

Proprietary Funds

The Primary Government has two major proprietary funds, the Water and Wastewater Fund and the Solid Waste Fund. Both of these funds have been fully described in the footnotes to the basic financial statements. The combining statements in this section include columns for both components of these major funds or for other funds considered to be non-major. Descriptions for these columns are provided below.

Enterprise Funds

Water and Wastewater Enterprise – This fund consists of three component funds, operating, debt service, and capital projects.

Operating – This fund accounts for the operation of public water supply systems and sewage collection and treatment systems in the County. Revenues consist mainly of user fees, and developer and grant contributions.

Debt Service – This fund accounts for the collection of front foot, user connections, and capital connection fees and the use of these funds to pay the principal and interest on water and wastewater debt.

Capital Projects – This fund accounts for the construction of water and wastewater plants and lines used to provide services to County residents. Funding sources and costs are accumulated by project and, when completed, the assets are capitalized in the Operating Fund.

Solid Waste Enterprise – This fund accounts for the costs associated with the collection and disposal of refuse at the County landfills. Revenues originate primarily from annual service charges to customers and tipping fees from commercial trash haulers, and are designed to recover all operating expenses, including interest on long-term debt. The Solid Waste Enterprise Fund also includes capital project accounts for landfill construction and closure costs. Funding sources are primarily from the sale of County General Obligation Bonds, Federal and State Grants and pay-as-you-go moneys provided by the operating fund.

Child Care – This fund accounts for the school age child care program provided by the County's Recreation and Parks Department. Revenues consist of child care fees collected from those participating in the program. Costs of the fund including operating of the several child care sites as well as administrative costs.

Internal Service Funds

Self Insurance – This fund accounts for insurance activity of the County, including self-insured workmen's compensation, auto liability, and general liability. The revenues herein are premiums paid by other County funds and the Board of Education. The disbursements relate to payments of claims and the purchase of insurance policies for property insurance and bonding.

Health Insurance – This fund accounts for the health insurance activity of the County, which is primarily self insured for medical benefits. Premiums are received from County funds and some component units and disbursements are made to claims administrators or insurers.

Print Shop – This fund accounts for the activities of the print shop. Revenues are received from County funds or component units.

Central Garage and Transportation – This fund accounts for the operation of the County's garages and motor pool. Revenues consist of charges to County funds for lease charges, vehicle repair, and gasoline usage.

Garage Replacements – This fund accounts for a replacement reserve for of the County's motor pool. Revenues consist of charges to County funds for replacement of vehicles, and gasoline usage.

Anne Arundel County, Maryland

Combining Schedule for Statement of Net Assets

Water and Wastewater Fund

June 30, 2005

	<u>Operating</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
ASSETS				
Current Assets				
Cash and investments	\$ 11,273,554	\$ -	\$ -	\$ 11,273,554
Service billings receivable	17,199,981	-	-	17,199,981
Inventories	789,523	-	-	789,523
Restricted for debt service and capital				
Cash and temporary investments	-	88,415,973	47,188,217	135,604,190
Receivables				
Due from other governmental agencies	-	-	685,908	685,908
Other, net	-	4,633,161	-	4,633,161
Total current assets	<u>29,263,058</u>	<u>93,049,134</u>	<u>47,874,125</u>	<u>170,186,317</u>
Noncurrent assets				
Restricted assets				
Deferred connection and assessment charges	-	60,042,012	-	60,042,012
Notes receivable	-	5,326,451	-	5,326,451
Total noncurrent restricted assets	<u>-</u>	<u>65,368,463</u>	<u>-</u>	<u>65,368,463</u>
Capital assets				
Land and buildings	20,377,815	-	-	20,377,815
Water and sewer plants	423,859,594	-	-	423,859,594
Water and sewer lines	741,715,568	-	-	741,715,568
Machinery and equipment	10,061,461	-	-	10,061,461
	<u>1,196,014,438</u>	<u>-</u>	<u>-</u>	<u>1,196,014,438</u>
Less accumulated depreciation	<u>(358,370,978)</u>	<u>-</u>	<u>-</u>	<u>(358,370,978)</u>
	837,643,460	-	-	837,643,460
Construction work in progress	5,520,879	-	129,472,306	134,993,185
Total capital assets, net of depreciation	<u>843,164,339</u>	<u>-</u>	<u>129,472,306</u>	<u>972,636,645</u>
Total assets	<u>872,427,397</u>	<u>158,417,597</u>	<u>177,346,431</u>	<u>1,208,191,425</u>
LIABILITIES				
Current liabilities				
Accrued liabilities	4,284,777	-	-	4,284,777
Current portion of long-term debt and obligations	20,252,469	(349,271)	-	19,903,198
Bond anticipation notes	6,000,000	-	-	6,000,000
Due to other funds	852,713	-	-	852,713
Escrow deposits	86,987	-	-	86,987
Liabilities related to restricted assets				
Accrued liabilities	-	4,842,916	9,811,647	14,654,563
Escrow deposits	-	-	858,974	858,974
Deferred revenue	-	5,680,424	-	5,680,424
Total current liabilities	<u>31,476,946</u>	<u>10,174,069</u>	<u>10,670,621</u>	<u>52,321,636</u>
Noncurrent liabilities				
Accrued liability for compensated absences	93,553	-	-	93,553
Long-term debt, net of deferred refunding loss	144,155,797	(2,207,721)	101,311,029	243,259,105
Deferred revenue	6,937,558	-	-	6,937,558
Total liabilities	<u>182,663,854</u>	<u>7,966,348</u>	<u>111,981,650</u>	<u>302,611,852</u>
NET ASSETS				
Invested in capital assets, net of related debt	673,828,692	2,556,992	41,727,927	718,113,611
Restricted	-	147,894,257	23,636,854	171,531,111
Unrestricted	15,934,851	-	-	15,934,851
Total net assets	<u>\$ 689,763,543</u>	<u>\$ 150,451,249</u>	<u>\$ 65,364,781</u>	<u>\$ 905,579,573</u>

Anne Arundel County, Maryland

Combining Schedule for Statement of Revenues, Expenses, and Changes in Fund Net Assets

Water and Wastewater Fund

Year Ended June 30, 2005

	Operating	Debt Service	Capital Projects	Total
OPERATING REVENUES				
Charges for services	\$ 61,805,702	\$ -	\$ -	\$ 61,805,702
Other revenues	2,965,814	-	-	2,965,814
Total operating revenues	<u>64,771,516</u>	<u>-</u>	<u>-</u>	<u>64,771,516</u>
OPERATING EXPENSES				
Personal services	21,172,390	-	-	21,172,390
Contractual services	22,728,062	-	-	22,728,062
Supplies and materials	3,657,907	-	-	3,657,907
Business and travel	99,242	-	-	99,242
Depreciation	27,868,909	-	-	27,868,909
Other	7,417,000	-	-	7,417,000
Total operating expenses	<u>82,943,510</u>	<u>-</u>	<u>-</u>	<u>82,943,510</u>
Operating loss	(18,171,994)	-	-	(18,171,994)
NONOPERATING REVENUES AND EXPENSES				
Investment income	176,006	1,875,671	-	2,051,677
Interest on long-term receivables	-	1,992,004	-	1,992,004
Other revenues	-	730,532	-	730,532
Interest expense	-	(8,428,124)	-	(8,428,124)
Loss on the disposal of assets	(2,662,797)	(422,848)	-	(3,085,645)
Net loss before other revenues	<u>(20,658,785)</u>	<u>(4,252,765)</u>	<u>-</u>	<u>(24,911,550)</u>
OTHER				
Capital contributions and grants	21,741,698	11,074,899	101,084	32,917,681
Environmental protection fees	-	5,621,192	-	5,621,192
Net equity transfers between funds	24,000,079	(20,602,316)	(3,397,763)	-
Change in net assets	25,082,992	(8,158,990)	(3,296,679)	13,627,323
Net assets, July 1	<u>664,680,551</u>	<u>158,610,239</u>	<u>68,661,460</u>	<u>891,952,250</u>
Net assets, June 30	<u>\$ 689,763,543</u>	<u>\$ 150,451,249</u>	<u>65,364,781</u>	<u>\$ 905,579,573</u>

Anne Arundel County, Maryland

Combining Schedule for Statement of Cash Flows

Water and Wastewater Fund

Year Ended June 30, 2005

	<u>Operating</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Water and Wastewater</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 63,650,081	\$ -	\$ -	\$ 63,650,081
Cash payments to suppliers for goods and services	(33,182,656)	-	-	(33,182,656)
Cash payments to employees for services	(21,082,807)	-	-	(21,082,807)
Other revenues	-	-	-	-
Net cash provided by operating activities	<u>9,384,618</u>	<u>-</u>	<u>-</u>	<u>9,384,618</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from sale of County bonds and bond anticipation notes	-	19,000,000	11,500,000	30,500,000
Proceeds from grant funds	-	-	361,387	361,387
Proceeds from loan	-	-	12,102,724	12,102,724
Proceeds from developers' contributions	-	-	109,593	109,593
Refunds to developers	-	-	(158,296)	(158,296)
Cash receipts from assessment and connection charges	1,743,932	16,287,724	-	18,031,656
Environmental protection fees for capital assets	-	5,737,957	-	5,737,957
Payments of long-term debt	-	(18,538,242)	-	(18,538,242)
Payments of bond anticipation notes	-	(19,000,000)	-	(19,000,000)
Interest payments	-	(10,137,584)	-	(10,137,584)
Operations funds used in construction	(15,759,000)	-	15,759,000	-
Acquisition and construction of capital assets	(743,348)	-	(45,702,094)	(46,445,442)
Payments for debt issuance costs	-	(348,321)	-	(348,321)
Premium on sale of bonds	-	831,489	-	831,489
Payments received on note receivable	-	1,874,506	-	1,874,506
Proceeds from other capital contributions	(16)	-	-	(16)
Net cash used for capital and related financing activities	<u>(14,758,432)</u>	<u>(4,292,471)</u>	<u>(6,027,686)</u>	<u>(25,078,589)</u>
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of investment securities	-	(76,974,662)	-	(76,974,662)
Sale of investment securities	-	80,980,243	-	80,980,243
Interest on investments	176,006	1,176,130	-	1,352,136
Net cash provided by investing activities	<u>176,006</u>	<u>5,181,711</u>	<u>-</u>	<u>5,357,717</u>
Net increase (decrease) in cash and cash equivalents	(5,197,808)	889,240	(6,027,686)	(10,336,254)
Cash and cash equivalents, July 1	16,471,362	4,084,934	53,215,903	73,772,199
Cash and cash equivalents, June 30	11,273,554	4,974,174	47,188,217	63,435,945
Investment in non-cash equivalents	-	83,441,799	-	83,441,799
Total cash and temporary investments	<u>\$ 11,273,554</u>	<u>\$ 88,415,973</u>	<u>\$ 47,188,217</u>	<u>\$ 146,877,744</u>

Combining Schedule for Statement of Cash Flows

Water and Wastewater Fund

Year Ended June 30, 2005

	<u>Operating</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Water and Wastewater</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income (loss)	s (18,171,994)	s -	-	(18,171,994)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	27,868,909	-	-	27,868,909
Change in assets and liabilities:				
Increase in accounts receivable	(1,117,658)	-	-	(1,117,658)
Decrease in inventories	354,466	-	-	354,466
Increase in accrued liabilities	87,405	-	-	87,405
Increase in due to other funds	380,909	-	-	380,909
Decrease in escrow deposits	(3,776)	-	-	(3,776)
Decrease in accrued liability for compensated absences	<u>(13,643)</u>	<u>-</u>	<u>-</u>	<u>(13,643)</u>
Net cash provided by operating activities	s <u>9,384,618</u>	s <u>-</u>	s <u>-</u>	<u>9,384,618</u>

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

In fiscal year 2005, facilities with an estimated market value of \$13,101,783 were contributed to the Enterprise funds by developers. These were primarily water and sewer lines placed in new developments.

