Calvert County Maryland

Comprehensive Annual Financial Report

For the fiscal year ended June 30, 2011

CALVERT COUNTY
ESTABLISHED 1654

Calvert County
Maryland

Comprehensive Annual
Financial Report

For the fiscal year ended June 30, 2011

Prepared by:
Department of Finance & Budget
Calvert County, Maryland

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

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Introductory Section

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CALVERT COUNTY GOVERNMENT

December 12, 2011

Honorable Members of the Board of County Commissioners of Calvert County,
County Administrator and Citizens of Calvert County

The Comprehensive Annual Financial Report of Calvert County, Maryland for the Fiscal Year ended June 30, 2011, is hereby submitted. Calvert County Code of Public Local Law requires that Calvert County annually issue a report of its financial position and activity, and that this report be audited by certified public accountants. The County is also required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 (as amended in 1996) and the provisions of the U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non Profit Organizations*. Responsibility for both the accuracy of the data and the completeness and reliability of all of the information presented in these reports rests with the County's management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of Calvert County Government and its component units.

Management of the government is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse, and to ensure that adequate and accurate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United State of America (GAAP). The internal control structure is designed to provide reasonable assurance that the financial statements will be free from material misstatement. The concept of reasonable assurance implies a high degree of assurance, constrained by the costs and benefits of establishing incremental control procedures. ***The cost of a control should not exceed the benefit to be derived from it.***

Murphy & Murphy, CPA, LLC, Independent Certified Public Accountants have audited Calvert County Government's financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements of Calvert County Government for the fiscal year ended June 30, 2011 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unqualified ("clean") opinion that the financial statements are fairly presented in conformity with GAAP. The auditor's report is presented as the first component of the financial section of this report. Also prepared by the auditors is a "report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with government auditing standards". This report is presented on pages 99 & 100.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Calvert County Government's MD&A can be found immediately following the report of the independent auditors on page 4.

PROFILE OF THE GOVERNMENT

Calvert County, Maryland was formed as one of the original counties in Maryland in 1654 and has a Commissioner form of government. A board of five Commissioners governs the County and serves the executive and legislative functions. The Commissioners operate under a Code of Public Local Laws of Calvert County, revised in 1985, and are subject to legislation adopted by the State Legislature. "Beginning with the general election to be held in Calvert County in November 1978, five county commissioners shall be elected by countywide vote. One shall be a resident of the first election district, one a resident of the second district, and one a resident of the third election district of the county. Of the remaining candidates, the two receiving the highest number of votes shall be selected. Commissioners who are elected and qualify shall take office the third Tuesday of December following election. Each commissioner shall hold office for 4 years or until a successor is elected and qualified (Code 1981, § 4-102; 1985,ch 715, § 2.)"

There are several other elected officials in Calvert County that include: Register of Wills, Sheriff, States Attorney, Treasurer, Mayor of the Town of Chesapeake Beach, Mayor of the Town of North Beach, Clerk of the Circuit Court, and five members of the Board of Education.

The Commissioners appoint a County Administrator who is responsible for the day-to-day administration of the County government. The Commissioners establish policy, enact ordinances, review and approve annual budgets, conduct public hearings and make decisions on land use matters. The Commissioners also appoint all department heads, members of boards and commissions and represent the county in dealings with other municipalities, the state and federal government. The office of the Commissioners is located at 175 Main Street, Prince Frederick, Maryland, 20678. The main phone number is 410-535-1600 and the website is www.co.cal.md.us.

Calvert County occupies 213 square miles, has 143 miles of shoreline, and serves a population of about 90,000. It is the smallest county in Southern Maryland. Despite recent growth, Calvert County retains its rural character and agrarian roots, offering good schools, a clean environment and good quality of life. Calvert is a peninsula, bounded by the Chesapeake Bay on the east and the Patuxent River on the west. Steep cliffs and woods predominate on the bay side, while along the Patuxent, rolling fields slip gently down to the river. The County's many creeks provide refuge for wildlife, as well as scenic areas for boating and fishing.

Prince Frederick, the County seat, is located 35 miles southeast of Washington, D.C. and 55 miles south of Baltimore. There are two incorporated towns in Calvert County: North Beach and Chesapeake Beach, located on the bay at the northeast corner of the county. In addition, the Comprehensive Plan identifies seven "town centers." These include (from north to south) Dunkirk, Owings, Huntingtown, Prince Frederick, St. Leonard, Lusby, and Solomons.

The County provides a full range of municipal services, including: public safety, construction and maintenance of highways and streets, sanitation, health and social services, culture/recreation, education, public improvements, planning and zoning, and general administrative services. The County is also financially accountable for legally separate entities which are reported separately within the County's financial statements. The entities that meet these criteria are the Calvert County Board of Education and the Economic Development Authority of Calvert County. Additional information on the component units can be found in Note 1.

Calvert County's annual operating and capital budget represents a comprehensive financial plan for the County effective each year on the first day of July. Each County department, agency, or board receiving county funds submits a budget request to the Commissioners at a public hearing, via the Department of Finance and Budget. Additional public hearings are conducted to obtain taxpayer comments. On or before July 1 of each year, the budget is legally enacted through passage of a resolution. No expenditure of county funds may be made in excess of appropriation at the fund level. A Summary Schedule of Revenues, Expenditures, and Other Financing Sources and Uses - Budget and Actual (budgetary basis) can be found on page 68 of this report. The capital projects fund budget is prepared on a project length basis and, accordingly, annual budgetary comparisons are not presented in the basic financial statements and supplemental information.

FACTORS AFFECTING FINANCIAL CONDITION

Local economy: Conservative fiscal management has allowed the County to maintain a sound financial position. Property taxes and income taxes provide the majority (90 percent, budgetary basis, in fiscal year 2011) of the revenue for the General Fund of the Calvert County Government. Property taxes continued to show growth in fiscal year 2011, but that growth will come to an end in fiscal year 2012. Income tax revenue declined on a year over year basis in fiscal year 2009 and again in fiscal year 2010. In, fiscal year 2011, a new record level of income tax was realized. FY 2012 is expected to continue at this increased level.

Property tax, the largest revenue source, represented 65 percent of the total General Fund revenue for fiscal year 2011. Property assessments have increased over the ten (fiscal) year period, 2001 to 2010, by 153 percent. Property tax revenue increased during that same time by 109 percent. Property tax revenues are directly affected by the market value of homes and the number of new housing starts. The market value of owner occupied homes in the County had been rising steadily over several years, until fiscal year 2008. Along with the rest of the Country, Calvert County's property values have decreased. This decrease in value will lower the real property tax revenue in fiscal year 2012. The number of residential building permits issued in fiscal year 2011 was 210, a decrease of 9 percent or 22 permits from the prior fiscal year.

Income tax revenue, at 25 percent of the total General Fund revenue for fiscal year 2011, is directly affected by personal income levels, employment levels, and population growth. The median household income for Calvert County in 2009 was $90,621, one of the highest levels in the nation for a county of our size. Income tax revenues were surprisingly strong in FY 2011 and based on projections by the State of Maryland, moderate increases are expected to continue.

Long-term financial planning: Calvert County annually adopts a Capital Budget and a Capital Improvement Program that is designed to plan for expenditures and commitments for the current fiscal year as well as the subsequent five fiscal years. There is also a four year financial forecast prepared of general fund revenues and expenses. These are the County's primary financial management planning tools.

The fiscal year 2012 budget reflected education, roads, and public facilities as the continued top priorities of the County's administration. Within the Capital Improvements Program Budget for Fiscal Year 2012, 52 percent was dedicated to new school construction, additions, renovations, and the maintenance of existing facilities. Most of this allocation is for the replacement of Calvert High school.

The County continues its policy of maintaining a reserve of 8 percent of current budgeted General Fund expenditures to protect its high credit ratings. The County maintains additional reserve funds as a means to handle potential revenue shortfalls, to fund one-time non-recurring expenditures, or in the event of emergency or unplanned expenditures. In addition, the County has assigned a portion of fund balances for future other post employment benefits and accrued leave. The County has experienced regular credit rating upgrades in recent years. The latest ratings, received in fiscal year 2011, were Aa1 from Moody's Investors Service, Inc., AAA from Standard & Poor's (upgraded from 2010's AA+ rating), and AAA from Fitch Ratings.

In 1990, the County adopted a debt affordability model to ensure that the debt levels are kept at an affordable, manageable, moderate level. A debt policy was adopted in FY 2009 to comply with the State of Maryland's new requirement. The guidelines created in 1990 and ratified in this policy, establish maximum acceptable debt ratios. These ratios and their maximum acceptable levels are: 1) debt to assessed value, 4.5 percent, 2) debt service as a percent of general fund revenue, 9.5 percent, and 3) debt per capita $1,500. Using fiscal year 2011 data, the County's current ratios are as follows: debt to assessed value is .95 percent, debt service to general fund revenue is 7.0 percent, and debt per capita is $1,509. The per capita amount has been exceeded. This is partly the result of the recent change in population estimates as a result of the 2010 census. This overage will be addressed in the near term.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Calvert County Government for its comprehensive annual financial report for the fiscal year ended June 30, 2010. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The County also received the GFOA Award for Distinguished Budget Presentation for its annual appropriated budget dated July 1, 2010 to June 30, 2011. In order to qualify for this Distinguished Budget Award, the County must publish a budget document that meets program criteria as a policy document, operations guide, financial plan, and communications medium. We believe our current budget continues to conform to program requirements and have submitted it to the GFOA to determine its eligibility for another award.

The preparation of the comprehensive annual financial report was made possible by the dedicated service of the entire staff of the Finance and Budget Department. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report and accurately recording the day to day transactions that make up the report.

I would also like to thank the County Commissioners and the County Administrator for their leadership and support in planning and conducting the financial operations of the County in a responsible manner.

Respectfully submitted,

Tim Hayden, CPA, CMA
Director, Finance and Budget

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County Commissioners of Calvert County, Maryland

