

SHELDON TOWNSHIP FIRE DISTRICT

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2003

**SHELDON TOWNSHIP FIRE DISTRICT
ANNUAL FINANCIAL REPORT
FOR YEAR ENDED JUNE 30, 2003**

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FINANCIAL SECTION

MELLEN & WECHSLER, P.A.

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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Sheldon Township Fire District
Sheldon, South Carolina

We have audited the accompanying general-purpose financial statements of the Sheldon Township Fire District as of and for the year ended June 30, 2003, as listed in the table of contents. These general-purpose financial statements are the responsibility of the Sheldon Township Fire District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Sheldon Township Fire District as of June 30, 2003, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying financial information listed as schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Sheldon Township Fire District. The information in these schedules has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and in our opinion is fairly stated in all material respects in relation to the financial statements taken as a whole.

Mellen & Wechsler, P.A.
Mellen & Wechsler, P.A.
December 15, 2003

SHELDON TOWNSHIP FIRE DISTRICT
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNTS GROUPS
 JUNE 30, 2003

	GOVERNMENTAL FUND TYPES			ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL	DEBT	GENERAL	GENERAL	
	FUND	REVENUE FUND	SERVICE FUND	FIXED ASSETS	LONG-TERM DEBT	
ASSETS						
Cash - Unrestricted	\$ 14,140	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 14,140
Due from Beaufort County	25,976	9,056	6,746	-0-	-0-	41,778
Accounts Receivable	7,027	-0-	606	-0-	-0-	7,633
Amount Available in Debt Service Fund	-0-	-0-	-0-	-0-	6,746	6,746
Amount to be Provided for Retirement of Long-Term Debt	-0-	-0-	-0-	-0-	359,040	359,040
Property and Equipment	-0-	-0-	-0-	1,166,349	-0-	1,166,349
TOTAL ASSETS	<u>\$ 47,143</u>	<u>\$ 9,056</u>	<u>\$ 7,352</u>	<u>\$ 1,166,349</u>	<u>\$ 365,786</u>	<u>\$ 1,595,686</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Notes and Leases Payable	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 365,786	\$ 365,786
Total Liabilities	-0-	-0-	-0-	-0-	365,786	365,786
Fund Balances						
Investment in General Fixed Assets	-0-	-0-	-0-	1,166,349	-0-	1,166,349
Reserved	-0-	-0-	7,352	-0-	-0-	7,352
Unreserved	47,143	9,056	-0-	-0-	-0-	56,199
Total Fund Balances	47,143	9,056	7,352	1,166,349	-0-	1,229,900
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 47,143</u>	<u>\$ 9,056</u>	<u>\$ 7,352</u>	<u>\$ 1,166,349</u>	<u>\$ 365,786</u>	<u>\$ 1,595,686</u>

See accompanying notes and accountants' report.

SHELDON TOWNSHIP FIRE DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUND TYPES
 FOR THE YEAR ENDED JUNE 30, 2003

	GOVERNMENTAL FUND TYPES			TOTALS (MEMORANDUM ONLY)
	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	
REVENUES				
Taxes	\$ 650,272	\$ -0-	\$ 46,397	\$ 696,669
Fees and Licenses	-0-	8,908	-0-	8,908
Miscellaneous	-0-	28	-0-	28
Total Revenues	<u>650,272</u>	<u>8,936</u>	<u>46,397</u>	<u>705,605</u>
EXPENDITURES				
Current				
Public Safety	643,012	-0-	-0-	643,012
Capital Outlay	12,820	-0-	-0-	12,820
Debt Service	-0-	-0-	59,602	59,602
Total Expenditures	<u>655,832</u>	<u>-0-</u>	<u>59,602</u>	<u>715,434</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(5,560)</u>	<u>8,936</u>	<u>(13,205)</u>	<u>(9,829)</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	-0-	-0-	9,000	9,000
Operating Transfers Out	-0-	(9,000)	-0-	(9,000)
Total Other Financing Sources (Uses)	<u>-0-</u>	<u>(9,000)</u>	<u>9,000</u>	<u>-0-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(5,560)</u>	<u>(64)</u>	<u>(4,205)</u>	<u>(9,829)</u>
Fund Balances, Beginning of Year	<u>52,703</u>	<u>9,120</u>	<u>11,557</u>	<u>73,380</u>
Fund Balances, End of Year	<u>\$ 47,143</u>	<u>\$ 9,056</u>	<u>\$ 7,352</u>	<u>\$ 63,551</u>

See accompanying notes and accountants' report.