In fiscal year 2005, amortization of refunding gains and losses resulted in a net expense of \$509,896 in the Water and Wastewater Fund.

In fiscal year 2005, the net fair market value adjustment related to investments was a loss of \$246,512 in the Water and Wastewater Fund.

Schedule of Revenues, Expenses, and Encumbrances - Budget and Actual (Non-GAAP Basis)

Enterprise Funds

Year Ended June 30, 2005

	Original Budget	Final Budget	Actual	Variance Over (Under)
WATER AND WASTEWATER OPERATIONS				
Revenues				
Charges for services	\$ 64,711,100	\$ 64,711,100	\$ 63,568,234	\$ (1,142,866)
Investment income	40,000	40,000	176,006	136,006
Miscellaneous reimbursement	30,000	30,000	64,725	34,725
Other	2,423,900	2,423,900	3,074,447	650,547
	<u>67,205,000</u>	<u>67,205,000</u>	<u>66,883,412</u>	<u>(321,588)</u>
Expenses				
Personal services	22,232,100	22,113,600	21,237,115	(876,485)
Contractual services	21,982,300	22,062,300	22,604,406	542,106
Supplies and materials	3,084,900	3,639,900	3,572,495	(67,405)
Business and travel	222,800	225,300	105,573	(119,727)
Capital outlay	858,400	967,400	858,801	(108,599)
Administrative costs	8,045,000	7,417,000	7,417,000	-
Pay-as-you-go	15,759,000	15,759,000	15,759,000	-
	<u>72,184,500</u>	<u>72,184,500</u>	<u>71,554,390</u>	<u>(630,110)</u>
Revenues over (under) expenses	<u>\$ (4,979,500)</u>	<u>\$ (4,979,500)</u>	<u>\$ (4,670,978)</u>	<u>\$ 308,522</u>
WATER AND WASTEWATER DEBT SERVICE				
Revenues				
Water and sewer assessments	\$ 6,698,300	\$ 6,698,300	\$ 6,679,838	\$ (18,462)
Capital connection charges	17,365,800	17,365,800	13,024,880	(4,340,920)
Environmental protection fees	6,094,000	6,094,000	5,621,192	(472,808)
Investment income	3,105,000	3,105,000	3,085,571	(19,429)
Developer contribution	334,500	334,500	-	(334,500)
Other	88,000	88,000	730,532	642,532
	<u>33,685,600</u>	<u>33,685,600</u>	<u>29,142,013</u>	<u>(4,543,587)</u>
Expenses				
Principal payments on debt	18,547,900	18,547,900	18,538,242	(9,658)
Interest expense	12,664,000	12,664,000	11,782,100	(881,900)
Other	287,000	287,000	402,521	115,521
	<u>31,498,900</u>	<u>31,498,900</u>	<u>30,722,863</u>	<u>(776,037)</u>
Revenues over (under) expenses	<u>\$ 2,186,700</u>	<u>\$ 2,186,700</u>	<u>\$ (1,580,850)</u>	<u>\$ (3,767,550)</u>

Budgeted revenues exclude fund balance appropriated to fund expenditures in the current fiscal year.

Anne Arundel County, Maryland

Schedule of Revenues, Expenses, and Encumbrances - Budget and Actual (Non-GAAP Basis)

Enterprise Funds

Year Ended June 30, 2005

	Original Budget	Final Budget	Actual	Variance Over (Under)
SOLID WASTE				
Revenues				
Charges for services	\$ 33,590,000	\$ 33,590,000	\$ 33,769,792	\$ 179,792
Landfill charges	1,665,000	1,665,000	2,382,873	717,873
Host fees	1,200,000	1,103,400	1,284,193	180,793
Other	1,231,000	1,327,600	2,776,788	1,449,188
	<u>37,686,000</u>	<u>37,686,000</u>	<u>40,213,646</u>	<u>2,527,646</u>
Expenses				
Personal services	5,308,600	5,136,200	5,067,695	(68,505)
Contractual services	25,651,200	26,181,200	26,083,287	(97,913)
Supplies and materials	768,400	676,400	570,376	(106,024)
Business and travel	18,700	22,100	17,091	(5,009)
Capital outlay	906,300	1,057,300	1,042,899	(14,401)
Principal payments on debt	2,951,000	2,951,000	3,040,962	89,962
Interest expense	1,314,100	1,174,100	1,070,293	(103,807)
Administrative costs	2,620,000	2,620,000	2,620,000	-
Contributions/Solid Waste Assurance Fund	491,200	491,200	491,200	-
Contributions/Self Insurance Fund	55,000	55,000	55,000	-
Contributions/Northeast Maryland Solid	25,000	25,000	25,000	-
Other	300,000	20,000	-	(20,000)
Capital improvements	500,000	500,000	500,000	-
	<u>40,909,500</u>	<u>40,909,500</u>	<u>40,583,803</u>	<u>(325,697)</u>
Revenues over (under) expenses	<u>\$ (3,223,500)</u>	<u>\$ (3,223,500)</u>	<u>\$ (370,157)</u>	<u>\$ 2,853,343</u>
SOLID WASTE FINANCIAL ASSURANCE				
Revenues				
Payments from other funds	\$ 491,200	\$ 491,200	\$ 491,200	\$ -
Other	-	-	285,510	285,510
	<u>491,200</u>	<u>491,200</u>	<u>776,710</u>	<u>285,510</u>
Expenses				
Other	491,200	491,200	-	(491,200)
	<u>491,200</u>	<u>491,200</u>	<u>-</u>	<u>(491,200)</u>
Revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 776,710</u>	<u>\$ 776,710</u>
CHILD CARE				
Revenues				
Child Care Fees	\$ 2,524,500	\$ 2,524,500	\$ 2,427,787	\$ (96,713)
Other	-	-	21	21
	<u>2,524,500</u>	<u>2,524,500</u>	<u>2,427,808</u>	<u>(96,692)</u>
Expenses				
Personal services	1,924,000	1,924,000	1,804,957	(119,043)
Contractual services	220,900	220,900	217,706	(3,194)
Supplies and materials	206,700	206,700	176,235	(30,465)
Business and travel	6,700	6,700	7,141	441
Capital outlay	34,800	34,800	30,701	(4,099)
Other	131,400	131,400	129,769	(1,631)
	<u>2,524,500</u>	<u>2,524,500</u>	<u>2,366,509</u>	<u>(157,991)</u>
Revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,299</u>	<u>\$ 61,299</u>

Budgeted revenues exclude fund balance appropriated to fund expenditures in the current fiscal year.

Anne Arundel County, Maryland

Schedule of Funding Sources Authorized and Realized (Non-GAAP Basis)

Enterprise Funds Capital Projects

Year Ended June 30, 2005

	Water and			
	Total Water and Wastewater	Capital Projects	Water Normal Extensions	Total
AUTHORIZED PER ORIGINAL BUDGET				
County bonds	\$ 244,120,785	\$ 111,515,285	\$ 1,984,000	\$ 113,499,285
Maryland Water Quality Loan	22,396,215	3,033,715	-	3,033,715
Grants and aid	5,088,000	-	-	-
Pay-as-you-go	72,106,000	10,946,000	-	10,946,000
Contributions by developers	7,411,000	-	-	-
Other sources	4,167,000	500,000	-	500,000
Total	\$ 355,289,000	\$ 125,995,000	\$ 1,984,000	\$ 127,979,000
AUTHORIZED PER FINAL BUDGET				
County bonds	\$ 226,239,944	\$ 93,976,834	\$ 1,848,549	\$ 95,825,383
Maryland Water Quality Loan	22,396,215	3,033,715	-	3,033,715
Grants and aid	5,087,500	-	-	-
Pay-as-you-go	67,497,842	10,170,886	-	10,170,886
Contributions by developers	4,203,566	-	-	-
Other sources	3,852,788	500,000	-	500,000
Total	329,277,855	107,681,435	1,848,549	109,529,984
Less: Completed projects	25,341,980	8,287,181	-	8,287,181
	<u>303,935,875</u>	<u>99,394,254</u>	<u>1,848,549</u>	<u>101,242,803</u>
REALIZED				
Current year				
Bonds and bond anticipation notes	11,500,000	(2,793,398)	186,426	(2,606,972)
Proceeds from State loan	7,303,034	42,511	-	42,511
Grants and aid	(8,509)	-	-	-
Pay-as-you-go	15,759,000	1,100,000	-	1,100,000
User connection	-	-	-	-
Developer contributions	109,593	-	-	-
Other source	-	-	-	-
Total	34,663,118	(1,650,887)	186,426	(1,464,461)
Prior years	155,596,387	30,910,779	996,092	31,906,871
Total realized funding sources	190,259,505	29,259,892	1,182,518	30,442,410
Less: Completed projects	24,683,776	7,978,823	-	7,978,823
	<u>165,575,729</u>	<u>21,281,069</u>	<u>1,182,518</u>	<u>22,463,587</u>
Funding sources authorized - June 30, 2005	\$ <u>138,360,146</u>	\$ <u>78,113,185</u>	\$ <u>666,031</u>	\$ <u>78,779,216</u>

Budgeted revenues exclude fund balance appropriated to fund expenditures in the current fiscal year.

