158,300	108,267	(50,033)
School Work	-0-	80,806	80,806
Even Start	450,000	48,788	(401,212)
Title VI-B-Special Education	754,600	667,038	(87,562)
Vocational Education	231,500	203,599	(27,901)
Drug Free School	27,500	49,418	21,918
Literary Challenge	-0-	53,300	53,300
School Reform	-0-	50,000	50,000
Class Size-Title VI	253,000	526,397	273,397
Other Federal Funds	-0-	166,283	166,283
<b>TOTAL CATEGORICAL AID</b>	<b>\$ 5,563,900</b>	<b>\$ 4,687,066</b>	<b>\$ (876,834)</b>
<b>TOTAL REVENUE FROM THE FEDERAL GOVERNMENT</b>	<b>\$ 5,563,900</b>	<b>\$ 4,687,066</b>	<b>\$ (876,834)</b>
<b>TOTAL SCHOOL OPERATING FUND</b>	<b>\$38,270,800</b>	<b>\$36,588,404</b>	<b>\$ (1,682,396)</b>
<b>School Cafeteria Fund:</b>			
<b>Revenue From Local Sources:</b>			
<b>Revenue From The Use Of Money &amp; Property:</b>			
Revenue From The Use Of Money	\$ 15,000	\$ 24,627	\$ 9,627
<b>TOTAL REVENUE FROM THE USE OF MONEY &amp; PROPERTY</b>	<b>\$ 15,000</b>	<b>\$ 24,627</b>	<b>\$ 9,627</b>
<b>Charges For Services:</b>			
Cafeteria Sales	\$ 784,100	\$ 828,004	\$ 43,904
<b>TOTAL REVENUE FROM LOCAL SOURCES</b>	<b>\$ 799,100</b>	<b>\$ 852,631</b>	<b>\$ 53,531</b>
<b>Revenue From The Commonwealth:</b>			
<b>Categorical Aid:</b>			
School Food	\$ 37,200	\$ 38,824	\$ 1,624
<b>TOTAL REVENUE FROM THE COMMONWEALTH</b>	<b>\$ 37,200</b>	<b>\$ 38,824</b>	<b>\$ 1,624</b>

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 8  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR REVENUE SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>COMPONENT UNIT - SCHOOL BOARD</b>			
Special Revenue Funds:			
Special Revenue Funds: (Cont'd)			
School Operating Fund: (Cont'd)			
Categorical Aid: (Cont'd)			
Revenue From The Federal Government:			
Categorical Aid:			
School Food Program Grant	\$ 1,058,500	\$ 1,124,995	\$ 66,495
TOTAL REVENUE FROM THE FEDERAL GOVERNMENT	<u>\$ 1,058,500</u>	<u>\$ 1,124,995</u>	<u>\$ 66,495</u>
TOTAL SCHOOL CAFETERIA FUND	<u>\$ 1,894,800</u>	<u>\$ 2,016,450</u>	<u>\$ 121,650</u>
Textbook Rental Fund:			
Revenue From Local Sources:			
Revenue From The Use Of Money & Property:			
Revenue From The Use Of Money	\$ 14,000	\$ 10,886	\$ (3,114)
Miscellaneous	\$ 165,100	\$ -0-	\$ (165,100)
TOTAL FROM LOCAL SOURCES	<u>\$ 179,100</u>	<u>\$ 10,886</u>	<u>\$ (168,214)</u>
Revenue From The Commonwealth:			
Categorical Aid:			
Total Rental Payments	\$ 328,100	\$ 328,749	649
TOTAL REVENUE FROM COMMONWEALTH	<u>\$ 328,100</u>	<u>\$ 328,749</u>	<u>\$ 649</u>
TOTAL TEXTBOOK RENTAL FUND	<u>\$ 507,200</u>	<u>\$ 339,635</u>	<u>\$ (167,565)</u>
TOTAL SPECIAL REVENUE FUNDS	<u>\$40,672,800</u>	<u>\$38,944,489</u>	<u>\$ (1,728,311)</u>
School Capital Project Fund:			
Revenue From Local Sources:			
Revenue From The Use Of Money & Property:			
Revenue From the Use of Money Property	\$ 2,200,700	\$ 3,981	\$ (2,196,719)
TOTAL REVENUE FROM LOCAL SOURCES	<u>\$ 2,200,700</u>	<u>\$ 3,981</u>	<u>\$ (2,196,719)</u>
Revenue From The Commonwealth:			
Categorical Aid:			
Lottery Funds	\$ 370,600	\$ 371,330	\$ 730
Public School Construction	440,700	442,191	1,491
Literary Loan Proceeds	<u>3,929,700</u>	<u>4,558,667</u>	<u>628,967</u>
TOTAL REVENUE FROM THE COMMONWEALTH	<u>\$ 4,741,000</u>	<u>\$ 5,372,188</u>	<u>\$ 631,188</u>

COUNTY OF WISE, VIRGINIA SCHEDULE 1  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 9  
 STATEMENT OF REVENUES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
TOTAL CAPITAL PROJECT FUND	<u>\$ 6,941,700</u>	<u>\$ 5,376,169</u>	<u>\$(1,565,531)</u>
GRAND TOTAL REVENUES - COMPONENT UNIT - SCHOOL BOARD	<u>\$47,614,500</u>	<u>\$44,320,658</u>	<u>\$(3,293,842)</u>