SHELDON TOWNSHIP FIRE DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUND TYPES
 FOR THE YEAR ENDED JUNE 30, 2003

	GENERAL FUND			DEBT SERVICE FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Taxes	\$ 666,208	\$ 650,272	\$(15,936)	\$ 59,603	\$ 46,397	\$(13,206)
Total Revenues	<u>666,208</u>	<u>650,272</u>	<u>(15,936)</u>	<u>59,603</u>	<u>46,397</u>	<u>(13,206)</u>
EXPENDITURES						
Current						
Public Safety	658,208	643,012	15,196	-0-	-0-	-0-
Debt Service	-0-	-0-	-0-	59,603	59,602	1
Capital Outlay	<u>8,000</u>	<u>12,820</u>	<u>(4,820)</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total Expenditures	<u>666,208</u>	<u>655,832</u>	<u>10,376</u>	<u>59,603</u>	<u>59,602</u>	<u>1</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-0-</u>	<u>(5,560)</u>	<u>(5,560)</u>	<u>-0-</u>	<u>(13,205)</u>	<u>(13,205)</u>
OTHER FINANCING SOURCES (USES)						
Operating Transfers In	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>9,000</u>	<u>(9,000)</u>
Total Other Financing Sources (Uses)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>9,000</u>	<u>(9,000)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-0-</u>	<u>(5,560)</u>	<u>(5,560)</u>	<u>-0-</u>	<u>(4,205)</u>	<u>(4,205)</u>
Fund Balance, Beginning of Year	<u>52,703</u>	<u>52,703</u>	<u>-0-</u>	<u>11,557</u>	<u>11,557</u>	<u>-0-</u>
Fund Balance, End of Year	<u>\$ 52,703</u>	<u>\$ 47,143</u>	<u>\$(5,560)</u>	<u>\$ 11,557</u>	<u>\$ 7,352</u>	<u>\$(4,205)</u>

See accompanying notes and accountants' report.

**SHELDON TOWNSHIP FIRE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Sheldon Township Fire District conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

NATURE OF ACTIVITIES

The Sheldon Township Fire District was established on August 24, 1977, for the purpose of providing fire protection and emergency services for the residents of Sheldon and surrounding areas.

REPORTING ENTITY

Generally accepted accounting principles, as established by the Governmental Accounting Standards Board, require that the financial reporting entity's financial statements include the financial operation of the primary government organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The basic criteria for including organizations as component units within the reporting entity include legal separation of the organization, selection of governing authority, designation of management, ability to influence operations, accountability for fiscal matters, and financial interdependency. Based on the above reporting criteria, all activities or organizations considered to be part of the Sheldon Township Fire District are included in the financial statements.

BASIS OF PRESENTATION - FUND ACCOUNTING

The accounts of the Sheldon Township Fire District are organized and operated on a fund basis. A fund is an independent fiscal accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The minimum number of funds maintained consistent with the requirements of the law.

The various funds are summarized by type in the financial statements. The Sheldon Township Fire District uses the following fund types and account groups.

Governmental Funds

General Fund - The General Fund is the general operating fund of the Sheldon Township Fire District. It is used to account for all financial resources except those required to be accounted for in another fund.

**SHELDON TOWNSHIP FIRE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - FUND ACCOUNTING - Continued

Governmental Funds - Continued

Special Revenue Fund - Special Revenue Funds are used to account for the specific revenue sources that are legally restricted to expenditures for specific purposes. This fund is used to account for fire impact fees assessed on new development and will be expended on major capital acquisitions.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for and the payment of general long-term debt.

Account Groups

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on the balance sheets.

Sheldon Township Fire District's reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with the measurement of the results of operations.

General Fixed Assets Account Group -- This group of accounts is established to account for all fixed assets of the Fire District. Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings and equipment (e.g. roadways, pathways, etc.) are not capitalized along with other general fixed assets. No depreciation is provided on general fixed assets.