Wastewater

		Wastewater			
Capital Projects	Normal Extension	Total	Oversize Connections	Solid Waste	
\$ 127,344,500	\$ 1,713,000	\$ 129,057,500	\$ 1,564,000	\$ 8,813,000	
19,362,500	-	19,362,500	-	-	
5,088,000	-	5,088,000	-	-	
17,450,000	44,000	17,494,000	43,666,000	11,856,000	
3,682,000	-	3,682,000	3,729,000	-	
2,118,000	-	2,118,000	1,549,000	750,000	
<u>\$ 175,045,000</u>	<u>\$ 1,757,000</u>	<u>\$ 176,802,000</u>	<u>\$ 50,508,000</u>	<u>\$ 21,419,000</u>	
\$ 127,343,648	\$ 1,509,217	\$ 128,852,865	\$ 1,561,696	\$ 8,813,000	
19,362,500	-	19,362,500	-	-	
5,087,500	-	5,087,500	-	-	
16,681,994	44,438	16,726,432	40,600,524	11,027,416	
475,000	-	475,000	3,728,566	-	
2,118,000	-	2,118,000	1,234,788	750,000	
<u>171,068,642</u>	<u>1,553,655</u>	<u>172,622,297</u>	<u>47,125,574</u>	<u>20,590,416</u>	
<u>11,737,504</u>	<u>87,400</u>	<u>11,824,904</u>	<u>5,229,895</u>	<u>104,566</u>	
<u>159,331,138</u>	<u>1,466,255</u>	<u>160,797,393</u>	<u>41,895,679</u>	<u>20,485,850</u>	
13,941,485	58,516	14,000,001	106,971	1,000,000	
7,260,523	-	7,260,523	-	-	
(8,509)	-	(8,509)	-	-	
4,257,000	-	4,257,000	10,402,000	500,000	
-	-	-	-	-	
-	-	-	109,593	-	
-	-	-	-	-	
<u>25,450,499</u>	<u>58,516</u>	<u>25,509,015</u>	<u>10,618,564</u>	<u>1,500,000</u>	
<u>90,385,717</u>	<u>857,847</u>	<u>91,243,564</u>	<u>32,445,952</u>	<u>14,015,488</u>	
115,836,216	916,363	116,752,579	43,064,516	15,515,488	
11,387,658	87,400	11,475,058	5,229,895	104,566	
<u>104,448,558</u>	<u>828,963</u>	<u>105,277,521</u>	<u>37,834,621</u>	<u>15,410,922</u>	
<u>\$ 54,882,580</u>	<u>\$ 637,292</u>	<u>\$ 55,519,872</u>	<u>\$ 4,061,058</u>	<u>\$ 5,074,928</u>	

Anne Arundel County, Maryland

Schedule of Appropriations, Expenditures, and Encumbrances (Non-GAAP Basis)

Enterprise Funds Capital Projects

Year Ended June 30, 2005

	Water and			Total
	Water		Total	
	Capital Projects	Normal Extensions		
Total	Capital Projects	Normal Extensions	Total	
APPROPRIATIONS				
Original Budget	\$ 355,289,000	\$ 125,995,000	\$ 1,984,000	\$ 127,979,000
Final Budget:				
Prior years	\$ 277,435,150	\$ 73,948,444	\$ 1,848,557	\$ 75,797,001
Current year	51,842,705	33,732,991	(8)	33,732,983
	329,277,855	107,681,435	1,848,549	109,529,984
Less: Completed projects	25,655,739	8,287,181	-	8,287,181
Total appropriations	303,622,116	99,394,254	1,848,549	101,242,803
EXPENDITURES AND ENCUMBRANCES				
Prior years expenditures	107,878,343	16,674,699	997,907	17,672,606
Current year expenditures	46,340,326	7,547,189	209,962	7,757,151
	154,218,669	24,221,888	1,207,869	25,429,757
Less: Completed projects	24,746,363	7,978,805	13,596	7,992,401
Total	129,472,306	16,243,083	1,194,273	17,437,356
Encumbrances outstanding	45,817,621	19,221,926	131,842	19,353,768
Total expenditures and encumbrances	175,289,927	35,465,009	1,326,115	36,791,124
Unencumbered appropriations - June 30, 2005	\$ 128,332,189	\$ 63,929,245	\$ 522,434	\$ 64,451,679

Wastewater				
	Wastewater			
Capital Projects	Normal Extension	Total	Oversize Connections	Solid Waste
\$ 175,045,000	\$ 1,757,000	\$ 176,802,000	\$ 50,508,000	\$ 21,419,000
\$ 163,247,150	\$ 1,553,666	\$ 164,800,816	\$ 36,837,333	\$ 14,185,417
7,821,492	(11)	7,821,481	10,288,241	6,404,999
171,068,642	1,553,655	172,622,297	47,125,574	20,590,416
11,737,504	87,400	11,824,904	5,543,654	104,566
159,331,138	1,466,255	160,797,393	41,581,920	20,485,850
71,262,030	787,533	72,049,563	18,156,174	7,173,753
25,622,091	164,408	25,786,499	12,796,676	6,082,264
96,884,121	951,941	97,836,062	30,952,850	13,256,017
11,415,125	111,532	11,526,657	5,227,305	104,566
85,468,996	840,409	86,309,405	25,725,545	13,151,451
18,419,839	356,710	18,776,549	7,687,304	4,090,561
103,888,835	1,197,119	105,085,954	33,412,849	17,242,012
\$ 55,442,303	\$ 269,136	\$ 55,711,439	\$ 8,169,071	\$ 3,243,838

Anne Arundel County, Maryland
 Combining Statement of Net Assets
 Internal Service Funds
 June 30, 2005

	Self Insurance	Health Insurance	Print Shop	Central Garage and Transportation	Garage Replacement	Totals
ASSETS						
Current assets						
Cash and investments	\$ 35,151,947	\$ 8,616,481	\$ 148,720	\$ 1,441,039	\$ 2,884,069	\$ 48,242,256
Receivable	227,706	935,372	-	-	-	1,163,078
Due from other funds	4,983,661	-	-	-	-	4,983,661
Inventories	-	-	11,641	669,559	-	681,200
Other assets	-	1,700,000	146	-	-	1,700,146
Total current assets	<u>40,363,314</u>	<u>11,251,853</u>	<u>160,507</u>	<u>2,110,598</u>	<u>2,884,069</u>	<u>56,770,341</u>
Noncurrent assets						
Capital assets						
Land and buildings	-	-	-	2,073,990	-	2,073,990
Machinery and equipment	-	-	134,227	774,519	47,988,143	48,896,889
	-	-	134,227	2,848,509	47,988,143	50,970,879
Less accumulated depreciation	-	-	(105,148)	(1,934,665)	(30,921,377)	(32,961,190)
Total capital assets, net of depreciation	-	-	29,079	913,844	17,066,766	18,009,689
Total assets	<u>40,363,314</u>	<u>11,251,853</u>	<u>189,586</u>	<u>3,024,442</u>	<u>19,950,835</u>	<u>74,780,030</u>
LIABILITIES						
Current liabilities						
Accrued liabilities	106,953	4,778,889	118,162	1,675,928	-	6,679,932
Current portion of long-term obligations	9,518,936	3,416,433	16,414	226,524	-	13,178,307
Total current liabilities	<u>9,625,889</u>	<u>8,195,322</u>	<u>134,576</u>	<u>1,902,452</u>	<u>-</u>	<u>19,858,239</u>
Unpaid claims	30,707,820	-	-	-	-	30,707,820
Accrued liability for compensated absences	29,605	-	1,452	40,577	-	71,634
Total liabilities	<u>40,363,314</u>	<u>8,195,322</u>	<u>136,028</u>	<u>1,943,029</u>	<u>-</u>	<u>50,637,693</u>
NET ASSETS						
Invested in capital assets, net of related debt	-	-	29,079	913,844	17,066,766	18,009,689
Unrestricted	-	3,056,531	24,479	167,569	2,884,069	6,132,648
Total net assets	<u>\$ -</u>	<u>\$ 3,056,531</u>	<u>\$ 53,558</u>	<u>\$ 1,081,413</u>	<u>\$ 19,950,835</u>	<u>\$ 24,142,337</u>

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets

Internal Service Funds

Year Ended June 30, 2005

	Self Insurance	Health Insurance	Print Shop	Central Garage and Transportation	Garage Replacement	Totals
OPERATING REVENUES						
Charges for services	\$ 16,023,864	\$ -	\$ 1,376,497	\$ 10,106,500	\$ 6,551,892	\$ 34,058,753
Medical premiums	-	55,484,484	-	-	-	55,484,484
Other	14,496	-	-	23,460	736,548	774,504
Total operating revenues	<u>16,038,360</u>	<u>55,484,484</u>	<u>1,376,497</u>	<u>10,129,960</u>	<u>7,288,440</u>	<u>90,317,741</u>
OPERATING EXPENSES						
Personal services	1,133,746	207,512	323,030	4,014,366	-	5,678,654
Contractual services	156,257	56,046	809,549	1,414,113	10,000	2,445,965
Supplies and materials	42,773	3,544	158,753	405,038	1,927	612,035
Business and travel	18,148	265	500	14,830	-	33,743
Cost of goods issued	-	-	-	3,903,469	-	3,903,469
Depreciation	-	-	6,947	56,768	4,257,135	4,320,850
Provision for claims and estimated losses	15,467,175	55,336,700	-	-	-	70,803,875
Other	-	25,000	-	735,000	-	760,000
Total operating expenses	<u>16,818,099</u>	<u>55,629,067</u>	<u>1,298,779</u>	<u>10,543,584</u>	<u>4,269,062</u>	<u>88,558,591</u>
Operating income (loss)	(779,739)	(144,583)	77,718	(413,624)	3,019,378	1,759,150
NONOPERATING REVENUES						
Investment income	779,739	111,594	-	-	-	891,333
Loss on disposal of assets	-	-	-	(3,192)	(2,716)	(5,908)
Net equity transfers between funds	-	-	-	(16,934,173)	16,934,173	-
Change in net assets	-	(32,989)	77,718	(17,350,989)	19,950,835	2,644,575
Net assets, July 1	-	3,089,520	(24,160)	18,432,402	-	21,497,762
Net assets, June 30	\$ <u>-</u>	\$ <u>3,056,531</u>	\$ <u>53,558</u>	\$ <u>1,081,413</u>	\$ <u>19,950,835</u>	\$ <u>24,142,337</u>