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

COUNTY COMMISSIONERS OF CALVERT COUNTY

CERTAIN ELECTED OFFICIALS

Susan Shaw
President, Board of County Commissioners

Pat Nutter
Vice President, Board of County Commissioners

Gerald W. Clark
Commissioner

Evan K. Slaughenhoupt Jr.
Commissioner

Steven R. Weems
Commissioner

Novalea Tracy-Soper
Treasurer

CERTAIN APPOINTED OFFICIALS

Terry L. Shannon
County Administrator

Timothy Hayden
Director of Finance and Budget

Charles R. Johnston
Director of Planning and Zoning

Linda Vassallo
Director of Economic Development

Terry P. Carlson, P.E.
Director of Public Works

Jacqueline K. Vaughan
Director of Public Safety

CALVERT COUNTY GOVERNMENT

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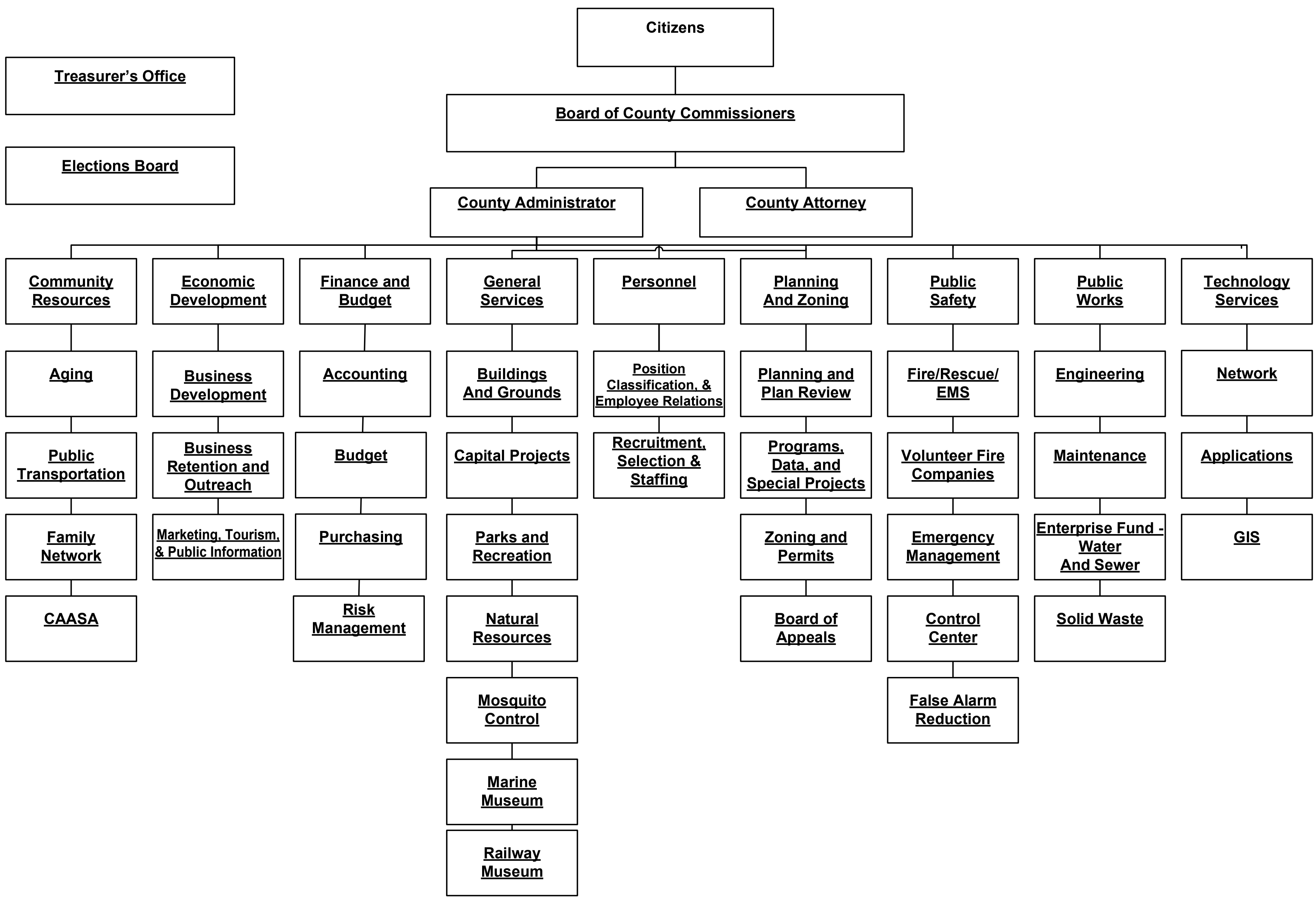

Financial Section

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Murphy & Murphy, CPA, LLC
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

County Commissioners of Calvert County, Maryland
Prince Frederick, Maryland

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County Commissioners of Calvert County, Maryland, as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County Commissioners of Calvert County, Maryland's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Calvert County Board of Education, which represent 38 percent, 50 percent and 48 percent, respectively of the assets, net assets and revenues of the total reporting entity. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Calvert County Board of Education, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the

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aggregate remaining fund information of the County Commissioners of Calvert County, Maryland, as of June 30, 2011, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2011, on our consideration of the County Commissioners of Calvert County, Maryland's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and historical pension and other post employment benefit schedules on pages 4 through 15 and 68 through 72 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and the other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County Commissioners of Calvert County, Maryland's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and schedules listed in the table of contents under other supplemental information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied by us and the other auditors in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit and the report of other auditors, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Murphy & Murphy, CPA, LLC

Clinton, Maryland
December 9, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Annual Financial Report of Calvert County, Maryland presents a narrative overview and analysis of the financial activities of Calvert County Government for the fiscal year ended June 30, 2011. We encourage readers to use the information presented here in conjunction with the accompanying basic financial statements and the accompanying notes to those financial statements.

Financial Highlights

Government-wide:

- The assets of Calvert County Government exceeded its liabilities at the close of the most recent fiscal year by $208 million (*net assets)*. 18 percent of this amount is attributable to the business-type activities that include the Water and Sewer Fund, the Solid Waste and Recycling Fund, the Calvert Marine Museum and the Chesapeake Hills Golf Course. Of total net assets, $44 million (*unrestricted net assets*) may be used to meet ongoing obligations to citizens and creditors ($43.1 million of this amount is related to governmental activities and $0.9 million is attributable to the business-type activities), $19.5 million is restricted for specific purposes (*restricted net assets*), and $144.5 million is invested in capital assets, net of related debt. Included as restricted cash is $38 million of which $31.2 million represents bond proceeds.

- The government's total net assets have increased by $12.1 million; a $12.6 million increase was related to the governmental activities and a decrease of $0.5 million was related to the business-type activities.

Fund Level:

- In accordance with Governmental Accounting Standards Board Statement No. 54, effective for the year ended June 30, 2011, new fund balance categories were established for financial reporting purposes of all governmental funds. These new categories, nonspendable, restricted, committed, assigned, and unassigned, were established to enhance fund balance presentation and improve the usefulness of fund balance information.

- As of June 30, 2011, the County's governmental funds reported combined fund balances of $128.4 million, an increase of $17.4 million from the prior year. Approximately 84 percent of this total amount, $108.4 million is available to meet the County's current and future needs (*committed, assigned and unassigned*). Of this total, $81.7 million (prior year, $71.2 million) has been dedicated for certain purposes, including, $44.7 million for approved capital projects, $3.5 million for employee leave obligations payouts, $6.8 million for purposes within special revenue funds and $5.7 million for other post employment benefits *(GASB 45)*.

- The proprietary funds operating revenue increased by $322,420 or 2.0 percent.

- At the close of the current fiscal year, the available fund balance for the General Fund was $56.9 million (*committed, assigned and unassigned)*, or 25.5 percent of total fiscal year 2011 General Fund budgetary expenditures and other financing uses. Nonspendable and restricted fund balance of the General Fund was $9.6 million, or 14.4 percent of fund balance.

- Calvert County Government issued new general obligation bonds of $23 million during fiscal year 2011. The purpose of this debt was to finance several major capital projects including Calvert High School, the Substance Abuse Center, College of Southern Maryland and solid waste and water and sewer projects.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Calvert County Government's basic financial statements. Calvert County Government's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other required and non-required supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements: The *government-wide financial statements* are designed to provide readers with a broad overview of Calvert County Government's finances, in a manner comparable to a private-sector business. The government-wide financial statements can be found on pages 16 to 18 of this report. These statements are described next:

> The *statement of net assets* presents information on all of Calvert County Government's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position and condition of Calvert County Government is improving or deteriorating.
>
> The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Calvert County Government that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Calvert County Government include: general government, public safety, public works, health and hospitals, social services, education, recreation and culture, conservation of natural resources, urban development and housing, economic development, and debt service. The business-type activities of Calvert County Government include: water and sewer, solid waste & recycling, Calvert Marine museum operations and the Chesapeake Hills golf course.

The government-wide financial statements include not only Calvert County Government itself (known as the *primary government*), but also legally separate component units. Calvert County Government has the following component units: Calvert County Board of Education and Economic Development Authority. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

Fund financial statements: A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Calvert County Government, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Calvert County Government can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds: *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

Calvert County Government maintains 13 individual governmental funds: the General, Planning and Zoning, Board of Library Trustees, Parks and Recreation, Bar Library, Economic Development Authority Revolving Loan, Revolving Loan, Calvert County Family Network, Excise Tax, Economic Development Incentive, Grants, Land Preservation, and Capital Projects funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general and capital projects funds with a summary of the other funds, referred to as nonmajor governmental funds.

Calvert County Government adopts an annual appropriated budget for its General Fund. To demonstrate compliance with this budget, a budgetary comparison statement has been provided for the General Fund, the County's primary fund. The summary schedule on a budgetary basis for the General Fund can be found in the *Required Supplementary Information* section on page 68 of this report.

Proprietary funds: Proprietary funds, also known as enterprise funds, are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Calvert County Government uses enterprise funds to account for its water and sewer, solid waste and recycling, Calvert Marine Museum and Chesapeake Hills golf course activities. Note that the Calvert Marine Museum and Chesapeake Hills Golf Course are combined in the column "Nonmajor Proprietary Funds" in the basic proprietary fund financial statements found on pages 22 to 24 of this report.

Fiduciary funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Calvert County Government's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 25 and 26 of this report.

Notes to the financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are part of the basic financial statements and can be found on pages 27 to 67 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*, other *supplementary information, and a statistical section* concerning Calvert County Government. Other supplementary information can be found beginning on page 73 of this report.

Government-wide Financial Analysis

This is the tenth reporting period that the Governmental Accounting Standards Board (GASB) Statement No. 34 has been applied in the preparation of the financial statements of Calvert County Government.

As noted earlier, net assets may serve over time as a useful indicator of a government's overall financial condition and position. In fiscal year 2011 assets exceeded liabilities by $208 million (prior year, $195.9 million).

As shown in the chart below titled "Calvert County Government's Changes in Net Assets" Calvert County Government's net assets are divided into three categories:

- invested in capital assets, net of related debt;
    - 69 percent of total net assets (74 percent, prior year)
- restricted net assets;
    - 9 percent of total net assets (8 percent, prior year)
- unrestricted net assets
    - 21 percent of total net assets (18 percent, prior year)

Investment in capital assets net of depreciation includes the County's purchases of land and easements, buildings, machinery, equipment, infrastructure and improvements, less any un-matured debt used to acquire those assets. The County uses these capital assets to provide services to citizens. Restricted net assets are resources that are subject to external restrictions on how they may be used. Unrestricted net assets may be used to meet the government's ongoing obligations to citizens and creditors.

The following table indicates the changes in net assets for governmental and business-type activities:

Calvert County's Government's Change in Net Assets

	Governmental Activities			Business-type Activities			Total		
	2011	2010	Difference	2011	2010	Difference	2011	2010	Difference
Current and other assets	$ 190,351,003	$ 169,352,566	$ 20,998,437	$ 7,024,466	$ 5,533,873	$ 1,490,593	$ 197,375,469	$ 174,886,439	$ 22,489,030
Capital assets	180,174,725	181,458,918	(1,284,193)	48,543,997	48,149,325	394,672	228,718,722	229,608,243	(889,521)
Total Assets	$ 370,525,728	$ 350,811,484	19,714,244	55,568,463	53,683,198	1,885,265	426,094,191	404,494,682	21,599,509
Long-term liabilities	$ 139,303,679	$ 133,844,916	$ 5,458,763	$ 15,209,948	$ 12,353,711	$ 2,856,237	$ 154,513,627	$ 146,198,627	$ 8,315,000
Other liabilities	60,999,282	59,357,256	1,642,026	2,574,767	3,064,190	(489,423)	63,574,049	62,421,446	1,152,603
Total Liabilities	$ 200,302,961	$ 193,202,172	7,100,789	17,784,715	15,417,901	2,366,814	218,087,676	208,620,073	9,467,603
Net Assets:									
Invested in capital assets, Net of related debt*	$ 109,943,246	$ 110,447,873	$ (504,627)	$ 34,549,717	$ 34,365,814	$ 183,903	$ 144,492,963	$ 144,813,687	$ (320,724)
Restricted	17,137,497	13,275,882	3,861,615	2,336,457	2,359,895	(23,438)	19,473,954	15,635,777	3,838,177
Unrestricted	43,142,024	33,885,557	9,256,467	897,574	1,539,588	(642,014)	44,039,598	35,425,145	8,614,453
Total Net Assets	$ 170,222,767	$ 157,609,312	$ 12,613,455	$ 37,783,748	$ 38,265,297	$ (481,549)	$ 208,006,515	$ 195,874,609	$ 12,131,906

Governmental activities: Net assets of the Governmental activities increased by $12,613,455 (prior year, a decrease of $13,771,769). The most notable component of this difference is the $4.9 million increase related to a change in the State of Maryland's estimate of Calvert County's share of unallocated income tax. The positive financial results of FY2011 are also reflected in this amount.