General Long-Term Debt Account Group -- This group of accounts is established to account for all long-term obligations of the Fire District. Long-term liabilities expected to be repaid from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

**SHELDON TOWNSHIP FIRE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF ACCOUNTING

The Sheldon Township Fire District maintains the modified accrual method of accounting. Under the modified accrual method, revenues are recognized when measurable and available. Expenditures are recorded when incurred. Capital expenditures and payments of principal and interest on long-term debt are considered to be expenditures when paid.

BUDGETS AND BUDGETARY ACCOUNTING

The Sheldon Township Fire District follows these procedures in establishing the budgetary data reflected in the financial statements.

Prior to May 1, the commission submits to the Beaufort County Council a proposed operating budget for its General Fund for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the County levies taxes to meet the approved expenditures.

Public hearings are conducted to obtain taxpayer comments as required by Section 4-9-130 of the South Carolina statutes.

Prior to July 1, the budget is legally enacted through passage of an ordinance.

The Treasurer is authorized to transfer budgeted amounts between accounts within any fund; however, the County Council must approve any revisions that alter the total expenditures of any fund. It is unlawful to expend or contract for an expenditure in any fiscal year more than the amount budgeted in each fund pursuant to Section 4-9-140 of the South Carolina statutes.

Revenues in excess of the current budget ordinance may be expended as directed by the revenue source or for the express purpose for which the funds were generated without further approval by the County Council.

FIXED ASSETS

General fixed assets are recorded at original cost or appraised value for donated assets. No depreciation has been recorded on general fixed assets and interest is not capitalized.

**SHELDON TOWNSHIP FIRE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

LONG-TERM DEBT

Long-term debt for the General Fund is included in the Long-Term Debt Account Group.

FUND BALANCES

The amounts shown in the fund balance section of the balance sheet reflects fund balance as defined by "generally accepted accounting principles" in NCGA Statement #1.

ACCOUNTING ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principals requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

TOTALS (MEMORANDUM ONLY) COLUMNS

In the accompanying financial statements, the "Totals (Memorandum Only)" columns are not the equivalent of consolidated totals and do not represent consolidated financial information. These columns are presented only to facilitate financial analysis.

NOTE 2 CASH

The Sheldon Township Fire District maintains cash balances in a local bank and is fully covered by FDIC insurance.

NOTE 3 DUE FROM BEAUFORT COUNTY

The due from Beaufort County represents cash held by the county treasurer in a pooled account. These deposits were entirely covered by federal deposit insurance or by collateral held by the financial institutions in the County's name.

**SHELDON TOWNSHIP FIRE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003**

NOTE 4 PROPERTY AND EQUIPMENT

Changes in General Fixed Assets - As more fully explained in Note 1, the Sheldon Township Fire District records its property and equipment at cost. During the year ended June 30, 2003, the following changes in general fixed assets occurred:

	Balance June 30, 2002	Additions	Retirements	Balance June 30, 2003
Land and Buildings	\$ 326,340	\$ -	\$ -	\$ 326,340
Vehicles	664,317	10,000	57,800	616,517
Office Equipment	7,755	-	-	7,755
Fire Fighting Equipment	215,210	-	-	215,210
Well	527	-	-	527
Total	\$ 1,214,149	\$ 10,000	\$ 57,800	\$ 1,166,349

NOTE 5 ACCRUED COMPENSATED ABSENCES

Regular employees who are separated from the Sheldon Township Fire District will be paid for all accrued unused vacation hours. The Sheldon Township Fire District has no financial liability for its unused sick leave. Compensated absences are paid from the general fund.

The liability is recorded in the Long-Term Debt account group and includes 15% for employee benefits.

NOTE 6 PENSION PLAN OBLIGATION

The Fire District participates in the South Carolina Retirement System. The South Carolina Retirement System is a cost-sharing multi-employer defined benefit pension plan administered by the Retirement Division of the State Budget and Control Board.