Combining Statement of Cash Flows

Internal Service Funds

Year Ended June 30, 2005

	Self Insurance	Health Insurance	Print Shop	Central Garage and Transportation	Garage Replacement	Totals
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash received from customers	\$ 15,703,700	\$ 55,411,213	\$ 1,376,497	\$ 10,107,000	\$ 6,551,892	\$ 89,150,302
Cash received for expense reimbursement	283,161	-	-	-	-	283,161
Cash payments to suppliers for goods and services	(181,005)	(59,162)	(931,577)	(5,582,302)	(11,927)	(6,765,973)
Cash payments for claims	(10,969,336)	(54,306,114)	-	-	-	(65,275,450)
Cash payments to employees for services	(1,120,739)	(207,512)	(326,720)	(3,991,458)	-	(5,646,429)
Other operating revenues	14,496	-	-	23,460	736,548	774,504
Other operating expenses	-	(25,000)	-	-	-	(25,000)
Net cash provided by operating activities	<u>3,730,277</u>	<u>813,425</u>	<u>118,200</u>	<u>556,700</u>	<u>7,276,513</u>	<u>12,495,115</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Cash transfer between funds	-	-	-	(3,263,000)	3,263,000	-
Net cash provided by non-capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,263,000)</u>	<u>3,263,000</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition of capital assets	-	-	-	(39,398)	(7,655,444)	(7,694,842)
Net cash used for capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(39,398)</u>	<u>(7,655,444)</u>	<u>(7,694,842)</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Purchase of investment securities	(94,497,630)	-	-	-	-	(94,497,630)
Sale of investment securities	83,010,898	-	-	-	-	83,010,898
Investment income	640,184	111,594	-	-	-	751,778
Net cash provided by (used for) investing activities	<u>(10,846,548)</u>	<u>111,594</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,734,954)</u>
Net increase (decrease) in cash and cash equivalents	(7,116,271)	925,019	118,200	(2,745,698)	2,884,069	(5,934,681)
Cash and cash equivalents, July 1	7,273,318	7,691,462	30,520	4,186,737	-	19,182,037
Cash and cash equivalents, June 30	157,047	8,616,481	148,720	1,441,039	2,884,069	13,247,356
Investment in non-cash equivalents	34,994,900	-	-	-	-	34,994,900
Total cash and temporary investments	<u>\$ 35,151,947</u>	<u>\$ 8,616,481</u>	<u>\$ 148,720</u>	<u>\$ 1,441,039</u>	<u>\$ 2,884,069</u>	<u>\$ 48,242,256</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES						
Operating income (loss)	\$ (779,739)	\$ (144,583)	\$ 77,718	\$ (413,624)	\$ 3,019,378	\$ 1,759,150
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation	-	-	6,947	56,768	4,257,135	4,320,850
Change in assets and liabilities						
Decrease (increase) in accounts receivable	(320,164)	(174,325)	-	500	-	(493,989)
Decrease (increase) in inventories	-	-	4,115	(105,904)	-	(101,789)
Increase in deposit with provider	-	629,041	-	-	-	629,041
Increase in accounts payable and accrued expenses	52,856	1,394,816	32,926	996,052	-	2,476,650
Increase (decrease) in unpaid claims	4,780,999	(891,524)	-	-	-	3,889,475
Increase (decrease) in accrued liability for compensated absence:	(3,675)	-	(3,506)	22,908	-	15,727
	<u>\$ 3,730,277</u>	<u>\$ 813,425</u>	<u>\$ 118,200</u>	<u>\$ 556,700</u>	<u>\$ 7,276,513</u>	<u>\$ 12,495,115</u>

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

In fiscal year 2005, the net fair market value adjustment related to investments was a loss of \$23,933 in the Self Insurance Fund.

Schedule of Revenues, Expenses, and Encumbrances - Budget and Actual (Non-GAAP Basis)

Internal Service Funds

Year Ended June 30, 2005

	Original Budget	Final Budget	Actual	Variance Over (Under)
SELF INSURANCE				
Revenues				
Charges for services	\$ 11,265,000	\$ 15,706,200	\$ 15,703,700	\$ (2,500)
Investment income	860,000	860,000	779,739	(80,261)
Reimbursements	200,000	200,000	283,161	83,161
Other	-	-	14,496	14,496
	<u>12,325,000</u>	<u>16,766,200</u>	<u>16,781,096</u>	<u>14,896</u>
Expenses				
Personal services	1,077,700	1,077,700	1,133,746	56,046
Contractual services	11,203,500	15,644,700	13,371,344	(2,273,356)
Supplies and materials	22,500	22,500	32,542	10,042
Business and travel	11,300	11,300	18,148	6,848
Capital outlay	10,000	10,000	10,231	231
	<u>12,325,000</u>	<u>16,766,200</u>	<u>14,566,011</u>	<u>(2,200,189)</u>
Revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,215,085</u>	<u>\$ 2,215,085</u>
HEALTH INSURANCE				
Revenues				
Charges for services	\$ 62,123,000	\$ 62,923,000	\$ 55,484,484	\$ (7,438,516)
Investment income	-	-	111,594	111,594
Other	-	-	4,010	4,010
	<u>62,123,000</u>	<u>62,923,000</u>	<u>55,600,088</u>	<u>(7,322,912)</u>
Expenses				
Medical claim costs	61,739,600	62,564,200	55,340,710	(7,223,490)
Personal services	203,600	179,000	207,512	28,512
Contractual services	126,400	126,400	22,438	(103,962)
Supplies and materials	23,600	23,600	3,544	(20,056)
Business and travel	4,800	4,800	265	(4,535)
Other	25,000	25,000	25,000	-
	<u>62,123,000</u>	<u>62,923,000</u>	<u>55,599,469</u>	<u>(7,323,531)</u>
Revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 619</u>	<u>\$ 619</u>
PRINT SHOP				
Revenues				
Charges for services	\$ 1,200,000	\$ 1,300,000	\$ 1,376,496	\$ 76,496
Other	-	-	-	-
	<u>1,200,000</u>	<u>1,300,000</u>	<u>1,376,496</u>	<u>76,496</u>
Expenses				
Personal services	400,000	335,000	323,030	(11,970)
Contractual services	566,700	796,700	814,652	17,952
Supplies and materials	225,300	160,300	156,692	(3,608)
Capital outlay	-	4,000	2,062	(1,938)
Business and travel	8,000	4,000	500	(3,500)
	<u>1,200,000</u>	<u>1,300,000</u>	<u>1,296,936</u>	<u>(3,064)</u>
Revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,560</u>	<u>\$ 79,560</u>

Budgeted revenues exclude fund balance appropriated to fund expenditures in the current fiscal year.

Schedule of Revenues, Expenses, and Encumbrances - Budget and Actual (Non-GAAP Basis)

Internal Service Funds

Year Ended June 30, 2005

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
CENTRAL GARAGE AND TRANSPORTATION				
Revenues				
Charges for services	\$ 10,680,000	\$ 10,680,000	\$ 10,106,500	\$ (573,500)
Other	23,200	23,200	41,259	18,059
	<u>10,703,200</u>	<u>10,703,200</u>	<u>10,147,759</u>	<u>(555,441)</u>
Expenses				
Personal services	4,022,900	3,988,900	4,014,366	25,466
Contractual services	606,100	1,446,100	1,417,983	(28,117)
Supplies and materials	5,316,400	4,515,400	4,314,591	(200,809)
Business and travel	14,300	15,300	14,830	(470)
Capital outlay	8,500	2,500	647	(1,853)
Other	735,000	735,000	735,000	-
	<u>10,703,200</u>	<u>10,703,200</u>	<u>10,497,417</u>	<u>(205,783)</u>
Revenues under expenses	\$ -	\$ -	\$ (349,658)	\$ (349,658)
GARAGE REPLACEMENT FUND				
Revenues				
Charges for services	\$ 7,250,000	\$ 7,250,000	\$ 6,551,892	\$ (698,108)
Other	950,000	950,000	736,573	(213,427)
	<u>8,200,000</u>	<u>8,200,000</u>	<u>7,288,465</u>	<u>(911,535)</u>
Expenses				
Personal services	-	-	-	-
Contractual services	10,000	10,000	10,000	-
Supplies and materials	-	-	-	-
Business and travel	-	-	-	-
Capital outlay	8,850,000	8,850,000	7,337,590	(1,512,410)
Other	-	-	-	-
	<u>8,860,000</u>	<u>8,860,000</u>	<u>7,347,590</u>	<u>(1,512,410)</u>
Revenues over (under) expenses	\$ (660,000)	\$ (660,000)	\$ (59,125)	\$ 600,875

Budgeted revenues exclude fund balance appropriated to fund expenditures in the current fiscal year.

Fiduciary

Pension Trust Funds

Defined Benefit Pensions Plans – These funds account for pension investments for the four County single employer pension plans. The four plans are the *Employees' Retirement Plan*, *Police Service Retirement Plan*, *Fire Service Retirement Plan*, and *Detention Officers' and Deputy Sheriffs' Retirement Plan*. The nature of each plan and the respective terms are described in detail in the footnotes to the basic financial statements.

Agency Funds

Subdivision Deposits – This fund accounts for amounts placed on deposit from contractors and developers pertaining primarily to road maintenance.

Sediment Control – This fund accounts for amounts received from developers as deposits in lieu of performance bonds for construction site sediment control.

Recreation – This fund accounts for lease payments from Arundel Golf Park.

City and State Tax Collection – This fund accounts for taxes collected for the City of Annapolis and the State of Maryland. These taxes are collected by the County along with County taxes, and are then remitted to the proper jurisdiction.

Tax Sale Escrow Deposits – This fund accounts for payments made during the annual tax sale process. Payments received for delinquent property taxes are deposited in the fund and subsequently distributed to the appropriate revenue accounts.

Farmington Special Assessment – This fund accounts for the transactions of a special taxing district. Taxes are collected and used to pay the debt for the infrastructure improvements within the district.

National Business Park Special Assessment – This fund accounts for the transactions of a special taxing district. Taxes are collected and used to pay the debt for the infrastructure improvements within the district.

Dorchester Special Assessment – This fund accounts for the transactions of a special taxing district. Taxes are collected and used to pay the debt for the infrastructure improvements within the district.

Medco AA Golf Course Escrow – This fund accounts for the balances in Medco's trust accounts received at the time of the purchase of Compass Pointe Golf Course. These funds will be used to pay any remaining costs related to 2005 and prior golf course operations.

Miscellaneous Escrow Deposits – This fund accounts for any other escrow deposits collected by County departments or agencies that are not in one of the other agency funds. The deposits are held until the depositor meets certain requirements at which time the funds are returned.

Combining Statement of Plan Net Assets

Pension Trust Funds

June 30, 2005

Defined Benefit Pension Plans (as of December 31, 2004)					
	Employees' Retirement	Police Service Retirement	Fire Service Retirement	Detention Officers' & Deputy Sheriffs' Retirement	Totals
ASSETS					
Investments, at fair value:					
Cash and temporary investments	\$ 47,551,417	\$ 41,190,225	\$ 37,702,777	\$ 6,188,079	\$ 132,632,498
U. S. Government obligations	13,735,026	11,897,623	10,890,289	1,787,401	38,310,339
Corporate obligations	38,503,703	33,352,870	30,528,988	5,010,660	107,396,221
Corporate obligation investment pools	22,659,664	19,628,367	17,966,494	2,948,804	63,203,329
International obligations	17,430,820	15,099,012	13,820,626	2,268,351	48,618,809
Common stocks	125,183,480	108,437,063	99,256,052	16,290,688	349,167,283
Common stock investment pools	28,148,663	24,383,075	22,318,636	3,663,112	78,513,486
International stock investment pools	71,224,430	61,696,379	56,472,740	9,268,755	198,662,304
Mortgages and mortgage related securities	11,847,340	10,262,462	9,393,571	1,541,748	33,045,121
Real estate investment pools	7,296,669	6,320,557	5,785,415	949,548	20,352,189
Insurance company general accounts	19,803,006	17,153,859	15,701,495	2,577,054	55,235,414
Absolute return funds	11,108,882	9,622,791	8,808,059	1,445,649	30,985,381
Total investments	414,493,100	359,044,283	328,645,142	53,939,849	1,156,122,374
Collateral from securities lending transactions	30,085,957	3,915,221	26,061,209	23,854,687	83,917,074
Receivables:					
Employer contributions	792,886	690,321	960,363	262,449	2,706,019
Participant contributions	315,754	136,552	108,193	59,138	619,637
Accrued interest and dividends	1,514,504	1,311,901	1,200,827	197,089	4,224,321
Investment sales proceeds	20,410,246	17,679,865	16,182,966	2,656,077	56,929,154
Total receivables	23,033,390	19,818,639	18,452,349	3,174,753	64,479,131
Deposits on hand	11,315	129,708	54,291	-	195,314
Total assets	467,623,762	382,907,851	373,212,991	80,969,289	1,304,713,893
LIABILITIES					
Accounts payable	766,620	617,030	654,877	99,764	2,138,291
Investment commitments payable	26,705,287	23,132,787	21,174,206	3,475,279	74,487,559
Obligation for collateral received under securities lending transactions	30,085,957	3,915,221	26,061,209	23,854,687	83,917,074
Total liabilities	57,557,864	27,665,038	47,890,292	27,429,730	160,542,924
Net assets held in trust for pension benefits	\$ 410,065,898	\$ 355,242,813	\$ 325,322,699	\$ 53,539,559	\$ 1,144,170,969