Business-type activities: Business-type activities decreased Calvert County Government's net assets by $0.5 million (prior year, a decrease of $0.2 million). This decrease is the result of the Water and Sewer Fund, Chesapeake Hills Golf Course and Calvert Marine Museum's net assets decreasing partially offset by the positive results of the Solid Waste fund.

The Board of County Commissioners began a seven year water and sewer rate plan in January 2006 to phase-in rate adjustments so that revenues will eventually cover the costs of operations. Until such time that the rates have been fully adjusted, the County plans to use reserves to fund the deficit for the Water and Sewer Fund. At the end of fiscal year 2011, the long term part of these advances total $5.9 million. This deficit is anticipated to be in excess of $8.5 million at the end of the phase-in period. The Board of County Commissioners will determine the payback method of this amount when the phase-in is complete.

The Solid Waste and Recycling Fund had an increase in net assets of $363,392, explained by positive operating results. Lowered revenues due to the economically sensitive waste stream were offset by strong cost controls. The Calvert Marine Museum had a decrease of $226,444 in net assets. The Chesapeake Hills Golf Course decreased $167,362 to net assets. Fiscal year 2011 was the second year that the County's Parks and Recreation division managed the golf course. Although posting an accrual accounting basis loss of $328,591, on a cash basis (with the most significant adjustment being depreciation) the golf course came out slightly ahead.

The chart on the following page reflects the revenues and program expenses for the governmental and the business-type activities and the changes in net assets for the year ended June 30:

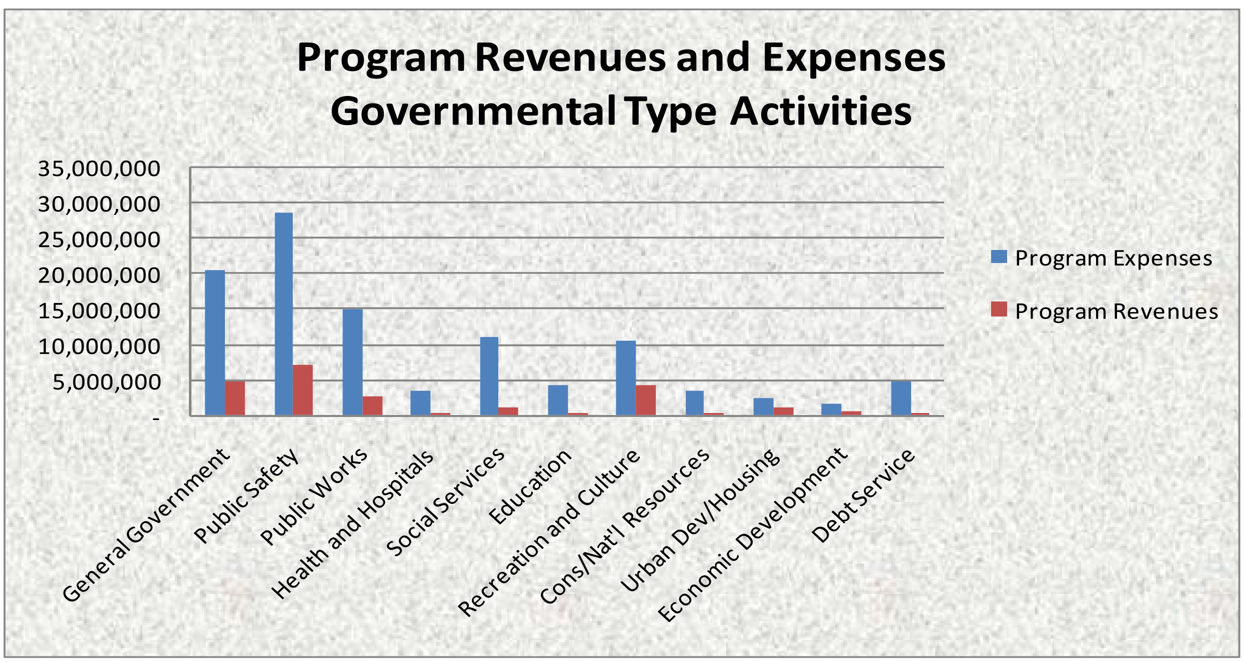
Calvert County Government Schedule of Activities and Changes in Net Assets

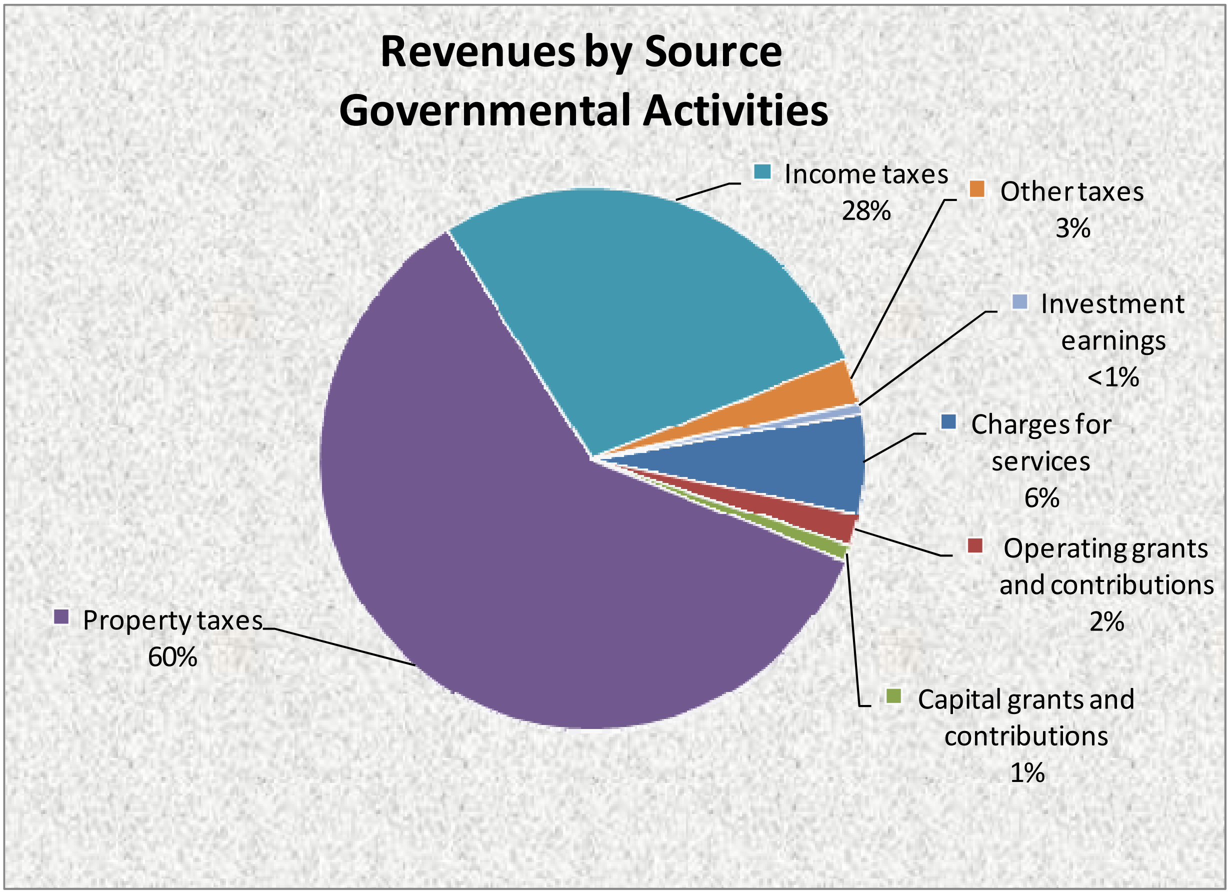
	Governmental Activities			Business-type Activities			Total		
	2011	2010	Difference	2011	2010	Difference	2011	2010	Difference
Revenues									
Program Revenues									
Charges for services	$ 15,030,370	$ 14,721,309	$ 309,061	$ 17,254,745	$ 17,377,766	$ (123,021)	32,285,115	$ 32,099,075	$ 186,040
Operating grants and contributions	4,867,190	5,377,626	(510,436)	362,209	436,908	(74,699)	5,229,399	5,814,534	(585,135)
Capital grants and contributions	2,383,788	2,237,972	145,816	104,229	223,334	(119,105)	2,488,017	2,461,306	26,711
General Revenues:									
Property taxes	150,043,755	137,559,596	12,484,159	-	-	-	150,043,755	137,559,596	12,484,159
Income taxes	69,711,237	55,475,403	14,235,834	-	-	-	69,711,237	55,475,403	14,235,834
Other taxes	6,640,078	6,939,681	(299,603)	-	-	-	6,640,078	6,939,681	(299,603)
State reimbursement	-	-	-	-	-	-	-	-	-
Investment earnings	442,937	933,632	(490,695)	133,751	91,150	42,601	576,688	1,024,782	(448,094)
Total revenues	249,119,355	223,245,219	25,874,136	17,854,934	18,129,158	(274,224)	266,974,289	241,374,377	25,599,912
Expenses									
Program Expenses									
General Government	20,454,675	10,729,459	9,725,216	-	-	-	20,454,675	10,729,459	9,725,216
Public Safety	28,670,766	31,297,136	(2,626,370)	-	-	-	28,670,766	31,297,136	(2,626,370)
Public Works	15,059,870	24,131,844	(9,071,974)	-	-	-	15,059,870	24,131,844	(9,071,974)
Health and Hospitals	3,407,428	2,128,412	1,279,016	-	-	-	3,407,428	2,128,412	1,279,016
Social Services	10,931,198	11,660,259	(729,061)	-	-	-	10,931,198	11,660,259	(729,061)
Education	4,263,196	4,614,647	(351,451)	-	-	-	4,263,196	4,614,647	(351,451)
Board of Education	128,257,599	133,561,524	(5,303,925)	-	-	-	128,257,599	133,561,524	(5,303,925)
Recreation and Culture	10,430,206	4,993,041	5,437,165	-	-	-	10,430,206	4,993,041	5,437,165
Cons/Nat'l Resources	3,393,562	1,573,710	1,819,852	-	-	-	3,393,562	1,573,710	1,819,852
Urban Dev/Housing	2,521,746	2,643,490	(121,744)	-	-	-	2,521,746	2,643,490	(121,744)
Economic Development	1,580,260	1,852,710	(272,450)	-	-	-	1,580,260	1,852,710	(272,450)
Debt Service	4,859,414	4,726,867	132,547	-	-	-	4,859,414	4,726,867	132,547
Water and Sewer	-	-	-	6,595,252	6,955,914	(360,662)	6,595,252	6,955,914	(360,662)
Solid Waste	-	-	-	9,877,661	10,101,302	(223,641)	9,877,661	10,101,302	(223,641)
Culture	-	-	-	4,539,550	4,350,817	188,733	4,539,550	4,350,817	188,733
Total expenses	233,829,920	233,913,099	(83,179)	21,012,463	21,408,033	(395,570)	254,842,383	255,321,132	(478,749)
Excess (Deficiency) of revenues over expenses	15,289,435	(10,667,880)	25,957,315	(3,157,529)	(3,278,875)	121,346	12,131,906	(13,946,755)	26,078,661
Transfers	(2,675,980)	(3,103,889)	427,909	2,675,980	3,103,889	(427,909)	-	-	-
Change in Net Assets	12,613,455	(13,771,769)	26,385,224	(481,549)	(174,986)	(306,563)	12,131,906	(13,946,755)	26,078,661
Net assets- beginning	157,609,312	171,381,081	(13,771,769)	38,265,297	38,440,283	(174,986)	195,874,609	209,821,364	(13,946,755)
Net assets- ending	$ 170,222,767	$ 157,609,312	$ 12,613,455	$ 37,783,748	$ 38,265,297	$ (481,549)	$ 208,006,515	$ 195,874,609	$ 12,131,906

The two most significant differences in the revenue section are related to property and income tax. The $12.5 million positive difference in the governmental activities' property tax is almost fully attributable to the infrastructure expansion at one of our major public utilities. The Income tax increase of $14.2 million is more difficult to understand. After two years of declining income tax revenue, FY2011 surprised to the upside, setting a new record level. The State's change in estimate of the County's share of unallocated income tax added about $2 million to this difference.