Both employees and employers are required to contribute to the plan under authority of Title 9 of the South Carolina Code of Laws. All employers contribute at the actuarially required contribution rates. A summary of the required contribution rates and the amounts contributed to the plan follows:

SOUTH CAROLINA POLICE OFFICERS CONTRIBUTION INFORMATION	2003	2002	2001
Total Current Year Payroll	\$ 405,114	\$ 337,482	\$ 294,347
Covered Payroll	390,662	337,482	291,972
Employee Contributions	25,393	21,778	18,979
Employee Contribution Rate (based upon salary)	6.5%	6.5%	6.5%
Employer Contributions	40,238	34,509	30,073
Employer Contribution Rate (based upon salary)	10.3%	10.3%	10.3%

**SHELDON TOWNSHIP FIRE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003**

NOTE 6 PENSION PLAN OBLIGATION - Continued

SOUTH CAROLINA RETIREMENT CONTRIBUTION INFORMATION	2003	2002	2001
Total Current Year Payroll	\$ 25,570	\$ 22,015	\$ 18,770
Covered Payroll	25,570	22,015	18,770
Employee Contributions	1,534	1,321	1,126
Employee Contribution Rate (based upon salary)	6.0%	6.0%	6.0%
Employer Contributions	1,713	1,475	1,258
Employer Contribution Rate (based upon salary)	6.7%	6.7%	6.7%

The South Carolina Police Officers Retirement System offers retirement and disability benefits, cost of living adjustments on an ad-hoc basis, life insurance benefits, and survivor benefits. The plan's provisions are established under Title 9 of the South Carolina Code of Laws.

A Comprehensive Annual Financial Report containing financial statements and required supplementary information for the South Carolina Retirement System is issued and publicly available by writing the South Carolina Retirement System, Post Office Box 11970, Columbia, South Carolina 29211-1970.

NOTE 7 LONG-TERM DEBT

Long-term debt at June 30, 2003, consisted of the following:

	<u>BALANCE</u>
\$172,103, BB&T Leasing Corporation, payments of \$22,407 due July annually including interest of 5.11% that balloons in year 2005. Collateralized by pumper truck.	\$ 110,776
\$280,000, Palmetto State Bank note, dated November 17, 2002, due annually at \$36,602 including interest of 5.19%. Collateralized by fire station and fire vehicles.	241,409
Compensated Absences	<u>13,601</u>
Total	<u>\$ 365,786</u>

**SHELDON TOWNSHIP FIRE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003**

NOTE 7 LONG-TERM DEBT - Continued

Changes in Long-Term Debt:

	<u>Balance</u> <u>June 30, 2002</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2003</u>
BB&T Leasing Corporation	\$ 127,272	\$ -	\$ 16,496	\$ 110,776
Palmetto State Bank	264,711	-	23,302	241,409
Total	<u>\$ 391,983</u>	<u>\$ -</u>	<u>\$ 39,798</u>	<u>\$ 352,185</u>

Five-Year Debt Requirements:

The annual amounts required to amortize the note payable is as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2004	\$ 24,073	\$ 12,529	\$ 36,602
2005	25,322	11,280	36,602
2006	26,572	10,030	36,602
2007	27,951	8,651	36,602
2008	29,401	7,201	36,602
Thereafter	<u>108,090</u>	<u>12,731</u>	<u>120,821</u>
Total	<u>\$ 241,409</u>	<u>\$ 62,422</u>	<u>\$ 303,831</u>

The Fire District has entered into various lease purchase agreements to purchase a fire truck and equipment with a lease term of five to seven years. The following is a schedule of future minimum lease payments under capital leases, together with the present value of net minimum lease payments at June 30, 2003.

<u>Year Ended June 30,</u>	<u>Amount</u>
2004	\$ 22,407
2005	22,407
2006	22,407
2007	22,407
2008	22,407
Thereafter	<u>19,167</u>
Total Minimum Lease Payments	131,202
Less Amount Representing Interest	<u>(20,426)</u>
Net Present Value of Minimum Lease Payments	<u>\$ 110,776</u>

The following is an analysis of property under capital leases included in the general fixed asset account group at June 30, 2003.

1999 KME Cab and Chassis Fire Truck	<u>\$185,237</u>
	<u>\$185,237</u>

**SHELDON TOWNSHIP FIRE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003**

NOTE 8 DEBT LIMITATION

The Sheldon Township Fire District's general obligation debt is limited by law to eight percent of the total assessed value. As of March 2003 the assessed value was \$17,229,922. The computation of legal debt limit is as follows:

Assessed value (\$17,541,368 X 8%)	\$ 1,403,309
General obligation debt at June 30, 2002	<u>(241,409)</u>
Excess of debt limit over general obligation debt	<u>\$ 1,161,900</u>

NOTE 9 DESIGNATED FUND BALANCE

The designated fund balance in the debt service fund is for the payment of principal and interest on long-term debt.