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COUNTY OF WISE, VIRGINIA SCHEDULE 2  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 1  
 STATEMENT OF EXPENDITURES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>PRIMARY GOVERNMENT:</b>			
<b>General Fund:</b>			
<b>General Government Administration:</b>			
<b>Legislative:</b>			
Board Of Supervisors	\$ 285,082	\$ 338,218	\$ (53,136)
<b>General &amp; Financial Administration:</b>			
County Administrator	\$ 333,151	\$ 296,967	\$ 36,184
Legal Services	105,326	66,962	38,364
Commissioner Of Revenue	449,610	445,865 ✓	3,745
Data Processing	120,537	98,407 ✓	22,130
Treasurer	414,569	399,028 ✓	15,541
Assessor	12,500	13,243	(743)
Judicial Sale	20,000	-0-	20,000
<b>TOTAL GENERAL &amp; FINANCIAL ADMINISTRATION</b>	<b>\$ 1,455,693</b>	<b>\$ 1,320,472</b>	<b>\$ 135,221</b>
<b>Board Of Elections:</b>			
Electoral Board & Officials	\$ 33,500	\$ 37,373	\$ (3,873)
Registrar	81,214	86,417	(5,203)
<b>TOTAL BOARD OF ELECTIONS</b>	<b>\$ 114,714</b>	<b>\$ 123,790</b>	<b>\$ (9,076)</b>
<b>TOTAL GENERAL GOVERNMENT ADMINISTRATION</b>	<b>\$ 1,855,489</b>	<b>\$ 1,782,480</b>	<b>\$ 73,009</b>
<b>Judicial Administration:</b>			
<b>Courts:</b>			
Clerk Of The Circuit Court	\$ 528,492	\$ 523,024 ✓	\$ 5,468
Circuit Court	100,110	116,909	(16,799)
District Court	3,745	3,330	415
Magistrate	1,220	1,331	(111)
Juvenile & Domestic Relations Court	170,490	407,980	(237,490)
Sheriff	184,633	210,516 ✓	(25,883)
<b>TOTAL COURTS</b>	<b>\$ 988,690</b>	<b>\$ 1,263,090</b>	<b>\$ (274,400)</b>
Commonwealth Attorney	\$ 429,484	\$ 403,621 ✓	\$ 25,863
Victim Witness Protection	56,696	53,158	3,538
<b>TOTAL JUDICIAL ADMINISTRATION</b>	<b>\$ 1,474,870</b>	<b>\$ 1,719,869</b>	<b>\$ (244,999)</b>

COUNTY OF WISE, VIRGINIA SCHEDULE 2  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 2  
 STATEMENT OF EXPENDITURES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>PRIMARY GOVERNMENT:</b>			
<b>General Fund: (cont'd)</b>			
<b>Public Safety: (cont'd)</b>			
<b>Law Enforcement &amp; Traffic Control:</b>			
Sheriff	\$ 2,182,711	\$ 2,237,442	\$ (54,731)
Dispatcher/E911	291,630	120,838	170,792
<b>TOTAL LAW ENFORCEMENT &amp; &amp; TRAFFIC CONTROL</b>	<b>\$ 2,474,341</b>	<b>\$ 2,358,280</b>	<b>\$ 116,061</b>
<b>Fire &amp; Rescue Services:</b>			
Fire & Rescue Departments	\$ 210,300	\$ 263,120	\$ (52,820)
<b>TOTAL FIRE &amp; RESCUE SERVICES</b>	<b>\$ 210,300</b>	<b>\$ 263,120</b>	<b>\$ (52,820)</b>
<b>Correction &amp; Detention:</b>			
Jail	\$ 1,192,759	\$ 1,414,088	\$ (221,329)
SWVA Community Corrections Center	-0-	487,787	(487,787)
<b>TOTAL CORRECTION &amp; DETENTION</b>	<b>\$ 1,192,759</b>	<b>\$ 1,901,875</b>	<b>\$ (709,116)</b>
<b>Inspections:</b>			
Building Inspector	\$ 182,132	\$ 176,528	\$ 5,604
<b>TOTAL INSPECTIONS</b>	<b>\$ 182,132</b>	<b>\$ 176,528</b>	<b>\$ 5,604</b>
<b>Other Protection:</b>			
Emergency Services	\$ 9,630	\$ 26,992	\$ (17,362)
Animal Control	87,090	90,451	(3,361)
<b>TOTAL OTHER PROTECTION</b>	<b>\$ 96,720</b>	<b>\$ 117,443</b>	<b>\$ (20,723)</b>
<b>TOTAL PUBLIC SAFETY</b>	<b>\$ 4,156,252</b>	<b>\$ 4,817,246</b>	<b>\$ (660,994)</b>
<b>PUBLIC WORKS:</b>			
<b>Sanitation &amp; Waste Removal:</b>			
Refuse Collection	\$ 1,298,587	\$ 1,333,921	\$ (35,334)
Refuse Disposal	347,452	316,905	30,547
Litter Control	53,010	83,130	(30,120)
<b>TOTAL SANITATION &amp; WASTE REMOVAL</b>	<b>\$ 1,699,049</b>	<b>\$ 1,733,956</b>	<b>\$ (34,907)</b>
<b>Maintenance Of Buildings &amp; Grounds:</b>			
General Properties	\$ 387,193	\$ 450,288	\$ (63,095)
<b>TOTAL PUBLIC WORKS</b>	<b>\$ 2,086,242</b>	<b>\$ 2,184,244</b>	<b>\$ (98,002)</b>

COUNTY OF WISE, VIRGINIA SCHEDULE 2  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 3  
 STATEMENT OF EXPENDITURES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>PRIMARY GOVERNMENT:</b>			
General Fund: (cont'd)			
Welfare/Social Services: (cont'd)			
Health & Welfare:			
Health:			
Supplement To Local Health Dept.	\$ 408,435	\$ 382,812	\$ 25,623
TOTAL HEALTH	<u>\$ 408,435</u>	<u>\$ 382,812</u>	<u>\$ 25,623</u>
Mental Health & Mental Retardation:			
Chapter X Board	\$ 126,859	\$ 126,859	\$ -0-
TOTAL MENTAL HEALTH & MENTAL RETARDATION	<u>\$ 126,859</u>	<u>\$ 126,859</u>	<u>\$ -0-</u>
Welfare/Social Services:			
Welfare Administration	\$ 6,215,035	\$ 6,128,645	\$ 86,390
Property Tax Relief for Elderly	-0-	170,232	(170,232)
Youth Service Board	34,790	34,790	-0-
Agency On Aging	36,600	158,061	(121,461)
Group Home	20,600	59,613	(39,013)
TOTAL WELFARE/SOCIAL SERVICES	<u>\$ 6,307,025</u>	<u>\$ 6,551,341</u>	<u>\$ (244,316)</u>
TOTAL HEALTH & WELFARE	<u>\$ 6,842,319</u>	<u>\$ 7,061,012</u>	<u>\$ (218,693)</u>
Education:			
Community Colleges	\$ 110,560	\$ 110,560	\$ -0-
TOTAL EDUCATION	<u>\$ 110,560</u>	<u>\$ 110,560</u>	<u>\$ -0-</u>
Parks, Recreation & Cultural:			
Parks & Recreation:			
Recreation Authority	35,000	33,891	1,109
TOTAL PARKS & RECREATION	<u>\$ 35,000</u>	<u>\$ 33,891</u>	<u>\$ 1,109</u>
Library:			
Contributions To Local Libraries	\$ 684,232	\$ 684,232	\$ -0-
TOTAL LIBRARY	<u>\$ 684,232</u>	<u>\$ 684,232</u>	<u>\$ -0-</u>
Cultural:			
Pro-Art Association	\$ -0-	\$ 5,000	\$ (5,000)
TOTAL CULTURAL	<u>\$ -0-</u>	<u>\$ 5,000</u>	<u>\$ (5,000)</u>
TOTAL PARKS, RECREATION & CULTURAL	<u>\$ 719,232</u>	<u>\$ 723,123</u>	<u>\$ (3,891)</u>