Anne Arundel County, Maryland

Combining Statement of Changes in Net Assets

Pension Trust Funds

For the Year Ended June 30, 2005

	Defined Benefit Pension Trust (as of December 31, 2004)				
	Employees' Retirement	Police Service Retirement	Fire Service Retirement	Detention Officers' & Deputy Sheriffs' Retirement	Totals
ADDITIONS					
Contributions:					
Employer	\$ 8,610,774	\$ 8,834,748	\$ 9,006,192	\$ 3,072,600	\$ 29,524,314
Participant	<u>3,971,341</u>	<u>1,725,839</u>	<u>1,324,760</u>	<u>771,879</u>	<u>7,793,819</u>
Total contributions	<u>12,582,115</u>	<u>10,560,587</u>	<u>10,330,952</u>	<u>3,844,479</u>	<u>37,318,133</u>
Investment income:					
Net appreciation in fair value of investments	29,997,072	25,972,116	23,744,555	3,888,660	83,602,403
Interest income	6,423,739	5,554,475	5,057,882	815,672	17,851,768
Dividend income	<u>1,819,579</u>	<u>1,573,951</u>	<u>1,434,834</u>	<u>232,251</u>	<u>5,060,615</u>
Total investment income	<u>38,240,390</u>	<u>33,100,542</u>	<u>30,237,271</u>	<u>4,936,583</u>	<u>106,514,786</u>
Less investment expense	<u>(1,884,341)</u>	<u>(1,588,018)</u>	<u>(1,533,543)</u>	<u>(242,904)</u>	<u>(5,248,806)</u>
Net income from investing activities	36,356,049	31,512,524	28,703,728	4,693,679	101,265,980
Securities lending activities:					
Securities lending income	380,535	329,101	299,823	48,424	1,057,883
Securities lending expenses:					
Borrower rebates	323,943	280,157	255,233	41,222	900,555
Management fees	<u>16,991</u>	<u>14,694</u>	<u>13,387</u>	<u>2,162</u>	<u>47,234</u>
Securities lending expense	<u>340,934</u>	<u>294,851</u>	<u>268,620</u>	<u>43,384</u>	<u>947,789</u>
Securities lending net income	<u>39,601</u>	<u>34,250</u>	<u>31,203</u>	<u>5,040</u>	<u>110,094</u>
Total net investment income	<u>36,395,650</u>	<u>31,546,774</u>	<u>28,734,931</u>	<u>4,698,719</u>	<u>101,376,074</u>
Total additions	<u>48,977,765</u>	<u>42,107,361</u>	<u>39,065,883</u>	<u>8,543,198</u>	<u>138,694,207</u>
DEDUCTIONS					
Participant benefit payments and refunds	15,934,324	11,812,788	8,107,661	1,487,245	37,342,018
Administrative expenses	<u>426,963</u>	<u>366,223</u>	<u>340,521</u>	<u>54,396</u>	<u>1,188,103</u>
Total deductions	<u>16,361,287</u>	<u>12,179,011</u>	<u>8,448,182</u>	<u>1,541,641</u>	<u>38,530,121</u>
Net increases	32,616,478	29,928,350	30,617,701	7,001,557	100,164,086
Net assets, beginning of year	<u>377,449,420</u>	<u>325,314,463</u>	<u>294,704,998</u>	<u>46,538,002</u>	<u>1,044,006,883</u>
Net assets, end of year	<u>\$ 410,065,898</u>	<u>\$ 355,242,813</u>	<u>\$ 325,322,699</u>	<u>\$ 53,539,559</u>	<u>\$ 1,144,170,969</u>

Anne Arundel County, Maryland

Combining Statement of Changes in Assets and Liabilities

All Agency Funds

Year Ended June 30, 2005

	Balance June 30, 2004	Additions	Deductions	Balance June 30, 2005
SUBDIVISION DEPOSITS				
Assets				
Cash	\$ <u>1,708,016</u>	\$ <u>451,239</u>	\$ <u>450,069</u>	\$ <u>1,709,186</u>
Liabilities				
Escrow Deposits	<u>1,708,016</u>	<u>451,239</u>	<u>450,069</u>	<u>1,709,186</u>
Total Liabilities	\$ <u>1,708,016</u>	\$ <u>451,239</u>	\$ <u>450,069</u>	\$ <u>1,709,186</u>
SEDIMENT CONTROL				
Assets				
Cash	\$ <u>5,528,842</u>	\$ <u>1,955,938</u>	\$ <u>1,899,764</u>	\$ <u>5,585,016</u>
Liabilities				
Escrow and other deposits	<u>5,528,842</u>	<u>1,955,938</u>	<u>1,899,764</u>	<u>5,585,016</u>
Total Liabilities	\$ <u>5,528,842</u>	\$ <u>1,955,938</u>	\$ <u>1,899,764</u>	\$ <u>5,585,016</u>
RECREATION				
Assets				
Cash	\$ <u>282,087</u>	\$ <u>64,824</u>	\$ <u>-</u>	\$ <u>346,911</u>
Liabilities				
Deposits	\$ <u>282,087</u>	\$ <u>64,824</u>	\$ <u>-</u>	\$ <u>346,911</u>
CITY AND STATE TAX COLLECTION				
Assets				
Cash	\$ <u>449,138</u>	\$ <u>87,273,299</u>	\$ <u>86,223,641</u>	\$ <u>1,498,796</u>
Total Assets	\$ <u>449,138</u>	\$ <u>87,273,299</u>	\$ <u>86,223,641</u>	\$ <u>1,498,796</u>
Liabilities				
Escrow Deposits	<u>449,138</u>	<u>87,273,299</u>	<u>86,223,641</u>	<u>1,498,796</u>
Total Liabilities	\$ <u>449,138</u>	\$ <u>87,273,299</u>	\$ <u>86,223,641</u>	\$ <u>1,498,796</u>
TAX SALE ESCROW DEPOSITS				
Assets				
Cash	\$ <u>5,395,483</u>	\$ <u>9,105,258</u>	\$ <u>5,714,272</u>	\$ <u>8,786,469</u>
Liabilities				
Escrow Deposits	<u>5,395,483</u>	<u>9,105,258</u>	<u>5,714,272</u>	<u>8,786,469</u>
Total Liabilities	\$ <u>5,395,483</u>	\$ <u>9,105,258</u>	\$ <u>5,714,272</u>	\$ <u>8,786,469</u>

Anne Arundel County, Maryland

Combining Statement of Changes in Assets and Liabilities

All Agency Funds

Year Ended June 30, 2005

	Balance June 30, 2004	Additions	Deductions	Balance June 30, 2005
FARMINGTON SPECIAL ASSESSMENT				
Assets				
Investments	\$ 840,234	\$ 528,359	\$ 576,824	\$ 791,769
Liabilities				
Escrow Deposits	\$ 840,234	\$ 528,359	\$ 576,824	\$ 791,769
NATIONAL BUSINESS PARK TAX DISTRICT				
Assets				
Cash	\$ -	\$ -	\$ -	\$ -
Liabilities				
Escrow Deposits	\$ -	\$ -	\$ -	\$ -
DORCHESTER SPECIAL TAX DISTRICT				
Assets				
Investments	\$ 2,211,704	\$ 673,623	\$ 799,472	\$ 2,085,855
Liabilities				
Escrow Deposits	\$ 2,211,704	\$ 673,623	\$ 799,472	\$ 2,085,855
MEDCO AA GOLF PROJECT ESCROW				
Assets				
Investments	\$ -	\$ 2,007,520	\$ 300,000	\$ 1,707,520
Liabilities				
Escrow Deposits	\$ -	\$ 2,007,520	\$ 300,000	\$ 1,707,520
MISCELLANEOUS ESCROW DEPOSITS				
Assets				
Cash	\$ 244,983	\$ 25,037	\$ 123,243	\$ 146,777
Liabilities				
Escrow Deposits	244,983	25,037	123,243	146,777
Total Liabilities	\$ 244,983	\$ 25,037	\$ 123,243	\$ 146,777
TOTALS - ALL FUNDS				
Assets				
Cash and investments	\$ 16,660,487	\$ 102,085,097	\$ 96,087,285	\$ 22,658,299
Total Assets	\$ 16,660,487	\$ 102,085,097	\$ 96,087,285	\$ 22,658,299
Liabilities				
Escrow and other deposits	16,660,487	102,085,097	96,087,285	22,658,299
Total Liabilities	\$ 16,660,487	\$ 102,085,097	\$ 96,087,285	\$ 22,658,299