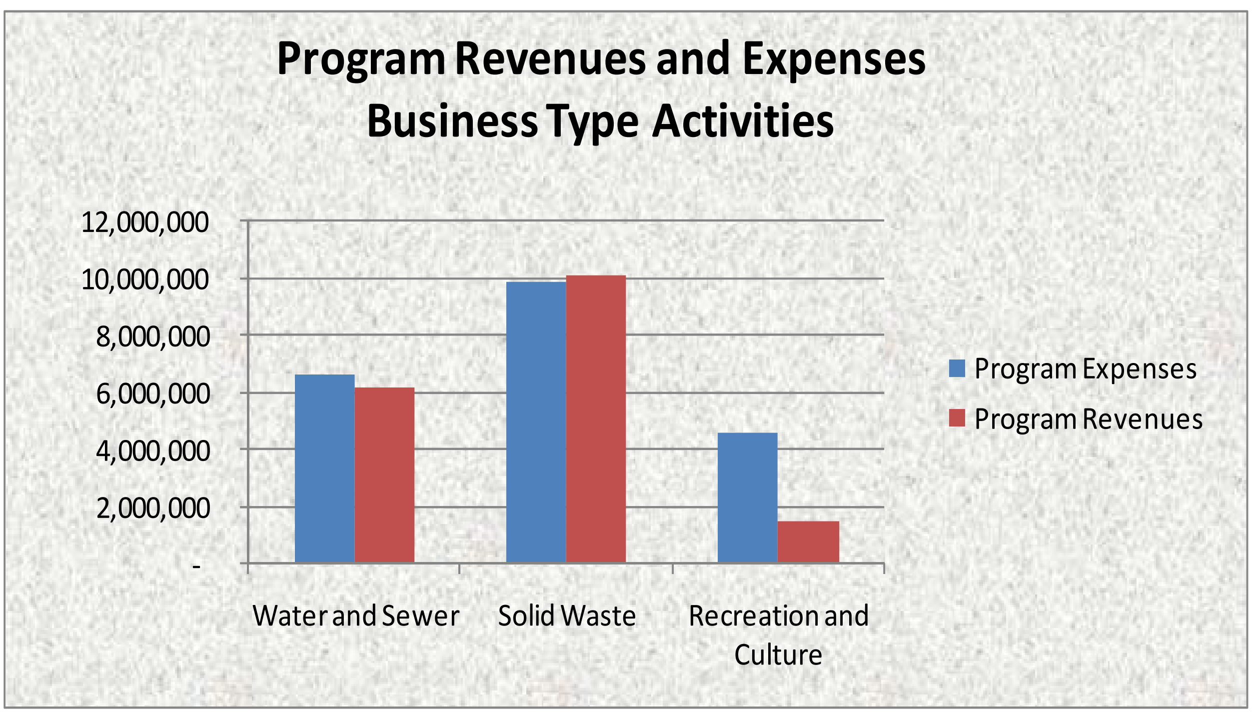
The majority of the differences noted in the expense section are related to classifying by function completed capital assets. The increase in the General Government function is mostly the result of the capital asset allocations made in FY2010 lowering those functional expenses. The significant decrease noted in the Public Works function is in part the result of reclassifying the fund expenditures to the capital asset related to the newly capitalized Prince Frederick Loop Road. For similar reasons, much of the Board of Education's $5.3 million negative difference is the result of the construction in progress for the renovations of Calvert High School.

The next two charts use data from the Statement of Activities that matches governmental program revenues and expenses by function. The Board of Education is not included because at 55 percent of the total program expenses the chart becomes meaningless for comparison purposes:

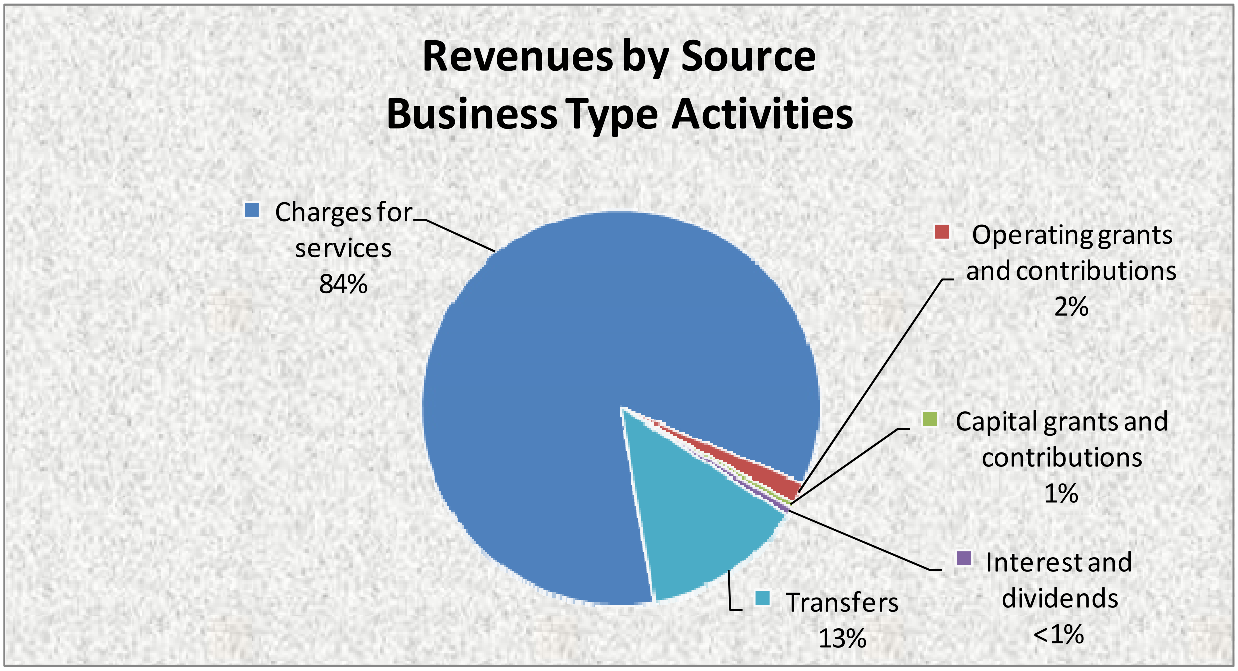




This chart uses the Statement of Activities data to display a comparison of the business-type activities program revenue and expenses:



This chart uses the revenues from the Statement of Activities to display a comparison of the business–type activities revenues by source:



Financial Analysis of the Government's Funds

As noted earlier, Calvert County Government uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of Calvert County Government's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Calvert County Government's financing requirements. In particular, *committed, assigned and unassigned fund balances* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As reported on the balance sheet of the governmental funds, the total governmental funds combined fund balance is $128.4 million (prior year, $111.0 million), an increase of $17.4 million (prior year, decrease of $11.5 million). This increase can be explained by the positive results of the general fund for FY2011 and additional borrowing activities in the capital project fund. A significant positive variance in income tax and expenses coming in below budget created the majority of the increase in fund balance for the general fund.

Approximately 84 percent (prior year, 82 percent) of this amount, $108.4 million (prior year, $90.6 million) constitutes *committed, assigned and unassigned fund balance*, which is available for spending at the government's discretion. It should be noted that $81.6 million (prior year, $71.2 million) of this amount has been *committed or assigned* for certain purposes. The remainder of fund balance, $19.9 million or 15.6 percent, is *nonspendable and restricted* to indicate that it is not available for new spending because it has already been dedicated: 1) to liquidate contracts and purchase orders of the prior period, 2) for inventories, or 3) dedicated for a variety of constrained purposes. Additional details of fund balance are presented in Note 8 within the notes section of these financial statements.

The General Fund is the chief operating fund of Calvert County Government. At the end of the current fiscal year, the assigned and unassigned fund balance of the General Fund was $36.0 million (prior year, $28.7 million), while total fund balance was $66.5 million (prior year, $57.2 million). As a measure of the General Fund's liquidity, it may be useful to compare both assigned and unassigned fund balance and total fund balance to total fund expenditures. Assigned and unassigned fund balance represents 16.2 percent of the total General Fund budgetary expenditures and other financing uses (prior year, 12.9 percent), while total fund balance represents 29.9 percent (prior year, 25.7 percent) of that same amount.

The fund balance of Calvert County Government's General Fund increased by $9.3 million (prior year decrease of $2.5 million). This increase is mostly due to a $6.7 million favorable variance in income tax revenue. Some additional contributors to the variance include a $1.0 million refund of premium from our self insured health plan for better than expected results, a $0.4 million reimbursement from the Federal Emergency Management Agency for FY2010 snow storm expenses, and the first year of a significant increase ($9 million) in a public utility's tax bill that was slightly under budgeted. These items, along with the many other revenue and expense line item variances of resulted in the County's budgetary gain of $7,860,764.

The Capital Projects Fund has a total fund balance of $44.7 million (prior year, $34.3 million) of which the entire balance is assigned for future capital project expenditures. Unspent bond proceeds of $31.2 million make up 57.8 percent of the total assigned fund balance (prior year, $23.4 million, 53.6 percent).

Proprietary funds: Calvert County Government's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. Overall the net assets of the proprietary funds decreased $0.5 million (prior year, decrease of $.2 million). At the end of the year, unrestricted net assets of the Water and Sewer Fund amounted to negative $3.6 million (prior year, negative $3.8 million). The Solid Waste and Recycling Fund reported $3.7 million in unrestricted net assets (prior year, $4.4 million). The Calvert Marine Museum ended the year with $3.8 million of total net assets (prior year, $4 million) and the Chesapeake Hills Golf Course ended the year with $3.9 million of total net assets (prior year, $4.1 million).

General Fund Budgetary Highlights

The final budget for the General Fund was increased by $3,173,856 over the original budget (prior year, $2,088,317 increase). The majority of the budget adjustment was related to income tax revenue. Overall expenditures were less than the final budget by $5.2 million for several reasons that include budgeted debt service payments that were not required and savings in insurance and pension line items. The first principal payments on our 2010 series debt were due on 07/01/11. That first payment is normally due in the next fiscal year. Revenues were $2.6 million more than the final budgetary estimates mostly due to income tax revenue.

Capital Asset and Debt Administration

Capital assets: Calvert County Government's investment in capital assets for its governmental and business-type activities as of June 30, 2011, amounts to $228.7 million (prior year, $229.6 million), net of accumulated depreciation. This investment in capital assets includes: land, construction in progress, buildings, improvements, machinery and equipment, and infrastructure and land development rights.