COUNTY OF WISE, VIRGINIA SCHEDULE 2  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 4  
 STATEMENT OF EXPENDITURES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>PRIMARY GOVERNMENT:</b>			
<b>General Fund: (cont'd)</b>			
<b>Planning &amp; Community Development:</b>			
Economic Development	\$ 53,678	\$ 52,023	\$ 1,655
Planning	1,000	1,203	(203)
Housing Authority	15,000	15,000	-0-
Cumberlands Airport Comm.	73,055	73,055	-0-
Lenowischo	57,450	86,175	(28,725)
Planning Commission	9,100	9,655	(555)
Industrial Development Authority	623,000	2,256,000	(1,633,000)
CEDA - Tourism	85,865	58,199	27,666
VCEDA - Economic Development	-0-	240,706	(240,706)
<b>TOTAL PLANNING &amp; COMMUNITY DEVELOPMENT</b>	<u>\$ 918,148</u>	<u>\$ 2,792,016</u>	<u>\$ (1,873,868)</u>
<b>Community Development:</b>			
<b>Cooperative Extension Program:</b>			
VPI & SU Extension Office	\$ 57,670	\$ 54,376	\$ 3,294
<b>TOTAL COOPERATIVE EXTENSION PROGRAM</b>	<u>\$ 57,670</u>	<u>\$ 54,376</u>	<u>\$ 3,294</u>
<b>TOTAL COMMUNITY DEVELOPMENT</b>	<u>\$ 975,818</u>	<u>\$ 2,846,392</u>	<u>\$ (1,870,574)</u>
<b>Capital Outlays:</b>			
Sanitation & Waste Removal	\$ 412,110	\$ 82,246	\$ 329,864
Other Projects	300,000	13,603	286,397
<b>TOTAL CAPITAL OUTLAYS</b>	<u>\$ 712,110</u>	<u>\$ 95,849</u>	<u>\$ 616,261</u>
<b>Debt Service:</b>			
Principal Retirement	\$ 156,000	\$ 155,888	\$ 112
Interest & Fiscal Charges	5,200	5,309	(109)
<b>TOTAL DEBT SERVICE</b>	<u>\$ 161,200</u>	<u>\$ 161,197</u>	<u>\$ 3</u>
<b>TOTAL GENERAL FUND</b>	<u>\$19,094,092</u>	<u>\$21,501,972</u>	<u>\$ (2,407,880)</u>
<b>Special Revenue Funds:</b>			
<b>Law Library Fund:</b>			
<b>Judicial Administration:</b>			
<b>Courts:</b>			
Law Library	\$ 8,000	\$ 7,591	\$ 409
<b>TOTAL LAW LIBRARY FUND</b>	<u>\$ 8,000</u>	<u>\$ 7,591</u>	<u>\$ 409</u>
<b>Coal Road Improvement Fund:</b>			
<b>General Government</b>			
Administration	\$ -0-	\$ 200	\$ (200)

COUNTY OF WISE, VIRGINIA SCHEDULE 2  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 5  
 STATEMENT OF EXPENDITURES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
PRIMARY GOVERNMENT:			
Special Revenue Funds: (cont'd)			
Public Works:			
Maintenance Of Highways, Streets, Bridges & Sidewalks:			
Coal Road Projects	\$ 1,123,750	\$ 1,072,468	\$ 51,282
TOTAL PUBLIC WORKS	<u>\$ 1,123,750</u>	<u>\$ 1,072,468</u>	<u>\$ 51,282</u>
Community Development:			
Distribution to Towns	\$ 620,000	\$ 754,588	\$ (134,588)
Community Development	1,356,250	2,020,936	(664,686)
TOTAL COMMUNITY DEVELOPMENT	<u>\$ 1,976,250</u>	<u>\$ 2,775,524</u>	<u>\$ (799,274)</u>
TOTAL COAL ROAD IMPROVEMENT FUND	<u>\$ 3,100,000</u>	<u>\$ 3,848,192</u>	<u>\$ (748,192)</u>
Emergency Numbers Fund:			
Public Safety:			
Law Enforcement & Traffic Control:			
911 System	\$ -0-	\$ 222,647	\$ (226,647)
TOTAL PUBLIC SAFETY	<u>\$ -0-</u>	<u>\$ 222,647</u>	<u>\$ (226,647)</u>
TOTAL EMERGENCY NUMBERS FUND	<u>\$ -0-</u>	<u>\$ 222,647</u>	<u>\$ (226,647)</u>
Drug Seizure & Forfeiture, Commission & RAID Fund:			
Sheriff Department:			
Public Safety:			
Sheriff	\$ -0-	\$ 120,000	\$ (120,000)
TOTAL PUBLIC SAFETY	<u>\$ -0-</u>	<u>\$ 120,000</u>	<u>\$ (120,000)</u>
TOTAL DRUG SEIZURE & FORFEITURE, COMMISSION AND RAID FUND:	<u>\$ -0-</u>	<u>\$ 120,000</u>	<u>\$ (120,000)</u>
Community Development Fund:			
Community Development:			
Indian Creek Water Project	\$ 1,150,000	\$ 1,143,254	\$ 6,746
TOTAL COMMUNITY DEVELOPMENT	<u>\$ 1,150,000</u>	<u>\$ 1,143,254</u>	<u>\$ 6,746</u>
TOTAL COMMUNITY DEVELOPMENT FUND	<u>\$ 1,150,000</u>	<u>\$ 1,143,254</u>	<u>\$ 6,746</u>
TOTAL SPECIAL REVENUE FUNDS	<u>\$ 4,258,000</u>	<u>\$ 5,341,684</u>	<u>\$ (1,083,684)</u>
GRAND TOTAL EXPENDITURES - PRIMARY GOVERNMENT	<u>\$23,352,092</u>	<u>\$26,843,656</u>	<u>\$ (3,491,564)</u>