Anne Arundel County, Maryland

Statement of Net Assets

Nonmajor Component Units

June 30, 2005

	Library	Economic Development	Tipton Airport	Workforce Development	Totals
Current Assets					
Cash and investments	\$ 31,911	\$ 1,329,645	\$ 250,685	\$ 636,474	\$ 2,248,715
Other receivables	35,004	212,720	70,831	667,262	985,817
Inventories	-	-	37,511	-	37,511
Prepaid expenses and other assets	-	37,740	50,332	156,590	244,662
Due from primary government	1,657,421	172,085	-	-	1,829,506
Restricted assets					
Cash and temporary investments	-	1,062,983	-	-	1,062,983
Other investments	-	410,610	-	-	410,610
Receivables					
Due from other governmental agencies	-	-	6,635	-	6,635
Other, net	-	255,859	-	-	255,859
Total current assets	<u>1,724,336</u>	<u>3,481,642</u>	<u>415,994</u>	<u>1,460,326</u>	<u>7,082,298</u>
Noncurrent Assets					
Capital assets					
Less accumulated depreciation	15,119,707	798,417	7,187,995	181,584	23,287,703
	<u>(5,227,345)</u>	<u>(475,494)</u>	<u>(584,314)</u>	<u>(167,888)</u>	<u>(6,455,041)</u>
	9,892,362	322,923	6,603,681	13,696	16,832,662
Other long term receivables	-	1,055,348	-	-	1,055,348
Total assets	<u>11,616,698</u>	<u>4,859,913</u>	<u>7,019,675</u>	<u>1,474,022</u>	<u>24,970,308</u>
Current Liabilities					
Accrued liabilities	681,210	89,575	113,922	429,199	1,313,906
Current portion on non-current liabilities	-	8,464	25,998	-	34,462
Notes payable	-	904,234	-	-	904,234
Accrued liability for compensated absences	584,001	-	-	28,021	612,022
Deferred revenue	-	2,500	15,502	427,872	445,874
Liabilities related to restricted assets					
Accrued liabilities	-	292,294	-	-	292,294
Escrow and other deposits	-	37,830	-	-	37,830
Deferred revenue	-	237,917	-	-	237,917
Total current liabilities	<u>1,265,211</u>	<u>1,572,814</u>	<u>155,422</u>	<u>885,092</u>	<u>3,878,539</u>
Noncurrent liabilities					
Long-term debt	295	10,528	193,807	-	204,630
Total liabilities	<u>1,265,506</u>	<u>1,583,342</u>	<u>349,229</u>	<u>885,092</u>	<u>4,083,169</u>
Invested in capital assets, net of related debt					
Restricted	9,892,067	303,931	6,389,167	13,696	16,598,861
Unrestricted	-	1,473,593	-	5,000	1,478,593
Total net assets	<u>459,125</u>	<u>1,499,047</u>	<u>281,279</u>	<u>570,234</u>	<u>2,809,685</u>
Total net assets	<u>\$ 10,351,192</u>	<u>\$ 3,276,571</u>	<u>\$ 6,670,446</u>	<u>\$ 588,930</u>	<u>\$ 20,887,139</u>

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Anne Arundel County, Maryland

Statement of Activities

Nonmajor Component Units

Year Ended June 30, 2005

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<i>Library</i>				
Community services	\$ 17,739,461	\$ 636,037	\$ 2,705,761	\$ 3,628,221
<i>Economic Development</i>				
Arundel Business Loan Program	300,073	141,411	316,526	-
Training and other grants	647,856	-	1,374,382	-
David Taylor Research Center	-	336,932	-	-
Chesapeake Innovation Center	1,433,730	563,735	99,211	-
Administrative	1,632,744	-	-	-
Unallocated depreciation	109,001	-	-	-
	<u>4,123,404</u>	<u>1,042,078</u>	<u>1,790,119</u>	<u>-</u>
<i>Tipton Airport Authority</i>				
Airport Operations	<u>1,359,059</u>	<u>1,082,961</u>	<u>-</u>	<u>1,956,780</u>
<i>Workforce Development</i>				
Workforce development programs				
Adult Services	222,450	-	268,042	-
Dislocated worker services	490,534	-	587,544	-
Youth services	235,188	-	234,166	-
Other WIA Programs	521,205	-	518,940	-
Administration	154,025	-	159,381	-
Other grants, projects, initiatives	812,989	-	814,226	-
	<u>2,436,391</u>	<u>-</u>	<u>2,582,299</u>	<u>-</u>

General revenues:
 Unrestricted contributions
 Hotel tax
 Interest earnings
 Miscellaneous
 Total general revenues

Changes in net assets

Net assets, July 1 (as restated)

Net assets, June 30

Net (Expense) Revenues and Changes in Net Assets

<u>Library</u>	<u>Economic Development</u>	<u>Tipton Airport</u>	<u>Workforce Development</u>	<u>Total</u>
\$ (10,769,442)	\$ -	\$ -	\$ -	\$ (10,769,442)
-	157,864	-	-	157,864
-	726,526	-	-	726,526
-	336,932	-	-	336,932
-	(770,784)	-	-	(770,784)
-	(1,632,744)	-	-	(1,632,744)
-	(109,001)	-	-	(109,001)
-	(1,291,207)	-	-	(1,291,207)
-	-	1,680,682	-	1,680,682
-	-	-	45,592	45,592
-	-	-	97,010	97,010
-	-	-	(1,022)	(1,022)
-	-	-	(2,265)	(2,265)
-	-	-	5,356	5,356
-	-	-	1,237	1,237
-	-	-	145,908	145,908
12,770,000	591,180	-	859	13,362,039
-	820,823	-	-	820,823
-	57,449	1,062	8,324	66,835
29,535	122,960	-	7,930	160,425
<u>12,799,535</u>	<u>1,592,412</u>	<u>1,062</u>	<u>17,113</u>	<u>14,410,122</u>
2,030,093	301,205	1,681,744	163,021	4,176,063
<u>8,321,099</u>	<u>2,975,366</u>	<u>4,988,702</u>	<u>425,909</u>	<u>16,711,076</u>
\$ <u>10,351,192</u>	\$ <u>3,276,571</u>	\$ <u>6,670,446</u>	\$ <u>588,930</u>	\$ <u>20,887,139</u>

Anne Arundel County, Maryland

Balance Sheet

Library Component Unit

June 30, 2005

	Governmental Fund Types		
	Operating Fund	Dedicated Revenue Fund	Total
ASSETS			
Cash and investments	\$ 10,652	\$ 21,259	\$ 31,911
Due from primary government	1,629,693	27,728	1,657,421
Receivables	35,004	-	35,004
Total assets	<u>\$ 1,675,349</u>	<u>\$ 48,987</u>	<u>\$ 1,724,336</u>
LIABILITIES			
Accrued liabilities	\$ 671,657	\$ 9,553	\$ 681,210
Deferred revenue	-	-	-
Total liabilities	<u>671,657</u>	<u>9,553</u>	<u>681,210</u>
FUND BALANCES			
Reserved			
Encumbrances	774,377	2,246	776,623
Unreserved			
Undesignated	<u>229,315</u>	<u>37,188</u>	<u>266,503</u>
Total fund balances (deficits)	<u>1,003,692</u>	<u>39,434</u>	<u>1,043,126</u>
Total liabilities and fund balances	<u>\$ 1,675,349</u>	<u>\$ 48,987</u>	<u>\$ 1,724,336</u>

Anne Arundel County, Maryland

Statement of Revenues, Expenditures, and Changes in Fund Balances

Library Component Unit

Year Ended June 30, 2005

	Governmental Fund Types		
	Operating Fund	Dedicated Revenue Fund	Total
REVENUES			
Grants and aid	\$ 15,374,240	\$ 129,944	\$ 15,504,184
Fines and fees	636,037	-	636,037
Other	5,133	24,402	29,535
Total revenues	<u>16,015,410</u>	<u>154,346</u>	<u>16,169,756</u>
EXPENDITURES			
Current			
Recreation and community services	15,198,755	143,587	15,342,342
Capital outlay	345,040	-	345,040
Total expenditures	<u>15,543,795</u>	<u>143,587</u>	<u>15,687,382</u>
Revenues over expenditures	<u>471,615</u>	<u>10,759</u>	<u>482,374</u>
Fund balances, July 1	532,077	28,675	560,752
Fund balances, June 30	<u>\$ 1,003,692</u>	<u>\$ 39,434</u>	<u>\$ 1,043,126</u>

Anne Arundel County, Maryland

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual (Non-GAAP Basis)

Library Component Unit - General Fund

Year Ended June 30, 2005

	Original Budget	Final Budget	Actual	Variance Over (under)
REVENUES				
Grants and aid	\$ 1,815,000	\$ 1,815,000	\$ 1,815,358	\$ 358
Primary government contribution	12,770,000	12,770,000	12,770,000	-
Fines and fees	661,000	661,000	636,037	(24,963)
Other	69,000	69,000	65,162	(3,838)
Total revenues	<u>15,315,000</u>	<u>15,315,000</u>	<u>15,286,557</u>	<u>(28,443)</u>
EXPENDITURES				
Current				
Recreation and community services	15,021,000	15,021,000	14,901,939	(119,061)
Capital outlay	294,000	294,000	305,788	11,788
Total expenditures	<u>15,315,000</u>	<u>15,315,000</u>	<u>15,207,727</u>	<u>(107,273)</u>
Revenues over (under) expenditures	-	-	78,830	<u>\$ 78,830</u>
Fund balances, budgetary, July 1	150,485	150,485	150,485	
Fund balances, budgetary, June 30	<u>\$ 150,485</u>	<u>\$ 150,485</u>	<u>\$ 229,315</u>	