Calvert County's Government's Capital Assets
(Net of Depreciation)

	Governmental Activities			Business-type Activities			Total		
	2011	2010	Difference	2011	2010	Difference	2011	2010	Difference
Land	$ 30,775,992	$ 30,771,892	$ 4,100	$ 4,561,707	$ 4,561,707	$ -	$ 35,337,699	$ 35,333,599	$ 4,100
Land development rights	11,245,305	10,413,705	831,600	-	-	-	11,245,305	10,413,705	831,600
Construction in progress	4,893,697	8,841,114	(3,947,417)	3,318,951	625,328	2,693,623	8,212,648	9,466,442	(1,253,794)
Buildings	35,988,643	39,073,788	(3,085,145)	26,612,639	28,557,826	(1,945,187)	62,601,282	67,631,614	(5,030,332)
Improvements	19,946,083	18,899,305	1,046,778	9,224,493	9,633,376	(408,883)	29,170,576	28,532,681	637,895
Machinery and equipment	13,818,969	15,361,893	(1,542,924)	4,826,207	4,771,088	55,119	18,645,176	20,132,981	(1,487,805)
Infrastructure	63,506,036	58,097,221	5,408,815	-	-	-	63,506,036	58,097,221	5,408,815
Total Capital Assets	$ 180,174,725	$ 181,458,918	$ (1,284,193)	$ 48,543,997	$ 48,149,325	$ 394,672	$ 228,718,722	$ 229,608,243	$ (889,521)

Major capital asset events during the current fiscal year included the following:

- Completed the renovations to the Work Release Facility with a cost of $1.75 million.
- Completed construction of Solomons Town Center Park with a total capitalized cost of $1.5 million.
- Completed work on part of the Prince Frederick Loop Road with a cost of $5 million.
- Completed the Bus Wash for transportation for a capitalized cost of $898 thousand.

Additional information on Calvert County's capital assets can be found in Note 6 of this report.

Long-term debt: At the end of the current fiscal year, Calvert County Government had total general obligation debt and notes payable outstanding of $148.9 million (prior year, $138.7 million). The full faith and credit and unlimited taxing power of the County are irrevocably pledged to levy and collect taxes in order to provide for the payment of principal and interest due on the debt. Of this amount, $14.3 million (prior year, $11.5 million) are considered self-supporting bonds, funded through various surcharges and assessments related to the operation of the water and sewerage and solid waste and recycling systems of the County. Within the governmental activities are the $10.6 million (prior year, $10.4 million) in installment purchase agreements for the land preservation program. The principal amount is supported by US Treasury Strip securities.

Calvert County's Government's Outstanding Debt

	Governmental Activities			Business-type Activities			Total		
	2011	2010	Difference	2011	2010	Difference	2011	2010	Difference
General obligation debt	$ 134,450,812	$ 126,018,760	8,432,052	$ 7,335,104	$ 3,870,977	3,464,127	141,785,916	129,889,737	11,896,179
Notes payable	198,085	1,241,398	(1,043,313)	6,934,384	7,611,889	(677,505)	7,132,469	8,853,287	(1,720,818)
Land preservation program	10,611,555	10,413,705	197,850	-	-	-	10,611,555	10,413,705	197,850
Total Bonded Debt	$ 145,260,452	$ 137,673,863	$ 7,586,589	$ 14,269,488	$ 11,482,866	$ 2,786,622	$ 159,529,940	$ 149,156,729	$ 10,373,211

Calvert County Government's total general obligation bonded debt increased by $10.2 million, (prior year, an increase of $4.9 million), or 7.3 percent during the current fiscal year (prior year, an increase of 4.0 percent).

In May 2011, the Calvert County Government had its credit ratings upgraded by Standard & Poor's. This upgrade takes the County's debt up to their highest ratings. The County's ratings were reaffirmed by the other two major rating agencies. The current ratings follow:

Standard & Poor's	"AAA"
Fitch Ratings	"AAA"
Moody's Investors Service, Inc.	"Aa1"

In 1990, the County adopted a debt affordability model to ensure that the debt levels are kept at an affordable, manageable, moderate level. A debt policy was adopted in FY 2010 to comply with the State of Maryland's new requirement. The guidelines created in 1990 and ratified in the policy, establish maximum acceptable debt ratios. These ratios and their maximum acceptable levels are: 1) debt to assessed value, 4.5 percent, 2) debt service as a percent of general fund revenue, 9.5 percent, and 3) debt per capita $1,500. Using fiscal year 2011 data, the County's current ratios are as follows: debt to assessed value is .95 percent, debt service to general fund revenue is 7.0 percent, and debt per capita is $1,509.

Additional information on Calvert County Government's long-term debt can be found in Note 7 of this report.

Economic Factors and Fiscal Year 2012's Budgets and Rates

- The estimated total personal income of County residents for calendar year 2011 is $292.8 million ($282.9 million in 2010), an increase of 3.4 percent. There was a 2.8 percent increase from calendar year 2009 to 2010.
- The unemployment rate for the County and the State of Maryland remained flat from 2010 to 2011 at 6.2 percent and 7.4 percent, respectively.
- Real property tax assessments for the third of the County that was reassessed for fiscal year 2011 were down on average 20.7 percent.

All of these factors were considered in preparing the Calvert County Government's budget for the 2012 fiscal year. Calvert County Government has adopted a balanced budget for fiscal year 2012.

Requests for Information

This financial report is designed to provide a general overview of Calvert County Government's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be

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COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND

BASIC FINANCIAL STATEMENTS

JUNE 30, 2011

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COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF NET ASSETS
JUNE 30, 2011

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Board of Education	Economic Development Authority
ASSETS					
Cash, cash equivalents and investments	$ 115,843,761	$ 702,367	$ 116,546,128	$ 26,688,739	$ 1,748,624
Receivables					
Taxes	9,543,049	-	9,543,049	-	-
Special assessments	1,162,218	-	1,162,218	-	-
Accounts	23,766,765	2,359,951	26,126,716	-	-
Notes	4,727,465	375,595	5,103,060	-	197,447
Accrued interest	43,502	14,594	58,096	-	82,098
Other	-	-	-	47,297	-
Due from primary government	-	-	-	15,737,660	133,185
Internal balances	3,436,361	(3,436,361)	-	-	-
Due from other governments	-	-	-	1,849,689	-
Deferred expenses	-	63,506	63,506	-	-
Prepaid costs	-	2,659	2,659	30,941	-
Inventory	309,034	119,225	428,259	86,946	-
Net pension asset	307,443	-	307,443	-	-
Restricted assets					
Cash	31,211,405	6,822,930	38,034,335	-	-
Capital assets not being depreciated	46,914,994	7,880,658	54,795,652	24,508,893	22,191
Depreciable capital assets - net	133,259,731	40,663,339	173,923,070	189,374,823	-
Total assets	370,525,728	55,568,463	426,094,191	258,324,988	2,183,545
LIABILITIES					
Accounts payable	2,626,999	1,018,444	3,645,443	2,510,683	-
Notes payable	151,400	-	151,400	-	-
Accrued liabilities	11,076,247	315,641	11,391,888	16,424,299	-
Due to other governments	5,637,007	-	5,637,007	1,256,433	-
Due to component units	15,870,845	-	15,870,845	-	-
Compensated absences, current portion	944,387	100,000	1,044,387	-	-
Long-term debt, current portion	14,503,696	1,125,642	15,629,338	11,278	-
Estimated postclosure costs, current portion	30,000	-	30,000	-	
Unearned revenue	5,543,541	15,040	5,558,581	6,360,207	216,862
Noncurrent liabilities:					
Net pension obligation	4,615,160	-	4,615,160	18,776,224	-
Compensated absences, net of current portion	8,096,923	636,585	8,733,508	-	-
Long-term debt, net of current portion	130,756,756	12,868,638	143,625,394	3,494,104	-
Bond premium/deferred loss of refunding	-	275,208	275,208	-	-
Estimated postclosure costs, net of current portion	450,000	1,429,517	1,879,517	-	-
Total liabilities	200,302,961	17,784,715	218,087,676	48,833,228	216,862
NET ASSETS					
Invested in capital assets, net of related debt	109,943,246	34,549,717	144,492,963	213,883,715	22,191
Restricted for					
Capital projects	4,898,725	-	4,898,725	-	-
Grants	166,348	-	166,348	295,056	-
Land Preservation	10,354,760	-	10,354,760	-	-
Parks and Recreation	892,915	-	892,915	-	-
Restricted capital connections	-	1,572,714	1,572,714	-	-
Planning and Zoning	102,748	-	102,748	-	-
Bar library	74,424	-	74,424	-	-
Revolving loan	12,100	-	12,100	-	-
Economic Development Authority revolving loan	318,322	-	318,322	-	-
Economic Development incentive	306,639	-	306,639	-	-
Board of Library Trustees	10,516	-	10,516	-	-
Gifts and bequests	-	763,743	763,743	-	-
Unrestricted	43,142,024	897,574	44,039,598	(4,687,011)	1,944,492
Total net assets	$ 170,222,767	$ 37,783,748	$ 208,006,515	$ 209,491,760	$ 1,966,683

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General government	$ 20,454,675	$ 3,664,481	$ 1,137,341	$ 49,889
Public safety	28,670,766	4,738,647	2,168,538	200,000
Public works	15,059,870	870,843	-	1,928,696
Health and hospitals	3,407,428	36,978	15,980	-
Social services	10,931,198	20,791	1,218,225	-
Education	4,263,196	-	-	-
Board of Education	128,257,599	-	-	140,203
Recreation and culture	10,430,206	3,806,553	327,106	-
Conservation of natural resources	3,393,562	183,853	-	65,000
Urban development and housing	2,521,746	1,109,510	-	-
Economic development	1,580,260	591,273	-	-
Interest on long-term debt	4,859,414	7,441	-	-
Total governmental activities	233,829,920	15,030,370	4,867,190	2,383,788
Business-Type activities:				
Water and sewer	6,595,252	6,132,568	-	-
Solid waste	9,877,661	10,100,142	-	-
Recreation and culture	4,539,550	1,022,035	362,209	104,229
Total business-type activities	21,012,463	17,254,745	362,209	104,229
Total primary government	$ 254,842,383	$ 32,285,115	$ 5,229,399	$ 2,488,017
Component Units:				
School district	239,637,590	3,904,506	56,029,908	18,850,711
Economic development	741	2,254	-	-
Total component units	$ 239,638,331	$ 3,906,760	$ 56,029,908	$ 18,850,711

General Revenues:
- Property taxes
- Income taxes
- Recordation taxes
- Admission and amusement taxes
- Franchise taxes
- Other miscellaneous taxes
- Interest and dividends
- Loss on asset disposal
- Unrestricted investment earnings
- Unrestricted local appropriations, state and federal aid
- Unrestricted state reimbursement of electricity deregulation