COUNTY OF WISE, VIRGINIA SCHEDULE 2  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 6  
 STATEMENT OF EXPENDITURES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>Special Revenue Funds:</b>			
<b>COMPONENT UNIT - SCHOOL BOARD:</b>			
<b>COMPONENT UNIT - SCHOOL BOARD:</b>			
<b>Special Revenue Funds:</b>			
<b>School Operating Fund:</b>			
<b>Education:</b>			
<b>Special Revenue Funds: (Cont'd)</b>			
<b>School Operating Fund: (Cont'd)</b>			
Administration Of Schools	\$ 660,200	\$ 615,431	\$ 44,769
<b>Instruction Costs:</b>			
Classroom	\$32,388,600	\$30,981,945	\$ 1,406,655
<b>Instructional Support:</b>			
Student	1,388,100	1,424,372	(36,272)
Staff	3,191,900	3,382,869	(190,969)
Administration	3,451,200	3,499,366	(48,166)
<b>TOTAL INSTRUCTION COSTS</b>	<b>\$40,419,800</b>	<b>\$39,288,552</b>	<b>\$ 1,131,248</b>
<b>Operating Costs:</b>			
Attendance & Health Services	\$ 683,200	\$ 700,802	\$ (17,602)
Pupil Transportation	2,222,500	2,086,774	135,726
Operation & Maintenance Of School Plant	4,443,400	4,349,629	93,771
Non-Instructional	1,078,800	331,108	747,692
<b>TOTAL OPERATING COSTS</b>	<b>\$ 8,427,900</b>	<b>\$ 7,468,313</b>	<b>\$ 959,587</b>
<b>TOTAL EDUCATION</b>	<b>\$49,507,900</b>	<b>\$47,372,296</b>	<b>\$ 2,135,604</b>
<b>Debt Service:</b>			
Principal Retirement	\$ 364,700	\$ 364,605	\$ 95
Interest & Fiscal Charges	273,100	269,456	3,644
<b>TOTAL DEBT SERVICE</b>	<b>\$ 637,800</b>	<b>\$ 634,061</b>	<b>\$ 3,739</b>
<b>TOTAL SCHOOL OPERATING FUND</b>	<b>\$50,145,700</b>	<b>\$48,006,357</b>	<b>\$ 2,139,343</b>
<b>School Cafeteria Fund:</b>			
<b>Education:</b>			
Operating Costs	\$ 1,971,900	\$ 1,968,636	\$ 3,264
<b>TOTAL SCHOOL CAFETERIA FUND</b>	<b>\$ 1,971,900</b>	<b>\$ 1,968,636</b>	<b>\$ 3,264</b>
<b>Textbook Rental Fund:</b>			
<b>Education:</b>			
Operating Costs	\$ 507,200	\$ 186,009	\$ 321,191
<b>TOTAL TEXTBOOK RENTAL FUND</b>	<b>\$ 507,200</b>	<b>\$ 186,009</b>	<b>\$ 321,191</b>

COUNTY OF WISE, VIRGINIA SCHEDULE 2  
 GOVERNMENTAL FUNDS & DISCRETELY PRESENTED COMPONENT UNITS PAGE 7  
 STATEMENT OF EXPENDITURES - BUDGET & ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2001

FUND, MAJOR & MINOR SOURCE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<b>Capital Project Fund:</b>			
<b>School Construction:</b>			
Capital Outlays	\$ 6,941,700	\$ 5,267,999	\$ 1,673,701
TOTAL SCHOOL CONSTRUCTION	<u>\$ 6,941,700</u>	<u>\$ 5,267,999</u>	<u>\$ 1,673,701</u>
<b>Special Revenue Funds:</b>			
<b>COMPONENT UNIT - SCHOOL BOARD:</b>			
Special Revenue Funds: (Cont'd)			
School Operating Fund: (Cont'd)			
TOTAL CAPITAL PROJECT FUND	<u>\$ 6,941,700</u>	<u>\$ 5,267,999</u>	<u>\$ 1,673,701</u>
<b>GRAND TOTAL EXPEND- ITURES, COMPONENT UNIT -</b>			
SCHOOL BOARD	<u>\$59,566,500</u>	<u>\$55,429,001</u>	<u>\$ 4,137,499</u>

COUNTY OF WISE, VIRGINIA  
STATEMENT OF THE TREASURER'S ACCOUNTABILITY  
FOR THE YEAR ENDED JUNE 30, 2001

SCHEDULE 3

<b>Assets Held By The Treasurer:</b>	
Cash On Hand	\$ 800
Cash In Banks:	
Checking:	
Powell Valley National Bank	788,490
First Vantage Bank	31,700
Miners Exchange Bank	29,926
Savings:	
Powell Valley National Bank	22,730
Certificates of Deposit:	
Powell Valley National Bank	6,318,069
Commercial Paper:	
State Treasurer's Local Government Investment Pool:	
Nations	4,515,522
State Jury Claims	<u>79,070</u>
<b>TOTAL ASSETS</b>	<u><u>\$11,786,307</u></u>
<b>Liabilities Of The Treasurer:</b>	
Balance Of County Funds (Schedule 4)	<u>\$11,786,307</u>
<b>TOTAL LIABILITIES</b>	<u><u>\$11,786,307</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

COUNTY OF WISE, VIRGINIA  
STATEMENT OF THE TREASURER'S ACCOUNTABILITY  
TO THE COUNTY - ALL COUNTY FUNDS & COMPONENT UNITS  
FOR THE YEAR ENDED JUNE 30, 2001

	GOVERNMENTAL FUNDS	
	GENERAL	SPECIAL REVENUE
BALANCE, JULY 1, 2000	\$ 4,423,647	\$ 3,104,554
RECEIPTS (NET):		
General Property Taxes	\$12,687,521	\$ -0-
Other Local Taxes	8,012,021	4,016,059
Permits, Privilege Fees & Regulatory Licenses	26,169	-0-
Fines & Forfeitures	6,150	-0-
Revenue From Use Of Money & Property	617,573	165,315
Charges For Services	423,040	89,206
Miscellaneous	34,016	4,180
Recovered costs	338,936	-0-
Intergovernmental	15,095,747	1,148,912
TOTAL RECEIPTS	<u>\$37,241,173</u>	<u>\$ 5,423,672</u>
 TOTAL AVAILABLE	<u>\$41,664,820</u>	<u>\$ 8,528,226</u>
DISBURSEMENTS (NET):		
Warrants (Checks) Issued	\$24,552,109	\$ 5,277,684
Retirement Of Indebtedness	155,888	-0-
Interest & Other Debt Costs	5,309	-0-
TOTAL DISBURSEMENTS	<u>\$24,713,306</u>	<u>\$ 5,277,684</u>
INTERFUND TRANSFERS:		
Transfers In	\$ 9,547	\$ 9,647
Transfers Out	(11,992,625)	(9,547)
Proceeds of Investments	<u>-0-</u>	<u>-0-</u>
BALANCE, JUNE 30, 2001	<u>\$ 4,968,436</u>	<u>\$ 3,250,642</u>