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ANNE ARUNDEL COUNTY

DETAILS OF GENERAL LONG-TERM DEBT AND INTEREST

LONG-TERM DEBT APPLICABLE TO 5.6% AND 14% DEBT LIMITATIONS

June 30, 2005

	<u>Issued</u>	<u>Maturing Serially</u>	<u>Rate of Interest</u>	<u>Issued</u>	<u>Redeemed FY 05</u>	<u>06/30/05 Outstanding</u>	<u>Interest Payable to Maturity</u>	<u>Total Due to Maturity</u>
Water and Wastewater Bonds								
Series 73	12/01/73	1974-03	4.00 to 6.00	10,000,000	-	-	-	-
Series 75	03/15/75	1976-05	5.00 to 7.00	10,000,000	100,000	-	-	-
Series 75 (2nd Issue)	07/15/75	1976-05	5.00 to 7.00	10,000,000	500,000	500,000	12,500	512,500
Series 76	02/01/76	1977-06	4.50 to 6.50	9,000,000	400,000	400,000	18,000	418,000
Series 76 (2nd Issue)	12/01/76	1977-06	4.25 to 6.25	10,000,000	300,000	600,000	25,500	625,500
Series 77	05/15/77	1978-07	4.00 to 6.00	15,000,000	800,000	1,600,000	96,000	1,696,000
Series 78	01/15/78	1979-08	4.00 to 6.00	12,000,000	100,000	300,000	24,000	324,000
Series 79	02/01/79	1980-09	4.50 to 6.50	10,000,000	200,000	800,000	90,000	890,000
Series 80	02/15/80	1983-10	5.50 to 7.50	12,000,000	350,000	1,750,000	288,750	2,038,750
Series 87 (Refunding)	02/15/87	1988-14	3.50 to 5.75	21,880,000	80,000	1,995,000	630,919	2,625,919
Maryland Water Quality Bond	03/21/90	1991-11	4.89 to 4.89	1,249,900	62,495	321,385	48,499	369,884
Maryland Water Quality Bond	11/27/90	1991-11	4.89 to 4.89	8,281,371	489,924	2,525,333	355,308	2,880,641
Maryland Water Quality Bond	05/08/91	1992-11	4.75 to 4.75	455,332	32,102	37,006	1,989	38,995
Series 1991	05/15/91	1993-09	5.20 to 6.60	3,950,000	280,000	1,330,000	226,710	1,556,710
Series 1992	01/15/92	1993-21	5.50 to 6.00	20,000,000	690,000	-	-	-
Series 1992 Refunding	05/01/92	1994-13	4.40 to 6.00	8,795,000	165,000	675,000	127,500	802,500
Maryland Water Quality Bond	06/30/92	1993-13	4.39 to 4.39	4,971,195	260,858	2,431,792	488,764	2,920,556
Maryland Water Quality Bond	06/01/93	1995-14	3.25 to 3.25	12,999,541	648,242	6,867,426	1,163,254	8,030,680
Series 93	07/15/93	1994-23	4.63 to 5.34	11,500,000	385,000	-	-	-
Series 93 Refunding	08/01/93	1994-20	2.40 to 5.30	74,000,000	-	-	-	-
Series 94	02/01/94	1995-23	4.40 to 5.00	17,000,000	1,755,000	-	-	-
Series 95	02/01/95	1996-24	5.50 to 7.00	21,000,000	725,000	1,450,000	85,187	1,535,187
Series 96	03/01/96	1997-25	4.75 to 5.00	13,000,000	8,950,000	900,000	54,000	954,000
Series 96 Refunding	03/01/96	1996-06	4.00 to 4.50	5,025,000	490,000	670,000	27,900	697,900
Maryland Water Quality Bond	03/28/96	1997-16	3.99 to 3.99	468,937	23,447	257,915	61,746	319,661
Series 98	05/01/98	1999-27	4.50 to 6.00	17,000,000	590,000	12,870,000	7,599,880	20,469,880
Series 99 Refunding	03/15/99	2000-20	4.00 to 5.25	27,700,000	170,000	27,255,000	11,848,048	39,103,048
Series 99 Refunding (2nd Issue)	04/15/99	2000-09	4.00 to 5.00	14,515,000	1,475,000	6,535,000	708,041	7,243,041
Series 99	07/07/99	2000-28	4.50 to 6.50	25,000,000	17,215,000	3,460,000	432,500	3,892,500
Series 01	02/15/01	2002-28	4.125 to 5.0	10,600,000	395,000	9,020,000	5,291,206	14,311,206
Maryland Water Quality Bond	03/28/01	2003-31	1.50 to 1.50	877,382	86,820	2,777,088	26,626	2,803,714
Series 02	03/01/02	2003-31	3.00 to 5.375	23,500,000	810,000	21,060,000	14,374,462	35,434,462
Series 03	03/01/03	2004-32	1.00 to 5.00	24,000,000	825,000	22,350,000	14,249,838	36,599,838
Series 03 Refunding	03/01/03	2004-23	1.00 to 5.00	65,085,000	3,915,000	61,120,000	21,601,125	82,721,125
Maryland Water Quality Bond	06/27/03	2005-24	1.00 to 1.00	1,401,697	879,354	10,468,731	5,223	10,473,954
Series 04	04/01/04	2005-33	2.00 to 5.00	11,750,000	410,000	11,340,000	7,386,491	18,726,491
Series 05	03/01/05	2006-34	3.00 to 5.00	24,500,000	-	24,500,000	16,361,306	40,861,306
Series 05 Refunding	03/01/05	2006-28	3.00 to 5.00	26,480,000	-	26,480,000	15,670,891	42,150,891
Total applicable to 5.6% and 14% debt limitations				<u>594,985,355</u>	<u>44,558,242</u>	<u>264,646,676</u>	<u>119,382,163</u>	<u>384,028,839</u>

(continued)

DETAILS OF GENERAL LONG-TERM DEBT AND INTEREST (continued)

LONG-TERM DEBT APPLICABLE TO 5.2% AND 13% DEBT LIMITATIONS

June 30, 2005

	<i>Issued</i>	<i>Maturing Serially</i>	<i>Rate of Interest</i>	<i>Issued</i>	<i>Redeemed F/Y 05</i>	<i>06/30/05 Outstanding</i>	<i>Interest Payable to Maturity</i>	<i>Total Due to Maturity</i>
Consolidated General Improvements	12/01/72	1973-02	3.50 to 5.00	7,800,000	-	-	-	-
Bonds	12/01/73	1974-03	4.00 to 6.00	14,300,000	-	-	-	-
	11/01/74	1975-04	4.50 to 6.50	8,520,000	50,000	-	-	-
	02/15/87	1987-04	3.00 to 5.75	39,635,750	35,000	-	-	-
	01/15/92	1993-12	5.50 to 6.00	40,000,000	1,600,000	-	-	-
	07/15/93	1994-13	4.63 to 5.30	35,000,000	1,400,000	-	-	-
	02/01/94	1995-14	4.40 to 5.00	37,000,000	4,440,000	-	-	-
	02/01/95	1996-24	5.50 to 7.00	65,900,000	3,370,000	5,880,000	319,865	6,199,865
	08/01/95	1996-11	4.00 to 5.38	66,745,000	7,724,038	27,573,423	3,856,272	31,429,695
	03/01/96	1997-25	4.75 to 6.00	48,270,000	24,330,000	5,320,000	319,200	5,639,200
	03/01/96	1996-04	4.00 to 4.38	9,760,000	165,000	-	-	-
	05/01/98	1999-27	4.50 to 6.00	67,000,000	3,460,000	42,780,000	18,599,175	61,379,175
	03/15/99	2000-20	4.00 to 5.25	50,060,000	145,000	46,205,000	14,987,995	61,192,995
	07/07/99	2000-19	4.50 to 6.50	58,000,000	26,680,000	13,920,000	1,740,000	15,660,000
	02/15/01	2002-20	4.125 to 5.0	47,000,000	3,000,000	35,000,000	12,161,250	47,161,250
	03/01/02	2003-22	3.00 to 5.375	91,500,000	5,490,000	75,030,000	31,288,425	106,318,425
	03/01/03	2004-23	1.00 to 5.00	101,000,000	6,060,000	88,880,000	34,940,950	123,820,950
	03/01/03	2005-14	1.00 to 5.00	21,510,000	10,000	21,500,000	5,835,500	27,335,500
	04/01/04	2005-24	2.00 to 5.00	49,500,000	2,970,000	46,530,000	19,073,835	65,603,835
	03/01/05	2006-25	3.00 to 5.00	55,000,000	-	55,000,000	23,794,799	78,794,799
	03/01/05	2006-26	3.00 to 5.00	46,625,000	-	46,625,000	19,064,375	65,689,375
	06/30/05	2007-28	3.00 to 5.00	24,530,000	-	24,530,000	16,045,235	40,575,235
				<u>984,655,750</u>	<u>90,929,038</u>	<u>534,773,423</u>	<u>202,026,876</u>	<u>736,800,299</u>
Solid Waste Bonds	02/15/87	1987-03	3.00 to 5.75	964,250	-	-	-	-
	07/15/93	1994-08	4.63 to 5.13	10,000,000	670,000	2,680,000	272,689	2,952,689
	02/01/94	1995-08	4.40 to 4.80	16,000,000	1,140,000	3,420,000	323,760	3,743,760
	08/01/95	1996-10	4.00 to 5.30	2,060,000	205,962	1,016,577	177,635	1,194,212
	03/01/96	1997-16	5.00 to 5.50	12,000,000	600,000	7,200,000	2,303,700	9,503,700
	05/01/98	1999-17	4.65 to 6.00	7,000,000	350,000	4,550,000	1,635,200	6,185,200
	04/01/04	2005-24	2.00 to 5.00	1,250,000	75,000	1,175,000	481,662	1,656,662
	03/01/05	2006-24	3.00 to 5.00	1,000,000	-	1,000,000	458,801	1,458,801
Total Waste Collection Enterprise Fund				<u>50,274,250</u>	<u>3,040,962</u>	<u>21,041,577</u>	<u>5,653,447</u>	<u>26,695,024</u>
Total applicable to 5.2% and 13% debt limitations				<u>1,034,930,000</u>	<u>93,970,000</u>	<u>555,815,000</u>	<u>207,680,323</u>	<u>763,495,323</u>

DETAILS OF GENERAL LONG-TERM DEBT AND INTEREST (continued)