Transfers

Total general revenues and transfers

Change in net assets

Net assets - beginning

Net assets - ending

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Board of Education	Economic Development Authority
$ (15,602,964)	$ -	$ (15,602,964)	$ -	$ -
(21,563,581)	-	(21,563,581)	-	-
(12,260,331)	-	(12,260,331)	-	-
(3,354,470)	-	(3,354,470)	-	-
(9,692,182)	-	(9,692,182)	-	-
(4,263,196)	-	(4,263,196)	-	-
(128,117,396)	-	(128,117,396)	-	-
(6,296,547)	-	(6,296,547)	-	-
(3,144,709)	-	(3,144,709)	-	-
(1,412,236)	-	(1,412,236)	-	-
(988,987)	-	(988,987)	-	-
(4,851,973)	-	(4,851,973)	-	-
(211,548,572)	-	(211,548,572)	-	-
-	(462,684)	(462,684)	-	-
-	222,481	222,481	-	-
-	(3,051,077)	(3,051,077)	-	-
-	(3,291,280)	(3,291,280)	-	-
$ (211,548,572)	$ (3,291,280)	$ (214,839,852)	$ -	$ -
-	-	-	(160,852,465)	-
-	-	-	-	1,513
$ -	$ -	$ -	$ (160,852,465)	$ 1,513
150,043,755	-	150,043,755	-	-
69,711,237	-	69,711,237	-	-
5,330,746	-	5,330,746	-	-
25,803	-	25,803	-	-
1,169,776	-	1,169,776	-	-
113,753	-	113,753	-	-
442,937	133,751	576,688	24,643	1,867
-	-	-	(383,143)	-
-	-	-	-	-
-	-	-	168,574,249	-
-	-	-	-	-
(2,675,980)	2,675,980	-	-	-
224,162,027	2,809,731	226,971,758	168,215,749	1,867
12,613,455	(481,549)	12,131,906	7,363,284	3,380
157,609,312	38,265,297	195,874,609	202,128,476	1,963,303
$ 170,222,767	$ 37,783,748	$ 208,006,515	$ 209,491,760	$ 1,966,683

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

	General Fund	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash, cash equivalents and investments	$ 106,241,905	$ -	$ 9,601,856	$ 115,843,761
Receivables:				
Taxes	8,655,323	-	887,726	9,543,049
Special assessments	1,162,218	-	-	1,162,218
Accounts	22,417,102	-	1,349,663	23,766,765
Notes	4,727,465	-	-	4,727,465
Accrued interest	43,219	283	-	43,502
Due from other funds	8,570,240	15,066,478	8,359,435	31,996,153
Due from other governments	-	-	-	-
Inventory	294,708	-	14,326	309,034
Restricted assets				
Cash and investments	-	31,211,405	-	31,211,405
Total assets	$ 152,112,180	$ 46,278,166	$ 20,213,006	$ 218,603,352
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	893,473	192,847	1,540,679	2,626,999
Notes payable	-	-	151,400	151,400
Accrued liabilities	8,851,242	561,405	-	9,412,647
Due to other funds	28,559,792	-	-	28,559,792
Due to component units	15,058,185	812,660	-	15,870,845
Due to other governments	5,637,007	-	-	5,637,007
Deferred revenue	26,569,414	-	1,383,430	27,952,844
Total liabilities	85,569,113	1,566,912	3,075,509	90,211,534
Fund Balances:				
Nonspendable	9,554,965	-	10,354,760	19,909,725
Restricted	64,861	-	3,750	68,611
Committed	20,913,418	-	6,768,471	27,681,889
Assigned	9,246,000	44,711,254	10,516	53,967,770
Unassigned	26,763,823	-	-	26,763,823
Total fund balances	66,543,067	44,711,254	17,137,497	128,391,818
Total liabilities and fund balances	$ 152,112,180	$ 46,278,166	$ 20,213,006	$ 218,603,352

Fund balance (as reported above)	128,391,818
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	180,174,725
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	22,716,746
Long term liabilities are not due and payable in the current period, and, therefore, are not reported in the funds.	(154,781,762)
Net pension obligations are not due and payable in the current period, and, therefore, are not reported in the funds.	(4,615,160)
Accrued interest on long-term liabilities, including bonds payable are not reported in the funds.	(1,663,600)
Net assets of governmental activities	$ 170,222,767

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	General Fund	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	$ 217,325,233	$ -	$ 2,437,540	$ 219,762,773
Licenses and permits	292,301	-	-	292,301
Intergovernmental	3,656,464	2,369,910	4,912,642	10,939,016
Charges for services	3,337,111	-	-	3,337,111
Fines and forfeitures	421,807	-	176,368	598,175
Miscellaneous	3,069,347	13,877	4,064,005	7,147,229
Total revenues	228,102,263	2,383,787	11,590,555	242,076,605
EXPENDITURES				
General government	15,511,172	-	-	15,511,172
Public safety	26,616,262	-	-	26,616,262
Public works	9,103,252	-	-	9,103,252
Health and hospitals	2,627,530	-	-	2,627,530
Social services	1,629,709	-	6,684,367	8,314,076
Education - other	3,177,091	-	91,896	3,268,987
Board of Education	105,010,110	-	-	105,010,110
Recreation and culture	4,074,250	-	6,912,948	10,987,198
Conservation of natural resources	407,160	-	2,202,934	2,610,094
Urban development and housing	1,793,963	-	120,894	1,914,857
Economic development	1,234,891	-	-	1,234,891
Pensions and insurance	23,205,341	-	-	23,205,341
Capital projects	-	16,350,785	-	16,350,785
Debt service				
Principal retirement	11,233,501	-	-	11,233,501
Interest	4,631,143	-	-	4,631,143
Total expenditures	210,255,375	16,350,785	16,013,039	242,619,199
Excess (deficiency) of revenues over expenditures	17,846,888	(13,966,998)	(4,422,484)	(542,594)
OTHER FINANCING SOURCES (USES)				
Proceeds from bond issuance	-	19,256,000	-	19,256,000
Amount deposited in refunding escrow	-	-	-	-
Premium on issuance of debt	-	1,326,199	-	1,326,199
Transfers in - other	2,040,000	3,765,967	5,482,587	11,288,554
Transfers out - other	(11,267,567)	-	(2,696,967)	(13,964,534)
Total other financing sources (uses)	(9,227,567)	24,348,166	2,785,620	17,906,219
Net change in fund balance	8,619,321	10,381,168	(1,636,864)	17,363,625
Fund balance at beginning of year	57,923,746	34,330,086	18,774,361	111,028,193
Fund balance at end of year	$ 66,543,067	$ 44,711,254	$ 17,137,497	$ 128,391,818

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2011

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

Net change in fund balances - total governmental funds			$ 17,363,625
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.			
	Capital outlays	30,968,374	
	Depreciation	(10,921,414)	
			20,046,960
The net effect of various transactions involving capital assets including, capitalized assets reclassed from construction in progress, sales, trade-ins, and donations.			(21,331,153)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			7,056,511
The issuance of long-term debt (i.e. bonds, leases, installment purchase agreements) proceeds provide current financial resources to government funds, while the repayment of the principal of the long-term debt consumes the current financial resources of government funds.			
	Compensated absences	(153,082)	
	Change in landfill postclosure liabilities	30,000	
	Net pension obligation	(822,437)	
	Issuance - General Obligation Bonds	(19,256,000)	
	Premium on issuance of debt	(1,326,199)	
	Principal payments	11,233,501	
	Changes in long-term debt		(10,294,217)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
	Change in accrued interest		(228,271)
Change in net assets of governmental activities			$ 12,613,455

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2011

	Water and Sewer Fund	Solid Waste and Recycling Fund	Total Nonmajor Proprietary Funds	Total
ASSETS				
Current assets:				
Cash and cash equivalents	$ 369,526	$ 1,000	$ 230,501	$ 601,027
Investments	-	-	101,340	101,340
Total cash, cash equivalents and investments	369,526	1,000	331,841	702,367
Accounts receivable	1,594,951	765,000	-	2,359,951
Notes receivable	375,595	-	-	375,595
Accrued interest receivable	46	14,548	-	14,594
Due from other funds	-	4,684,884	448,995	5,133,879
Deferred expenses	56,992	6,514	-	63,506
Prepaid expenses	-	-	2,659	2,659
Inventory	66,483	-	52,742	119,225
Total current assets	2,463,593	5,471,946	836,237	8,771,776
Non-current assets:				
Restricted assets				
Cash and investments	5,088,929	970,258	763,743	6,822,930
Capital assets not being depreciated	3,729,607	2,008,291	2,142,760	7,880,658
Depreciable capital assets - net	34,498,711	2,120,114	4,044,514	40,663,339
Total non-current assets	43,317,247	5,098,663	6,951,017	55,366,927
Total assets	45,780,840	10,570,609	7,787,254	64,138,703
LIABILITIES				
Current liabilities:				
Vouchers and accounts payable	308,892	665,235	44,317	1,018,444
Accrued expenses	215,566	70,965	29,110	315,641
Due to other funds	8,570,240	-	-	8,570,240
Unearned revenue	-	-	15,040	15,040
Compensated absences, current portion	50,000	50,000	-	100,000
Long-term debt, current portion	1,017,350	108,292	-	1,125,642
Total current liabilities	10,162,048	894,492	88,467	11,145,007
Noncurrent liabilities:				
Compensated absences, net of current portion	203,510	433,075	-	636,585
Estimated post closure costs	-	1,429,517	-	1,429,517
Bond premium/deferred loss on refunding	193,243	81,965	-	275,208
Long-term debt, net of current portion	11,539,321	1,329,317	-	12,868,638
Total liabilities	22,098,122	4,168,366	88,467	26,354,955
NET ASSETS				
Invested in capital assets, net of related debt	25,671,647	2,690,796	6,187,274	34,549,717
Restricted capital connection	1,572,714	-	-	1,572,714
Restricted gifts and bequests	-	-	763,743	763,743
Unrestricted	(3,561,643)	3,711,447	747,770	897,574
Total net assets	$ 23,682,718	$ 6,402,243	$ 7,698,787	$ 37,783,748

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2011

	Water and Sewer Fund	Solid Waste and Recycling Fund	Total Nonmajor Proprietary Funds	Total
Operating revenues:				
Charges for services	$ 5,571,417	$ 10,067,221	$ 912,823	$ 16,551,461
Operating expenses:				
Salaries & benefits	2,283,124	2,151,864	2,839,865	7,274,853
Contracted services	557,858	6,419,234	132,498	7,109,590
Supplies	197,826	64,120	129,717	391,663
Heat, light and power	658,077	43,730	221,381	923,188
Depreciation	2,035,537	563,185	507,446	3,106,168
Miscellaneous	68,912	48,279	344,029	461,220
Telephone	14,329	8,109	13,145	35,583
Compensated absences	5,503	54,889	8,726	69,118
Maintenance and repairs	410,444	439,090	184,136	1,033,670
Capital outlay	32,462	26,935	20,640	80,037
Grant & restricted expenses	-	-	137,967	137,967
Total operating expenses	6,264,072	9,819,435	4,539,550	20,623,057
Operating income (loss)	(692,655)	247,786	(3,626,727)	(4,071,596)
Non-operating revenue (expenses):				
Grants	-	-	20,476	20,476
Contributions and fund-raising	-	-	341,733	341,733
Deferred amount on refunding	(31,053)	(28,740)	-	(59,793)
Miscellaneous income	48,409	10,943	109,212	168,564
Tower revenue	111,344	21,978	-	133,322
Investment income	11,549	110,842	11,360	133,751
Developer contribution	225,931	-	-	225,931
Interest expense	(300,127)	(29,486)	-	(329,613)
Total non-operating revenue (expenses)	66,053	85,537	482,781	634,371
Income (loss) before contributions and transfers	(626,602)	333,323	(3,143,946)	(3,437,225)
Operating transfers in (out)	-	30,069	2,645,911	2,675,980
Capital connection charges	175,467	-	-	175,467
Capital contributions	-	-	104,229	104,229
Change in net assets	(451,135)	363,392	(393,806)	(481,549)
Total net assets - beginning	24,133,853	6,038,851	8,092,593	38,265,297
Total net assets - ending	$ 23,682,718	$ 6,402,243	$ 7,698,787	$ 37,783,748