NOTE: These receipts and disbursements are recorded on a cash basis. Revenues and expenditures in the other supplementary data and basic financial statements are recorded on the accrual and/or modified accrual basis, except as otherwise noted.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

SCHEDULE 4

<u>ENTERPRISE FUNDS</u>	<u>FIDUCIARY FUNDS</u>	<u>COMPONENT UNIT</u>	<u>TOTAL</u> (Memorandum Only)
<u>PROPRIETARY</u>	<u>GENERAL</u>	<u>SCHOOL BOARD</u>	
\$ 943,168	\$ 63,063	\$ 2,030,524	\$ 10,564,956
\$ -0-	\$ -0-	\$ -0-	\$ 12,687,521
-0-	-0-	-0-	12,028,080
-0-	-0-	-0-	26,169
-0-	-0-	-0-	6,150
118,593	5,292	58,387	965,160
603,614	-0-	897,805	2,013,665
-0-	-0-	184,044	222,240
-0-	-0-	236,889	575,825
-0-	901,027	42,648,026	59,793,712
\$ 722,207	\$ 906,319	\$44,025,151	\$ 88,318,522
\$ 1,665,375	\$ 969,382	\$46,055,675	\$ 98,883,478
\$ 772,248	\$ 885,303	\$54,811,794	\$ 86,299,138
742,476	-0-	364,605	1,262,969
205,928	-0-	269,456	480,693
\$ 1,720,652	\$ 885,303	\$55,445,855	\$ 88,042,800
\$ -0-	\$ -0-	\$12,548,003	\$ 12,567,197
-0-	-0-	(565,025)	(12,567,197)
945,629	-0-	-0-	945,629
\$ 890,352	\$ 84,079	\$ 2,592,798	\$ 11,786,307

COUNTY OF WISE, VIRGINIA  
 STATEMENT OF THE TREASURER'S ACCOUNTABILITY  
 TO THE COMMONWEALTH  
 FOR THE YEAR ENDED JUNE 30, 2001

SCHEDULE 5

	BALANCE JULY 1, 2000	RECEIPTS	REMITTANCES	BALANCE JUNE 30, 2001
<b>2001 Taxes:</b>				
Estimated Income Taxes	\$ -0-	\$ 354,793	\$ 354,793	\$ -0-
<b>2000 Taxes:</b>				
Taxable Year Income Taxes	-0-	713,470	713,470	-0-
Estimated Income Taxes	-0-	530,650	530,650	-0-
<b>1999 Taxes:</b>				
Taxable Year Income Taxes	-0-	109,011	109,011	-0-
<b>Other Collections:</b>				
Penalty	-0-	3,617	3,617	-0-
Interest	-0-	742	742	-0-
Sheriff's Fees	-0-	60,047	60,047	-0-
<b>TOTAL</b>	<b>\$ -0-</b>	<b>\$ 1,772,330</b>	<b>\$ 1,772,330</b>	<b>\$ -0-</b>

This schedule has been prepared on the cash basis of accounting.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

SCHEDULE 6

COUNTY OF WISE, VIRGINIA  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS FOR COUNTY  
 JUNE 30, 2001

WISE COUNTY

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded Actuarial Accrued Liability (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	((b-a)/c) UAAL as % of Covered Payroll
June 30, 1998	\$15,614,903	\$15,825,897	\$ 210,994	98.67%	\$6,446,565	3.26%
June 30, 1999	\$18,155,286	\$16,638,610	\$(1,516,676)	109.12%	\$6,939,402	21.86%
June 30, 2000	\$21,182,477	\$17,240,749	\$(3,941,728)	122.86%	\$7,387,306	53.36%

WISE COUNTY SCHOOLS

June 30, 1998	\$ 4,434,798	\$ 4,756,026	\$ 321,228	93.25%	\$1,341,406	23.95%
June 30, 1999	\$ 5,047,944	\$ 4,953,614	\$ (94,330)	101.90%	\$1,406,109	(6.7)%
June 30, 2000	\$ 5,746,266	\$ 5,332,965	\$(413,301)	107.75%	\$1,475,050	(28.02)%

COUNTY OF WISE, VIRGINIA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 FOR THE YEAR ENDED JUNE 30, 2001

FEDERAL GRANTING AGENCY/RECEIPT STATE AGENCY/ GRANT PROGRAM/GRANT NUMBER	FEDERAL CATALOGUE NUMBER	BALANCE JULY 01, 2000
<b>DEPARTMENT AGRICULTURE:</b>		
Pass Through Payments:		
State Department Of Agriculture:		
Food Distribution - Schools	10.555	\$ 41,736
Department Of Social Services:		
Food Stamp Program (12-35-5133)*	10.551	-0-
General Administration - Food Stamp Program*	10.561	-0-
Department Of Education:		
National School Lunch Program (SL-4) (SL-11)*	10.555	-0-
Federal Land Use - Forest Reserve	10.665	-0-
Direct Loans:		
Water and Waste Disposal for Rural Communities:		
FMHA Loan-Wise County Public Service Authority*	10.418	1,345,020
 <b>DEPARTMENT OF HEALTH &amp; HUMAN SERVICES:</b>		
Pass Through Payments:		
Department Of Social Services:		
Independent Living	93.674	-0-
Administration Energy Assistance - Heating	93.568	-0-
Subsidized Adoption Assistance	93.659	-0-
Foster Parent Conference	93.667	-0-
Statewide Fraud Program	N/A	-0-
Virginia Childrens Medical Insurance Plan	93.767	-0-
Administration Refuge Other/Eligibility	93.566	-0-
Administration TANF/IVF Allocation	93.558	-0-
Foster Care	93.658	-0-
Administration TXIX Allocation	93.778	-0-
View	93.558	-0-
Administration Sub Adoption	93.659	-0-
Administration - Medicaid Allocation	93.778	-0-
Welfare Reform - Transportation	93.558	-0-
Child Day Care - at Risk	93.596	-0-
TANF ED/TRNG: Non Jobs	93.596	-0-
VIEW - TANF	93.596	-0-
Non-Occuring IV-E Allocation	93.659	-0-
CDC - Quality Initiative Grants	93.575	-0-
CDC Fee - at Risk	93.575	-0-
TANF/Training: Jobs	93.575	-0-
Headstart Transition	93.575	-0-
Protective Services - Adult & Child	93.667	-0-
ADM - Title XX/Sub Adoption	93.667	-0-
View - Day Care	93.556	-0-
Department Of Mental Health and Mental		
Mental Health Planning ** *	93.958	-0-
Retardation and Substance Abuse ** *	93.675	-0-
Alcohol Abuse Services (50847/49) ** *	93.959	-0-
Administration ** *	N/A	-0-