NOT APPLICABLE TO DEBT LIMITATIONS

June 30, 2005

	<i>Issued</i>	<i>Maturing Serially</i>	<i>Rate of Interest</i>	<i>Issued</i>	<i>Redeemed F/Y 05</i>	<i>06/30/05 Outstanding</i>	<i>Interest Payable to Maturity</i>	<i>Total Due to Maturity</i>
Installment Purchase Agreements - Agricultural Easement Program								
Adelaide F. Colhoun Trust	09/19/00	2002-30	5.85 to 5.85	401,000	1,000	397,000	563,063	960,063
Ellen H. Shepard Trust	09/22/00	2002-30	5.85 to 5.85	161,000	1,000	157,000	212,064	369,064
Harold & Jean Touchette	09/19/00	2002-30	5.85 to 5.85	378,000	1,000	374,000	529,425	903,425
Farm of the Four Winds, LLC	11/13/00	2002-30	6.00 to 6.00	587,000	1,000	583,000	856,500	1,439,500
Kenneth P. Franklin, Trustee	12/28/00	2002-30	5.60 to 5.60	142,055	1,000	138,000	176,400	314,400
Richard F. Moreland	07/18/01	2003-28	5.90 to 5.90	274,000	1,000	271,000	352,820	623,820
Richard L. & Mary M. Smith	07/18/01	2003-28	5.90 to 5.90	831,000	1,000	828,000	1,108,669	1,936,669
Francis R. Windsor	07/26/01	2003-28	5.90 to 5.90	411,174	1,000	408,000	538,729	946,729
Anita Froe/Rian LLC	03/06/02	2003-28	5.90 to 5.90	657,000	1,000	654,000	872,550	1,526,550
Lauer & Company	09/20/02	2004-28	5.25 to 5.25	197,000	1,000	195,000	222,180	417,180
Weeems Dodd Ltd	10/17/02	2004-28	5.45 to 5.45	1,521,000	1,000	1,519,000	1,890,277	3,409,277
Edward Hall III	12/19/02	2004-28	5.55 to 5.55	180,000	1,000	178,000	213,175	391,175
Bristol Farms LLC	01/28/03	2004-28	5.50 to 5.50	700,000	1,000	698,000	861,154	1,559,154
Shearman Talbott	05/22/03	2005-28	4.95 to 4.95	263,948	948	263,000	286,903	549,903
Anne Brice	06/23/04	2006-28	5.80 to 5.80	316,000		316,000	406,870	722,870
Thackray Seznec	06/30/04	2006-28	5.80 to 5.80	1,405,000		1,405,000	1,859,596	3,264,596
Parks	07/07/04	2006-28	5.60 to 5.60	295,000		295,000	365,792	660,792
				<u>8,720,177</u>	<u>13,948</u>	<u>8,679,000</u>	<u>11,316,167</u>	<u>19,995,167</u>
Tax Increment Bonds								
Arundel Mills	12/01/99	2006-29	7.10 to 7.10	\$ 28,000,000	\$ -	\$ -	\$ -	\$ -
National Business Park	07/01/00	2005-28	7.375 to 7.375	14,000,000	-	-	-	-
Parole Town Center	07/12/02	2003-12	5.00 to 5.00	8,300,000	695,000	6,945,000	1,478,624	8,423,624
Arundel Mills Refunding	05/11/04	2010-29	3.00 to 5.125	30,350,000	-	30,350,000	26,166,747	56,516,747
National Business Park Ref	05/11/04	2009-28	3.00 to 5.125	15,655,000	-	15,655,000	12,521,325	28,176,325
West Nursery Road	05/11/04	2006-29	2.00 to 4.70	2,570,000	-	2,570,000	1,651,131	4,221,131
				<u>98,875,000</u>	<u>695,000</u>	<u>55,520,000</u>	<u>41,817,827</u>	<u>97,337,827</u>
State Loans								
Highway Construction								
State Transportation 1993 Refunding	12/15/93	1995-05	2.80 to 4.90	3,577,981	125,439	-	-	-
Department of Natural Resources								
Annapolis Cove	09/16/88	1989-13	0.00	121,220	4,849	43,639	-	43,639
Annapolis Landing	07/21/92	1993-17	0.00	78,570	3,143	40,856	-	40,856
Annapolis Landing	05/03/95	1995-09	0.00	68,075	4,538	27,232	-	27,232
Arundel on the Bay 44-76	08/25/81	1983-07	0.00	200,000	8,000	24,000	-	24,000
Arundel on the Bay 44-76B	07/20/83	1984-08	0.00	247,833	9,913	39,655	-	39,655
Arundel on the Bay	04/28/92	1993-17	0.00	74,220	2,968	38,594	-	38,594
Bay Ridge	11/19/90	1992-16	0.00	669,275	26,771	321,251	-	321,251
Brown's Pond	11/25/91	1992-16	0.00	185,128	7,405	88,860	-	88,860
Buckingham Cove	04/07/97	1997-21	0.00	217,570	8,703	147,946	-	147,946
Cape Anne	04/15/80	1981-06	0.00	66,255	2,650	2,651	-	2,651
Cattail Creek	04/03/98	1998-22	0.00	127,628	5,105	91,893	-	91,893
Elizabeth's Landing	09/26/91	1993-17	0.00	161,310	6,452	83,884	-	83,884
Elizabeth's Landing	05/15/95	1996-10	0.00	153,764	10,251	61,505	-	61,505
John's Creek	12/15/93	1994-19	0.00	173,206	6,920	96,880	-	96,880
Lake Hillsmere	04/08/82	1983-08	0.00	85,950	3,438	10,314	-	10,314
Lake Hillsmere II	04/03/98	1998-22	0.00	188,660	7,546	135,828	-	135,828
Lake Placid	12/04/81	1983-07	0.00	188,355	7,534	22,604	-	22,604
Pine Grove Village	05/03/95	1996-10	0.00	37,689	2,513	15,071	-	15,071
Mason's Beach	06/03/96	1997-06	0.00	277,098	13,855	166,258	-	166,258
Romar Estates	03/27/97	1997-21	0.00	304,987	12,200	207,388	-	207,388
Snug Harbor	05/13/83	1984-09	0.00	230,294	9,212	36,845	-	36,845
Snug Harbor	11/21/91	1992-16	0.00	738,599	29,544	354,528	-	354,528
Snug Harbor Pier	04/13/92	1992-16	0.00	91,443	3,656	43,872	-	43,872
Spriggs Pond	02/28/92	1993-17	0.00	298,400	11,936	143,232	-	143,232
Whitehall Cove	12/19/01	2001-25	0.00	164,134	6,565	137,874	-	137,874
Total not applicable to debt limitations				<u>8,727,644</u>	<u>341,107</u>	<u>2,382,660</u>	<u>-</u>	<u>2,382,660</u>
Total long-term debt				<u>\$ 1,746,238,176</u>	<u>\$ 139,578,297</u>	<u>\$ 887,043,336</u>	<u>\$ 380,196,480</u>	<u>\$ 1,267,239,816</u>

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ANNE ARUNDEL COUNTY

SCHEDULE OF DEBT SERVICE REQUIREMENTS FOR LONG-TERM DEBT AND INTEREST

As of June 30, 2005

FISCAL YEAR ENDING	General County Bonds (a)							
	General Government		Solid Waste		Tax Increment		Installment Purchase Agreements	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2006	\$ 45,771,862	\$ 25,595,797	\$ 3,078,138	\$ 1,024,486	\$ 725,000	\$ 2,691,191	\$ 17,000	\$ 494,795
2007	44,669,439	23,406,518	3,000,561	878,956	835,000	2,653,241	17,000	493,829
2008	42,930,940	21,290,859	2,979,060	733,121	875,000	2,612,666	17,000	492,863
2009	40,479,940	19,130,812	2,110,060	586,115	915,000	2,570,166	17,000	491,897
2010	37,890,066	17,171,116	1,314,934	495,888	1,150,000	2,522,457	17,000	490,931
2011	35,600,066	15,276,980	1,079,934	428,536	1,690,000	2,461,848	17,000	489,965
2012	34,390,066	13,536,459	1,079,934	372,690	2,175,000	2,381,943	17,000	488,999
2013	32,630,066	11,844,323	1,079,934	316,368	2,340,000	2,284,268	17,000	488,033
2014	29,020,066	10,270,870	1,079,934	259,571	1,430,000	2,199,210	17,000	487,067
2015	25,346,023	8,832,392	1,073,977	202,300	1,580,000	2,131,383	17,000	486,101
2016	24,253,321	7,580,603	1,051,679	144,851	1,720,000	2,057,808	17,000	485,135
2017	22,538,321	6,430,150	1,401,679	88,217	1,875,000	1,977,473	17,000	484,169
2018	21,053,321	5,360,758	101,679	30,033	2,035,000	1,889,985	17,000	483,203
2019	19,278,321	4,412,251	101,679	25,966	2,205,000	1,788,469	17,000	482,237
2020	17,043,321	3,551,726	101,679	21,834	2,395,000	1,671,605	17,000	481,271
2021	15,093,321	2,774,339	101,679	17,640	2,600,000	1,544,548	17,000	480,305
2022	15,143,321	2,087,794	101,679	13,343	2,820,000	1,406,531	17,000	479,339
2023	11,523,321	1,406,884	101,679	9,022	3,055,000	1,256,776	17,000	478,373
2024	7,518,321	894,395	101,679	4,511	3,290,000	1,094,888	17,000	477,407
2025	5,630,000	562,400	-	-	3,550,000	920,218	17,000	476,441
2026	2,650,000	333,194	-	-	3,825,000	731,859	17,000	475,475
2027	2,495,000	200,975	-	-	4,110,000	529,238	17,000	474,509
2028	1,825,000	75,281	-	-	4,410,000	311,650	6,771,000	473,543
2029	-	-	-	-	3,335,000	113,959	5,000	90,292
2030	-	-	-	-	580,000	14,450	1,529,000	90,000
2031	-	-	-	-	-	-	-	-
2032	-	-	-	-	-	-	-	-
2033	-	-	-	-	-	-	-	-
2034	-	-	-	-	-	-	-	-
2035	-	-	-	-	-	-	-	-
	<u>\$ 534,773,423</u>	<u>\$ 202,026,876</u>	<u>\$ 21,041,577</u>	<u>\$ 5,653,447</u>	<u>\$ 55,520,000</u>	<u>\$ 41,817,827</u>	<u>\$ 8,679,000</u>	<u>\$ 11,316,167</u>

- Notes:
- (a) Bonded Debt subject to (1) 5.2% of the assessable basis of real property; (2) 13% of the County's assessable basis of personal property; and (3) 13% of the operating real property described in Section 8-109© of the Tax-Property Article of the Annotated Code of Maryland (1994 Replacement Volume and 2000 Supplement).
 - (b) The Highway Construction advance from the State of Maryland does not impose a requirement on the County to levy taxes. This advance is retired by revenues collected by the State which would otherwise be remitted to the County.
 - (c) Bonded debt subject to (1) 5.6% of the assessable basis of real property in the Sanitary District of Anne Arundel County; (2) 14% of the assessable basis of personal property in the Sanitary District of Anne Arundel County; and (3) 14% of the operating real property described in section 8-109(c) of the Tax-Property Article of the Annotated Code of Maryland (1994 replacement Volume and 2000 Supplement).

<i>State Advances (b)</i>		<i>Water and Sewer Bonds (c)</i>		<i>Total</i>		
<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>	<i>Debt Service Charge</i>
\$ 215,668	\$ -	\$ 19,179,850	\$ 11,748,465	\$ 68,987,518	\$ 41,554,734	\$ 110,542,252
213,018	-	18,241,724	10,976,731	66,976,743	38,409,273	105,386,016
213,018	-	17,283,467	10,180,872	64,298,485	35,310,380	99,608,865
194,045	-	17,217,647	9,384,076	60,933,693	32,163,065	93,096,758
174,920	-	14,671,776	8,598,728	55,218,696	29,279,120	84,497,816
174,920	-	13,913,780	7,928,523	52,475,700	26,585,851	79,061,551
157,619	-	13,870,993	7,308,934	51,690,611	24,089,024	75,779,635
157,619	-	13,745,668	6,687,823	49,970,286	21,620,814	71,591,100
157,619	-	13,407,088	6,071,024	45,111,706	19,287,742	64,399,448
152,770	-	12,475,559	5,470,759	40,645,329	17,122,933	57,768,262
152,770	-	12,186,784	4,909,946	39,381,554	15,178,342	54,559,896
152,765	-	10,769,478	4,352,224	36,754,243	13,332,232	50,086,475
59,603	-	9,560,361	3,881,004	32,826,963	11,644,983	44,471,946
47,039	-	8,431,941	3,474,173	30,080,980	10,183,095	40,264,075
40,119	-	7,838,545	3,108,672	27,435,664	8,835,108	36,270,772
40,119	-	7,705,174	2,764,953	25,557,292	7,581,783	33,139,075
40,119	-	7,671,826	2,423,271	25,793,945	6,410,278	32,204,223
19,216	-	6,948,504	2,096,100	21,664,720	5,247,155	26,911,875
6,565	-	6,005,206	1,780,185	16,938,771	4,251,386	21,190,157
6,565	-	5,981,934	1,506,645	15,185,500	3,465,703	18,651,203
6,565	-	5,253,688	1,250,272	11,752,253	2,790,800	14,543,053
-	-	4,830,468	1,007,760	11,452,468	2,212,481	13,664,949
-	-	4,237,273	784,347	17,243,273	1,644,821	18,888,094
-	-	3,014,110	593,438	6,354,110	797,689	7,151,799
-	-	3,015,971	457,495	5,124,971	561,945	5,686,916
-	-	3,017,861	321,524	3,017,861	321,524	3,339,385
-	-	2,080,000	185,525	2,080,000	185,525	2,265,525
-	-	1,250,000	91,944	1,250,000	91,944	1,341,944
-	-	840,000	36,750	840,000	36,750	876,750
-	-	-	-	-	-	-
<u>\$ 2,382,660</u>	<u>\$ -</u>	<u>\$ 264,646,676</u>	<u>\$ 119,382,163</u>	<u>\$ 887,043,335</u>	<u>\$ 380,196,480</u>	<u>\$ 1,267,239,815</u>

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