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Water and Sewer Fund	Solid Waste and Recycling Fund	Nonmajor Proprietary Funds	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	$ 5,592,685	$ 10,221,887	$ 942,491	$ 16,757,063
Tower revenue	111,344	21,978	-	133,322
Payments to suppliers	(2,334,087)	(7,101,807)	(1,190,272)	(10,626,166)
Payments to employees	(2,423,036)	(2,113,021)	(2,824,528)	(7,360,585)
Payments to other funds	-	(551,449)	-	(551,449)
Receipts from other funds	772,430	-	155,159	927,589
Net cash provided by (used in) operating activities	1,719,336	477,588	(2,917,150)	(720,226)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Operating transfers (to)/ from other funds	-	30,069	2,645,911	2,675,980
Contribution and fundraising receipts, miscellaneous	48,409	10,943	450,945	510,297
Net cash provided by (used in) non-capital financing activities	48,409	41,012	3,096,856	3,186,277
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTVITIES				
Additions to capital assets and construction-in-progress	(2,892,114)	(358,294)	(250,336)	(3,500,744)
Proceeds from issuance of long term debt	2,973,879	1,073,684	-	4,047,563
Grant funds received	-	-	20,476	20,476
Capital connection fees received	175,467	-	-	175,467
Capital transfers (to)/from other funds	-	-	-	-
Capital contributions	-	-	104,229	104,229
Developer contribution	225,931	-	-	225,931
Principal paid on long-term obligations	(903,892)	(357,049)	-	(1,260,941)
Interest paid on long-term obligations	(291,774)	(59,909)	-	(351,683)
Net cash provided by (used in) capital and related financing activities	(712,503)	298,432	(125,631)	(539,702)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received on deposits	11,544	104,065	11,360	126,969
Purchase of investments	(844,757)	(921,097)	(36,914)	(1,802,768)
Net cash provided by (used in) investing activities	(833,213)	(817,032)	(25,554)	(1,675,799)
Increase (decrease) in cash and cash equivalents	222,029	-	28,521	250,550
Cash and cash equivalents, beginning of year	147,497	1,000	201,980	350,477
Cash and cash equivalents, end of year	$ 369,526	$ 1,000	$ 230,501	$ 601,027
PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	$ (692,655)	$ 247,786	$ (3,626,727)	$ (4,071,596)
Adjustments to reconcile operating income (loss) to				
Net cash provided by (used in) operating activities				
Depreciation	2,035,537	563,185	507,446	3,106,168
Landfill closure costs and other	-	-	-	-
Tower revenue	111,344	21,978	-	133,322
Changes in assets and liabilities				
Inventory	12,698	-	(5,135)	7,563
Accounts receivable	21,268	154,666	14,918	190,852
Prepaid expenses	-	9,219	(2,659)	6,560
Deferred expenditures	-	-	14,750	14,750
Due from other funds	-	(551,449)	155,159	(396,290)
Bond payable refundable	62,200	-	-	62,200
Accounts payable	(353,030)	(6,640)	9,761	(349,909)
Accrued expenses	(250,456)	38,843	15,337	(196,276)
Due to other funds	772,430	-	-	772,430
Net cash provided by (used in) operating activities	$ 1,719,336	$ 477,588	$ (2,917,150)	$ (720,226)
Reconciliation of cash and cash equivalents to the balance sheet:				
Cash and investments, unrestricted	$ 369,526	$ 1,000	$ 331,841	$ 702,367
Cash and investments, restricted	5,088,929	970,258	763,743	6,822,930
	5,458,455	971,258	1,095,584	7,525,297
Less - noncash equivalent investments	5,088,929	970,258	865,083	6,924,270
Cash and cash equivalents	$ 369,526	$ 1,000	$ 230,501	$ 601,027

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

	PENSION & OTHER POST EMPLOYMENT BENEFITS TRUST FUNDS	AGENCY FUND
ASSETS		
Cash and short-term investments	$ 2,243,659	$ 89,292
Investments at fair value		
Fixed income fund	28,468,236	-
Common stock	23,521,452	-
Equity fund	55,425,271	-
Other assets	1,773,222	-
Total investments	109,188,181	-
Accounts receivable	-	6,125
Interest receivable	59,257	-
Total assets	$ 111,491,097	$ 95,417
LIABILITIES		
Accounts Payable	$ -	$ 95,417
NET ASSETS		
Held in trust for pension and other post employment benefits	111,491,097	-
Total liabilities and net assets	$ 111,491,097	$ 95,417

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

	PENSION & OTHER POST EMPLOYMENT BENEFITS TRUST FUNDS
ADDITIONS	
Contributions:	
Plan sponsor	$ 9,852,711
Employee	5,601,246
Total contributions	15,453,957
Investment income/(loss):	
Net appreciation/(depreciation) in fair value of investments	20,489,766
Interest and dividends	2,042,997
Total investment income/(loss)	22,532,763
Total additions	37,986,720
DEDUCTIONS	
Benefits	8,071,544
Administrative expenses	787,790
Total deductions	8,859,334
Change in net assets	29,127,386
Net assets held in trust for pension and other post employment benefits	
Beginning of year	82,363,711
End of year	$ 111,491,097

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

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CALVERT COUNTY, MARYLAND

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

INDEX

Note 1 - Summary of Significant Accounting Policies

Calvert County (the County), was established as one of the original counties of the Maryland colony in 1654. The County is governed by a board of five Commissioners. One Commissioner is elected from each of the three districts and two are elected at large. All serve four-year terms. This board assumes responsibilities conferred upon them by the Maryland General Assembly and provides the following services: public safety, public improvements, health and social services, sanitation, recreation and culture, education, economic development and general administrative services. The basic financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units as prescribed by the Governmental Accounting Standards Board (GASB).

A. Reporting Entity

The accompanying financial statements include various agencies, department organizations and offices which are legally part of Calvert County (the Primary Government) and the County's component units. As defined by accounting principles, a component unit is a legally separate organization that is financially accountable to the Primary Government or where its relationship with the County is of such significance that exclusion would cause the County's financial statements to be misleading or incomplete. The two discretely presented component units described below reported in separate columns in the government-wide financial statements to emphasize separation from the Primary Government.

Discretely Presented Component Units

Board of Education of Calvert County Public Schools - The Board of Education of Calvert County Public Schools (the Board) is responsible for elementary and secondary education within the County. The Board is fiscally dependent upon the County because the Commissioners are responsible for approving the Board's annual appropriations in the budget. In addition, the Commissioners are responsible for levying taxes and collecting and distributing the funds to the Board and the County issues bonds to finance school system construction projects. Complete financial statements of the Board may be obtained at the entity's administrative offices located at 1305 Dares Beach Road, Prince Frederick, Maryland, 20678.

Economic Development Authority of Calvert County - The Economic Development Authority of Calvert County (the Authority) was established in 1969, for the purpose of acquiring, constructing, developing, improving, operating, and managing an industrial park within the County and to enlarge economic development opportunities for the preservation and betterment of the economy of Calvert County. The members of the Board of the Authority are appointed by the Commissioners. The Authority provides services which exclusively benefit the County and County employees perform all of the Authority's services. The Economic Development Authority of Calvert County does not issue separate financial statements, so their statements are included in this document on pages 91-93.

The Calvert County Housing Authority, the Volunteer Fire and Rescue Squads, the Calvert County Fair, Inc., and the Calvert County Soil Conservation District have been excluded from the basic financial statements on the basis that these entities are not controlled by or financially dependent upon the County.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) display information about the County as a whole. These statements include the financial activities of the Primary Government, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental, normally supported by taxes and intergovernmental revenues, and those that are considered business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the Primary Government is reported separately from the component units.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The basic financial statements are divided into three categories: government-wide financial statements, fund financial statements, and budgetary statements. The measurement focus, bases of accounting and presentation of these categories is discussed below.

Measurement Focus and Basis of Accounting

The Government-wide financial statements measure and report all assets (both financial and capital), liabilities, revenues, expenses, gains and losses using the *economic resources* measurement focus and the *accrual basis* of accounting, as do the Proprietary funds and Pension and Other Post Employment Benefit Trust funds statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

All governmental funds are accounted for using a *current financial resources* measurement focus and are reported using the *modified accrual* basis of accounting. Revenues are recognized in the accounting period in which the revenues are measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period, or soon enough thereafter, to be used to pay liabilities of the current period. For the County's purposes, the period of availability is considered to be 60 days after year end. Revenues considered susceptible to accrual are grants, delinquent property taxes, income taxes and interest on investments.

In governmental funds expenditures are generally recorded when incurred; however, expenditures for debt service, compensated absences, and claims and judgments are recorded when payments are due. General County capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of the County's general long-term debt are reported as other financing sources.

The Agency Funds have no measurement focus since these funds only report assets and liabilities. Agency Funds use the *accrual basis* of accounting.

Financial Statement Presentation

Fund financial statements report detailed information about the County. Governmental and Proprietary fund financial statement presentation focuses on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

Governmental Fund Types

General Fund - The General Fund is the general operating fund of the Primary Government. All financial resources are accounted for in this fund except those required to be accounted for in another fund. The General Fund is a major fund.

Capital Projects Fund - The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities of the County. The Capital Projects Fund is a major fund.

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specified purposes. The special revenue funds include the Parks and Recreation Fund, Planning and Zoning Special Revenue Fund, Bar Library Fund, Revolving Loan Fund, Economic Development Authority Revolving Loan Fund, Calvert County Family Network, Grants Fund, Economic Development Incentive Fund, Excise Tax Fund, the Land Preservation Fund, and the Board of Library Trustees for Calvert County (the Library). None of these special revenue funds are major funds.

Proprietary Fund Type

Enterprise Funds - Enterprise funds are used to report activities for which a fee is charged to external users for goods or services. Enterprise funds herein include the operations of the Water and Sewer Fund, the Solid Waste and Recycling Fund, the Chesapeake Hills Golf Course, and the Calvert Marine Museum. The Water and Sewer Fund and the Solid Waste and Recycling

Fund are major funds. The Chesapeake Hills Golf Course and the Calvert Marine Museum are nonmajor funds, which are combined in one column for reporting.

Fiduciary Fund Types

Trust Funds - The County maintains pension trust funds to account for the Calvert County Employees Retirement Plan, the Volunteer Fire Departments and Rescue Squads Pension Plan, the Calvert County Sheriff's Department Pension Plan, and the Calvert County Maryland Post-Employment Benefits Plan.

Agency Funds - The Tax Redemption Fund is an agency fund used to account for tax payments made by delinquent property owners to redeem tax certificates held by third parties. These funds are held by the County in a trustee capacity.

Net Assets

The government-wide and business-type fund financial statements utilize net asset presentation. Net assets are presented in three components – invested in capital assets (net of related debt), restricted and unrestricted.

1. Invested in Capital Assets (net of related debt) – This component of net assets consists of capital assets, net of accumulated depreciation and reduced by outstanding bonds, notes or other borrowings attributable to the acquisition, construction, or improvement of these assets.

2. Restricted – This component consists of net assets that have constraints placed on them either externally by third-parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation.

3. Unrestricted – This component consists of net assets that do not meet the definition of "invested in capital assets, net of related debt" and restricted.

Significant Accounting Policies

The following is a summary of the more significant accounting policies applied to elements in the County's basic financial statements:

Private Sector Guidance - Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Internal Activity - Calvert County has minimal activity between governmental and business-type activities. However, to avoid double counting of internal activities, the effect of internal transactions and balances has been eliminated from the financial statements.

Program, General and Operating Revenues – Revenue in the government-wide financial statements is classified as program or general revenue. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. In addition, general revenues include all taxes.

The operating revenues of the enterprise funds are defined as the charges for services received from the customers that are of a recurring nature. That is, those charges do not include one-time fees or grants, such as capital connection charges or capital grants. Revenue sources such as these are included under non-operating revenues.

When both restricted and unrestricted resources are available for use, the County, when financially prudent to do so, utilizes restricted resources to finance qualifying activities first, then unrestricted resources, as needed.