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

R E V E N U E S		EXPENDITURES	BALANCE
FEDERAL	STATE/LOCAL		JUNE 30, 2001
\$ 141,687	\$ -0-	\$ 161,273	\$ 22,150
5,094,668	-0-	5,094,668	-0-
418,394	418,394	836,788	-0-
1,124,995	37,212	1,162,207	-0-
10,271	-0-	10,271	-0-
-0-	-0-	39,515	1,305,505
19,600	-0-	19,600	-0-
43,387	-0-	43,387	-0-
154,069	143,305	297,374	-0-
668	-0-	668	-0-
18,079	18,079	36,158	-0-
24,851	12,802	37,653	-0-
711	178	889	-0-
128,544	32,136	160,680	-0-
443,451	181,585	625,036	-0-
250,117	250,116	500,233	-0-
544,463	358,058	902,521	-0-
2,889	631	3,520	-0-
38,129	9,956	48,085	-0-
121,501	121,501	243,002	-0-
117,445	61,410	178,855	-0-
2,102	2,102	4,204	-0-
111,516	112,740	224,256	-0-
1,958	1,950	3,908	-0-
16,000	-0-	16,000	-0-
108,468	-0-	108,468	-0-
1,483	-0-	1,483	-0-
2,460	-0-	2,460	-0-
164,644	42,252	206,896	-0-
405,172	101,385	506,557	-0-
29,775	9,925	39,700	-0-
124,074	871,338	995,412	-0-
93,357	462,050	555,407	-0-
477,186	690,749	1,167,935	-0-
-0-	289,177	289,177	-0-

COUNTY OF WISE, VIRGINIA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 FOR THE YEAR ENDED JUNE 30, 2001

FEDERAL GRANTING AGENCY/RECEIPT STATE AGENCY/ GRANT PROGRAM/GRANT NUMBER	FEDERAL CATALOGUE NUMBER	BALANCE JULY 01, 2000
<b>DEPARTMENT OF INTERIOR:</b>		
Direct Payments:		
Bureau of Land Management:		
Payment In Lieu Of Taxes - Public Law 97-258, (National Forest Acreage In The Localities)	15.000	\$ -0-
<b>DEPARTMENT OF LABOR:</b>		
Pass Through Payments:		
Governor's Employment & Training Council:		
Employment Training Assistance Dislocated Workers	17.246	-0-
Job Training Partnership Act Program:		
General Jobs Training Program Titles 2A, 2B & 3 (51-84)	17.250	-0-
Pass Through Payments:		
Department Of Education:		
Adult Education - State Administration Program (7E002694) (8E002615)	84.002	-0-
Education Consolidation & Improvement Act Of 1981:		
Title I:		
Financial Assistance To Meet Special Educational Needs Of Disadvantaged Children - Programs Operated By Local Education Agencies (7E005740) (8E00570) *	84.013	-0-
Chapter II:		
Improving School Programs State Block Grant (7E003325) (8E003567)	84.298	-0-
Elementary & Secondary Education Act (ESEA):		
Title VI-B:		
Assistance To States For Education Of Handicapped Children: Handicapped Preschool & School Programs (7E002555) (8E002575) *	84.027	-0-

\* Identified as a major program

\*\* Funds received by County of Wise, Virginia in an agency capacity passed through to Planning District I.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

R E V E N U E S			BALANCE
FEDERAL	STATE/LOCAL	EXPENDITURES	JUNE 30, 2001
\$ 23,663	\$ -0-	\$ 23,663	\$ -0-
576,307	-0-	576,307	-0-
103,411	-0-	103,411	-0-
290,236	254,048	544,284	-0-
1,625,805	-0-	1,625,805	-0-
75,109	-0-	75,109	-0-
667,038	57,823	724,861	-0-

COUNTY OF WISE, VIRGINIA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 FOR THE YEAR ENDED JUNE 30, 2001

FEDERAL GRANTING AGENCY/RECEIPT STATE AGENCY/ GRANT PROGRAM/GRANT NUMBER	FEDERAL CATALOGUE NUMBER	BALANCE JULY 01, 2000
DEPARTMENT OF EDUCATION: (cont'd)		
Pass Through Payments: (cont'd)		
Vocational Education:		
Basic Grants To States (8E002628) (7E002685) (8E002607) (7E002688)	84.048	\$ -0-
Special Projects:		
Drug Free Schools and Communities (7E003333)	84.186	-0-
State Grants for Strengthening the Skills of Teachers and Instruction in Mathematics, Foreign Languages and Computer Learning Goals 2000	84.164	-0-
Title VI - Class Size Reduction *	84.100	-0-
E Rate	84.330	-0-
Other Funds	N/A	-0-
Comprehensive School Reform	N/A	-0-
Literacy Challenge Grant	84.332	-0-
	84.318	-0-
DEPARTMENT OF CRIMINAL JUSTICE SERVICES:		
Crime Victim Assistance	16.575	-0-
Sheriff Grant Assistance	16.757	-0-
DEPARTMENT OF MOTOR VEHICLES:		
State and Community Highway Safety	20.600	-0-
Department of Environmental Quality		
Environmental Technical and Financial		-0-
<b>TOTAL FEDERAL ASSISTANCE</b>		<u><u>\$1,386,756</u></u>

\* Identified as a major program

\*\* Funds received by County of Wise, Virginia in an agency capacity passed through to Planning District I.

R E V E N U E S			B A L A N C E	
FEDERAL	STATE/LOCAL	EXPENDITURES	JUNE 30, 2001	
\$ 203,599	\$ -0-	\$ 203,599	\$ -0-	
49,418	-0-	49,418	-0-	
52,031	-0-	52,031	-0-	
108,267	-0-	108,267	-0-	
526,397	-0-	526,397	-0-	
48,788	-0-	48,788	-0-	
247,089	-0-	247,089	-0-	
50,000	-0-	50,000	-0-	
53,000	-0-	53,000	-0-	
32,314	21,189	53,503	-0-	
24,777	-0-	24,777	-0-	
1,500	-0-	1,500	-0-	
<u>2,989</u>	<u>735</u>	<u>3,724</u>	<u>-0-</u>	
<u>\$ 14,997,852</u>	<u>\$ 4,562,826</u>	<u>\$19,619,779</u>	<u>\$1,327,655</u>	



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Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2001

Federal Grant or/Program Award Number	Findings	Questioned Costs
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SUMMARY OF AUDITOR'S RESULTS:

(1) The type of report issued to the County of Wise, Virginia on the financial statements for the year ended June 30, 2001 was an unqualified opinion.