NOTE 10 RISK MANAGEMENT

The Fire District is exposed to various types of risk of loss and maintains elements of both self-insurance and purchased insurance policies divided into coverage of workers' compensation, property and casualty, and employee health insurance. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. The insurers promise to pay to or on behalf of the insured for covered economic losses sustained during the policy in accordance with insurance policy and benefit program limits.

The Fire District has recorded insurance premium expenditures in the applicable functional expenditure categories of the general fund. These expenditures do not include estimated claim losses and estimable premium adjustments.

In management's opinion, supplemental premium assessments, if any, would not be significant enough to have a material adverse effect on the financial position of the Fire District.

There have not been any reductions in insurance coverage from the prior year.

SUPPLEMENTAL INFORMATION SECTION

SHELDON TOWNSHIP FIRE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2003

		GENERAL FUND		
		BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES				
Taxes		\$ 666,208	\$ 650,272	\$(15,936)
Total Revenues		(666,208)	(650,272)	(15,936)
EXPENDITURES				
Current				
Public Safety				
Acct No.	Description			
8.	Health Insurance	31,223	26,166	5,057
9.	Tort Liability	950	880	70
10.	Unemployment Insurance	1,500	1,325	175
11.	Workers Compensation	19,851	28,483	(8,632)
12.	Audit	3,300	3,150	150
13.	Physicals	5,400	4,755	645
14.	Utilities	10,600	8,994	1,606
15.	Ground Maintenance	500	482	18
16.	Building Insurance	2,125	1,507	618
17.	Equipment Insurance	13,465	12,971	494
18.	Custodial	600	599	1
19.	Building Maintenance and Repair	4,000	4,259	(259)
20.	Equipment Maintenance and Repair	2,500	2,418	82
21.	Membership and Subscriptions	600	355	245
22.	Office Supplies	400	411	(11)
23.	Postage	400	369	31
24.	Printing	1,000	1,242	(242)
25.	Telephone	3,500	3,572	(72)
26.	Training	2,500	2,212	288
27.	Uniforms	3,000	2,854	146
28.	Vehicle Fuel and Oil	7,000	7,229	(229)
29.	Vehicle Maintenance and Repair	18,000	17,127	873
30.	Fire Prevention	800	801	(1)
31.	Miscellaneous	2,000	2,674	(674)
	Total Operating Expenses	\$ 135,214	\$ 134,835	\$ 379

See accountants' report.

SHELDON TOWNSHIP FIRE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2003

		<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Personnel				
<u>Acct No.</u>	<u>Description</u>			
1.	Salaries and Wages Full-Time	\$ 440,901	\$ 427,442	\$ 13,459
3.	Overtime (Extra Shifts)	3,000	3,242	(242)
4.	Volunteer Per Diem	1,500	1,500	-0-
5.	Medicare	6,437	6,245	192
6.	FICA	27,522	26,702	820
7.	Retirement	<u>43,634</u>	<u>43,046</u>	<u>588</u>
	Total Personnel	<u>522,994</u>	<u>508,177</u>	<u>14,817</u>
	Total Public Safety	<u>658,208</u>	<u>643,012</u>	<u>15,196</u>
Capital Outlay				
32.	Fire Fighting Property and Equipment	<u>8,000</u>	<u>12,820</u>	<u>(4,820)</u>
	Total Capital Outlay	<u>8,000</u>	<u>12,820</u>	<u>(4,820)</u>
	Total Expenditures	<u>666,208</u>	<u>655,832</u>	<u>10,376</u>
	Excess (Deficiency) of Revenues Over Expenditures	-0-	(5,560)	(5,560)
	Fund Balances, Beginning of Year	<u>52,703</u>	<u>52,703</u>	<u>-0-</u>
	Fund Balances, End of Year	<u>\$ 52,703</u>	<u>\$ 47,143</u>	<u>\$ (5,560)</u>

See accountants' report.