<u>MAJOR PROGRAM</u>	<u>TYPE</u>	<u>RISK TYPE</u>
(1) General Administration - Food Stamp Program	B	High
(2) National School Lunch Program	A	Low
(3) Food Stamp Program	A	High
(4) Title VI - Class Size Reduction	A	High
(5) View	A	High
(6) Idea 611	A	High
(7) Title I	A	Low
(8) Mental Health Planning	B	Low
(9) Retardation and Substance Abuse	B	Low
(10) Alcohol Abuse Services	B	Low

The County of Wise used a \$311,149 threshold to distinguish between Type A and Type B programs.

COUNTY OF WISE, VIRGINIA  
GENERAL GOVERNMENT REVENUES BY SOURCE(1)  
LAST TEN FISCAL YEARS

FISCAL YEAR	GENERAL PROPERTY TAXES	OTHER LOCAL TAXES	PERMIT, PRIVILEGE FEES AND REGULATORY LICENSES	FINES & FOR-FEITURES	REVENUE FROM USE OF MONEY AND PROPERTY	CHARGES FOR SERVICES
2000-01	\$12,724,188	\$11,932,668	\$26,169	\$5,663	\$ 827,540	\$1,405,243
1999-00	11,820,028	10,387,563	29,626	2,663	729,208	1,375,845
1998-99	13,971,459	9,739,941	41,424	2,195	636,882	1,406,267
1997-98	10,728,628	10,019,460	33,040	3,745	590,821	1,575,219
1996-97	10,817,476	11,117,835	27,760	5,938	742,073	1,363,140
1995-96	10,309,651	9,612,299	36,297	5,412	604,090	1,276,210
1994-95	9,774,315	9,504,672	36,732	2,507	734,512	1,326,764
1993-94	9,589,041	9,755,795	35,444	2,817	426,878	1,125,950
1992-93	8,875,609	8,765,322	33,406	6,049	451,726	992,818
1991-92	8,245,504	8,695,816	38,688	5,339	664,345	1,064,189

Notes:

- (1) Includes General Special Revenue Funds and Component Unit - School Board. (Exclusive of capital projects funds)

GOVERNMENT EXPENDITURES BY FUNCTION(1)  
LAST TEN FISCAL YEARS

FISCAL YEAR	GENERAL ADMINISTRATION	JUDICIAL ADMINISTRATION	PUBLIC SAFETY	PUBLIC WORKS	HEALTH AND WELFARE
2000-01	\$ 1,782,680	\$1,727,460	\$ 5,159,893	\$ 3,256,712	\$10,068,943
1999-00	1,668,020	1,631,771	5,162,285	2,119,186	6,660,401
1998-99	1,471,070	1,297,099	4,033,695	2,503,828	6,124,981
1997-98	1,446,665	1,193,982	3,717,132	2,795,348	5,850,770
1996-97	1,746,016	1,109,125	3,490,013	2,661,996	5,227,033
1995-96	1,603,425	751,318	2,695,700	2,314,129	4,787,054
1994-95	1,452,991	650,529	2,724,795	2,732,319	4,422,570
1993-94	1,384,953	622,105	2,434,262	3,517,924	3,979,255
1992-93	1,407,242	616,327	2,577,917	3,240,980	3,829,398
1991-92	1,655,438	566,034	2,256,861	4,886,390	3,685,584

Notes:

- (1) Includes General, Special Revenue, Component Unit - School Board and Debt Service Funds. (Exclusive of capital projects funds)

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

SCHEDULE 9

MISCELLANEOUS	RECOVERED COSTS	INTER-GOVERNMENTAL	TOTAL
\$ 222,240	\$ 667,942	\$ 53,670,774	\$ 81,482,427
269,135	684,133	45,267,547	70,565,748
200,931	580,880	42,457,123	69,037,102
117,140	537,613	40,487,228	64,092,894
198,260	509,827	38,981,696	63,764,005
240,019	432,258	36,839,829	59,356,065
218,754	395,625	36,664,893	58,658,774
174,503	482,102	34,701,336	56,293,866
197,493	536,127	35,193,339	55,051,889
106,199	452,357	33,858,558	53,130,995

Schedule 10

EDUCATION	PARKS, RECREATION & CULTURAL	COMMUNITY DEVELOPMENT	NON-DEPARTMENTAL	CAPITAL PROJECT	DEBT SERVICE	TOTALS
\$49,637,501	\$ 723,123	\$6,765,170	\$ -0-	\$ 95,849	\$ 795,258	\$80,012,589
47,923,881	722,469	3,047,603	-0-	149,239	664,530	69,749,385
45,006,936	728,365	3,353,254	-0-	631,929	870,904	66,022,061
44,269,881	706,818	3,406,846	-0-	229,016	809,873	64,426,331
43,071,561	705,077	2,932,024	-0-	630,289	845,919	62,419,053
41,549,672	703,184	3,135,539	-0-	621,484	1,077,566	59,239,071
41,885,729	565,313	2,788,038	-0-	242,329	1,146,851	58,611,464
40,950,423	587,323	1,888,636	-0-	921,883	1,064,946	57,351,710
39,686,266	577,546	1,224,030	574,601	497,470	1,013,843	55,245,620
37,560,541	582,462	2,442,117	581,664	997,160	920,786	56,135,037

COUNTY OF WISE, VIRGINIA  
 ASSESSED VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS

FISCAL YEARS	REAL ESTATE	PERSONAL PROPERTY	MACHINERY AND TOOLS	MERCHANT'S CAPITAL
2000-01	\$1,021,324,286	\$ 294,640,505	\$ 193,592,502	\$ 25,345,541
1999-00	1,063,680,532	266,465,556	191,389,404	23,869,023
1998-99	1,023,089,230	245,459,154	181,058,293	22,891,151
1997-98	1,016,639,114	246,793,327	184,088,698	21,303,023
1996-97	905,168,228	239,984,643	204,391,321	20,071,080
1995-96	874,017,227	227,351,385	188,101,503	23,148,257
1994-95	878,729,871	202,833,039	182,331,346	21,756,507
1993-94	854,484,352	184,190,362	188,263,194	20,861,923
1992-93	849,839,149	169,604,860	187,446,937	21,527,597
1991-92	809,549,994	166,026,356	199,334,913	21,723,569

PROPERTY TAX RATES  
 LAST TEN FISCAL YEARS

FISCAL YEARS	REAL ESTATE	PERSONAL PROPERTY	MACHINERY & TOOLS	MERCHANT'S CAPITAL	MOBILE HOMES
2000-01	\$ .52	\$ 1.15	\$ 1.15	\$ 2.85	\$ .52
1999-00	.52	1.15	1.15	2.85	.52
1998-99	.52	1.15	1.15	2.85	.52
1997-98	.45	1.15	1.15	2.85	.45
1996-97	.48	1.15	1.15	2.85	.48
1995-96	.48	1.15	1.15	2.85	.48
1994-95	.48	1.15	1.15	2.85	.48
1993-94	.48	1.15	1.15	2.85	.48
1992-93	.38	1.15	1.15	2.85	.38
1991-92	.38	1.15	1.15	2.85	.38

(1) Per \$100 of assessed value

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

PUBLIC UTILITIES				
MOBILE HOMES	PERSONAL PROPERTY	REAL ESTATE	MERCHANTS CAPITAL	TOTAL
\$ 43,814,088	\$ 575,837	\$ 77,716,250	\$12,881	\$ 1,657,021,890
44,912,571	733,043	78,921,154	-0-	1,669,971,283
42,178,995	673,526	79,703,200	158	1,595,053,707
38,945,621	760,533	80,928,871	140	1,589,459,327
37,883,765	715,913	77,125,833	1,731	1,485,342,514
35,121,583	563,431	74,109,303	1,786	1,422,414,475
29,853,443	469,441	75,432,744	1,081	1,391,407,472
28,656,923	498,493	78,087,804	973	1,355,044,024
27,171,324	527,760	77,164,613	-0-	1,333,282,240
25,921,895	520,918	76,600,670	-0-	1,299,678,315

PUBLIC UTILITIES		
PERSONAL PROPERTY	REAL ESTATE	MERCHANTS CAPITAL
\$ 1.15	\$ .52	\$ .52
1.15	.52	.52
1.15	.52	.52
1.15	.45	.45
1.15	.48	.48
1.15	.48	.48
1.15	.48	.48
1.15	.39	-0-
1.15	.39	-0-
1.15	.39	-0-

COUNTY OF WISE, VIRGINIA  
PROPERTY TAX LEVIES & COLLECTIONS  
LAST TEN FISCAL YEARS

FISCAL YEAR	TOTAL(1) TAX LEVY	CURRENT TAX (1) COLLECTIONS	PERCENT OF LEVY COLLECTED	DELINQUENT(1) TAX COLLECTIONS
2000-01	\$12,459,956	\$11,502,162	92.31%	\$ 873,983
1999-00	12,024,219	10,876,412	90.45%	658,487
1998-99	14,109,191	12,791,733	92.08%	681,230
1997-98	10,688,242	10,017,632	93.72%	418,931
1996-97	10,587,443	9,930,492	93.79%	541,692
1995-96	10,163,513	9,573,240	94.19%	476,500
1994-95	9,778,131	9,010,573	92.15%	538,148
1993-94	9,497,418	8,677,536	91.37%	652,677
1992-93	8,305,631	7,349,976	88.49%	1,051,270
1991-92	8,292,643	7,430,654	89.60%	592,012

Notes:

- (1) Beginning in May, 1999 the County of Wise began a dual tax ticket collection for real estate taxes only. The amount reported constitutes the assessment for the first half of the year. The remaining assessment will be due on October 15, 2001.

RATIO OF NET GENERAL BONDED DEBT  
TO ASSESSED VALUE & NET BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS

FISCAL YEAR	POPULATION(1)	ASSESSED VALUE (In Thousands)(2)	GROSS BONDED DEBT(3)	LESS: DEBT SERVICE MONIES AVAILABLE
2000-01	40,123	\$ 1,657,021,890	\$ 17,885,530	\$ -0-
1999-00	39,573	1,669,971,283	14,589,831	-0-
1998-99	39,573	1,595,053,707	4,236,748	-0-
1997-98	39,573	1,589,459,327	4,148,001	-0-
1996-97	39,573	1,485,342,514	5,094,382	-0-
1995-96	39,573	1,422,414,475	5,933,263	-0-
1994-95	39,573	1,391,407,472	6,887,471	-0-
1993-94	39,573	1,355,044,024	7,871,352	-0-
1992-93	39,573	1,333,282,240	6,920,203	-0-
1991-92	39,573	1,299,678,315	8,111,137	-0-

Notes:

- (1) Bureau of Census.  
(2) From Schedule 11  
(3) Includes all long-term general obligation debt.  
(4) 100% of fair market value.  
(5) Includes General Obligation Debt payable from Enterprise Revenues.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

SCHEDULE 13

TOTAL TAX COLLECTIONS	PERCENT OF TOTAL TAX COLLECTIONS OF TAX LEVY	OUTSTANDING DELINQUENT TAXES	PERCENT OF DELINQUENT TAXES TO TAX LEVY
\$12,376,145	99.33%	\$ 1,904,288	15.28%
11,534,899	95.93%	2,229,670	18.54%
13,672,963	96.91%	1,951,418	13.83%
10,436,563	97.64%	1,754,061	16.41%
10,472,184	98.91%	1,763,538	16.66%
10,049,740	98.88%	1,962,038	19.30%
9,548,721	97.65%	2,047,874	20.94%
9,330,213	98.24%	2,145,590	22.59%
8,401,246	101.15%	2,427,344	29.23%
8,022,666	96.74%	1,887,132	22.76%

SCHEDULE 14

DEBT PAYABLE FROM ENTERPRISE REVENUES (5)	NET BONDED DEBT	RATIO OF BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
\$ 3,589,824	\$14,295,706	0.0086	\$ 356.29
4,166,213	10,423,618	0.0062	263.40
358,815	3,877,933	0.0024	97.99
386,416	3,761,585	0.0023	95.05
834,017	4,260,365	0.0029	107.66
1,131,618	4,801,645	0.0034	121.34
1,419,219	5,468,252	0.0039	138.18
1,696,820	6,174,532	0.0046	156.03
-0-	6,920,203	0.0051	174.87
-0-	8,111,137	0.0063	204.97



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