Budgets and Budgetary Accounting - The County follows certain procedures in establishing the budgetary data reflected in the financial statements. Each County department, agency or board receiving County funds submits a budget request to the Commissioners at a public hearing. Additional public hearings are conducted to obtain taxpayer comments. On or before July 1 of each year, the budget is legally enacted through passage of a resolution.

The Director of Finance and Budget is empowered to make administrative transfers of appropriations within the current expense budget, within the same office or department, between departments, agencies, boards or commissions, inter-project transfers of appropriations between capital projects in the capital budget and the addition of new budget items, in the amount of not more than $10,000. The County Administrator is authorized to transfer appropriations up to $25,000. Any change involving more than $25,000 but less than $100,000 can be approved by the Board of County Commissioners without passage of a resolution. Any change totaling more than $100,000 may only be made by resolution approved by the Commissioners after compliance with certain public hearing requirements.

Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects Fund, and Enterprise Funds. Enterprise fund budgets are for management control only.

The budget for the General Fund is adopted on a basis consistent with GAAP except that, on a budgetary basis, encumbrances are treated as expenditures rather than as a commitment of fund balance. Budgetary comparisons presented for the General Fund in the basic financial statements are prepared on the budgetary basis. Budgetary control is at the fund level. The Capital Projects Fund budget is prepared for the duration of the respective projects and, accordingly, annual budgetary comparisons are not presented in the basic financial statements and supplemental information.

D. Assets, Liabilities and Net Assets (Equity)

Cash, Cash Equivalents and Investments - For purposes of the statements of cash flows, cash equivalents are considered to be investments that are a) short-term, highly liquid investments which are readily convertible to known amounts of cash; and b) so near maturity that the investment presents insignificant risk of changes in value because of changes in interest rates.

Investments in certificates of deposit, U.S. government obligations, repurchase agreements and other investments are carried at fair value, which is determined on June 30 of each fiscal year.

Investments in the pension trust funds (Volunteer Fire and Rescue Squad Pension Fund and Calvert County Sheriff's Department Pension Plan, the Calvert County Employees Retirement Plan and the Calvert County Maryland Other Post-Employment Benefits Trust) are carried at fair value determined on June 30 of each year, based on appraisals or quotations by an independent investment counselor.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Long-Term Receivables - Long-term receivables relating to governmental fund types are reported in the respective balance sheets in spite of the spending measurement focus. These receivables however, are offset by nonspendable fund balance account to indicate they should not be considered available spendable resources since they do not represent net current assets.

Inventory - Inventory is valued at the lower of cost (first-in, first-out method) or market. The inventories are recorded as expenditures when consumed rather than when purchased. Governmental fund type inventories are offset by a nonspendable fund balance account, which indicates that inventory does not constitute "available spendable resources," even though it is a component of net current assets.

Capital Assets - All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at estimated fair market value on the date contributed. The County currently defines capital assets as assets with an initial cost of $5,000 or more and an estimated useful life of more than one year. In prior years the capital asset threshold was $3,000. Those prior year assets are still recorded as capital assets. Assets are depreciated using the straight-line method over the estimated useful life of the asset. The table on the next page is a general guideline for determining the estimated useful life of assets:

Buildings	25-30 years	Machinery and equipment	3-10 years
Improvements	15-20 years	Vehicles	3-7 years
Water and Sewer Systems	20-30 years	Computers	3 years

The purpose of depreciation is to spread the cost of capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of capital assets.

With the implementation of GASB Statement 34, the County has recorded its public domain (infrastructure) capital assets, which include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems.

Accumulated Annual, Personal and Sick Leave Benefits - County employees are granted annual leave at varying rates based upon years of service. The carrying amount of accumulated annual leave may not exceed a maximum of 100 days on a calendar year basis. In addition, 15 days of sick leave and 5 days of personal leave are granted annually. Upon termination or retirement, all annual and personal leave accrued to the credit of an employee is paid. The amount of accrued sick leave payable is based upon the employee's full-time status. The sick leave can be paid to the employee or credited to their retirement benefit upon meeting retirement eligibility in the applicable defined benefit pension plan. For 35-hour per week employees, one-fourth of the accrued sick leave up to 700 hours plus one-half of the accrued sick leave over 700 hours will be paid to the employees The 40-hour per week employees receive one-fourth of the accrued sick leave up to 800 hours plus one-half of the accrued sick leave over 800 hours.

Deferred Compensation Plan - The County has established a deferred compensation plan in accordance with Internal Revenue Code Section 457, and administered by Nationwide Retirement Solutions. All County employees may participate in the plan and defer a portion of their salary, subject to limitations imposed by the Internal Revenue Service. In September 1997, the County amended the plan in accordance with the provisions of IRC Section 457(g). The assets of the plan were placed in an independent trust for the exclusive benefit of participants and their beneficiaries. The requirements of that IRC Section prescribes that the County no longer owns the amounts deferred by employees, including the related income on those amounts. Accordingly, the assets and the liability for the compensation deferred by plan participants, including earnings on plan assets, were removed from the County's financial statements. The plan assets will not be subject to the claims of the public entity's creditors.

Other Post Employment Benefit Obligations – OPEB - In fiscal year 2008 the County adopted, GASB Statement No. 45 - Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions, which required that employers account for and report the annual cost of OPEB and the outstanding obligations and commitments related to OPEB in essentially the same manner as pensions. Annual OPEB cost is based on actuarially determined amounts that, if paid on an ongoing basis, generally would provide sufficient resources to pay benefits as those benefits are due.

Pension Accounting - Employee contributions are recognized in the Pension Trust Funds in the period the contributions are due. Employer contributions are recognized when due and the County has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative costs are funded from investment income.

Any net pension obligation or asset is calculated on an actuarial basis consistent with the requirements of GASB Statement No. 27 – Accounting for Pensions by State and Local Governmental Employers. Expenditures are recognized when are paid or are expected to be paid with current available resources. The net pension obligation (asset) is reported in the government-wide financial statements.

Interfund Transfers - The transfers in to the General Fund are for capital projects that have been closed out, the transfer from excise tax fund to cover a portion of debt service, and one-time fund balance transfers from special revenue funds. The transfer out from the General Fund is for operating, disbursement of grant matching funds and pay-go monies.

Encumbrances - Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, Special Revenue Funds, Capital Projects Fund, and Enterprise Funds. Encumbrances outstanding at year end are reported as committed fund balances and do not constitute expenditures or liabilities because the commitments will be honored during a subsequent year.

Long –Term Obligations – In the government-wide financial statements and in the proprietary fund financial statements, long-term debt and other obligations are reported as liabilities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the bonds outstanding method which approximates the effective interest method.

Equity – detailed information on the presentation of Net Assets for the government-wide and business-type funds is located page 16. Information regarding the implementation of GASB No. 54 as it relates to the governmental fund balance presentation is located on page 19.

Stabilization Arrangement – During the fiscal year ended June 30, 2011, the County implemented GASB Statement No. 54 – Fund Balance and Governmental Fund Type Definitions which required an establishment of policy by formal action. This formal action imposes the parameters and identifies the specific circumstances and need for stabilization, and these circumstances are non-routine in nature.

Establishment/Elimination of Funds – Due to the implementation of GASB Statement No. 54 – Fund Balance and Governmental Fund Type Definitions which updated the definitions and criteria for Special Revenue Funds, the County eliminated two special revenue funds: Project Graduation and the Housing Fund. These two funds are now presented as part of the General Fund.

Note 2 - Property Taxes

Property taxes attach an enforceable lien on property as of July 1. Taxes are levied each July 1 and the taxpayer has the option to pay in full without interest by September 30 or to pay the bill semiannually. In semi-annual bills, the first payment is payable without interest by September 30 and the second payment, including a service charge, is payable without interest by December 31. Interest is charged for each month or fraction thereof in which taxes remain unpaid beginning October 1 on accounts under the annual payment option, or January 1 for accounts under the semiannual payment option. Maryland law grants the Treasurer of Calvert County the power to advertise and sell any real property if the taxes remain delinquent for a period of one year.

Property taxes are levied at rates enacted by the Commissioners in the annual budget based on the assessed value of the property as determined by the Maryland State Department of Assessments and Taxation, an agency of the government of the State of Maryland. The rates of levy cannot exceed the constant yield tax rate furnished by the Maryland State Department of Assessments and Taxation without public notice and then only after public hearings.

The real property tax rate during the year ended June 30, 2011, was \$.892 per \$100 of assessed value based on the full valuation method, except that within the two incorporated towns, North Beach and Chesapeake Beach, the rate was \$.556 per \$100 of assessed value based on the full valuation method. The personal property tax rate during the year ended June 30, 2011 was \$2.23 per \$100 of assessed value except that within the two incorporated towns, North Beach and Chesapeake Beach, the rate was \$1.39. The County bills and collects all property taxes.

Note 3 - Cash, Cash Equivalents and Investments

A. Primary Government

Cash on Hand

At June 30, 2011, cash on hand for petty cash and change was $9,431.

Policies and Provisions

General Deposits - The County has agreements with its depository financial institutions, which require all deposits to be either insured by the Federal Deposit Insurance Corporation or collateralized. The County has an agreement with Bank of America to collateralize 110% of deposits. At June 30, 2011 the net carrying amount and the bank balances of the County's deposits with financial institutions were $233,663 and $10,762,382, respectively, all of which was covered by federal depository insurance or collateral held by a third party custodian in a segregated account for the benefit of Calvert County.

Foreign risk related to deposits is managed by allowing no more than $1,000,000 or 10% of the total investment portfolio to be invested with financial institutions residing in a single foreign country. At June 30, 2011, no deposits were in foreign currency.

General Investments - The County's policy for investments, as set by public code, is to invest in securities that are issued by the United States Government or any agency thereof, certificates of deposit, bankers' acceptances, any and all investments generally recognized as "money market instruments," securities issued by any state or municipal government, securities issued by the Federal Home Loan Mortgage Corporation (FHLMC), securities issued by the Government National Mortgage Association (GNMA), repurchase agreements, and reverse repurchase agreements. The County's intent is not to redeem any investment until the market value is at least equal to the carrying value.

The County manages concentration risk by using limits, stated in percentages and/or dollars, for investment classes (noted above) that are not federally insured. The County's policy on credit risk is to only allow for Bankers' Acceptances of domestic and foreign banks that maintain the highest short-term deposit rating from Standard & Poor's (A-1) and/or Moody's (P-1). These ratings are also required for Repurchase Agreements. Repurchase Agreements are required to be collateralized at 102%.

In order to limit exposure to interest rate risk, the County's investment policy provides that investment maturities in any permitted investment shall not exceed 24 months in duration unless prior approval is received from the Director of Finance and Budget, or a designee. Investment in securities exceeding 24 months in duration shall not exceed 20% of the total investment portfolio at the time of purchase.

Fiduciary Fund Investments - The Calvert County Post Employment Benefit Plan, the Volunteer Fire and Rescue Squad Pension Plan, the Calvert County Sheriff's Department Pension Plan and the Calvert County Employees Retirement Plan are authorized to invest in common stocks, corporate bonds and any other securities in varying proportions when and for as long as, in the opinion of the respective Plan Trustees, prevailing market and economic considerations indicate that it is in the best interest of the respective Plan to do so. Note 9 presents the details of the pension plans starting on page 53.

Land Preservation Fund – The Land Preservation Fund is invested in U.S Treasury Strips (U.S. Treasury Bonds with the coupon/interest payment removed). The earliest maturity date of any of the bonds in this fund is August 15, 2011. The latest maturity date is May 16, 2026. This fund has no interest rate risk because each of the bonds was purchased to pay a specific obligation. The maturity date and amount of the bond coincides with the due date of the obligation.

Interest Rate Risk

The following schedule presents the interest rate risk (increasing interest rates decrease the value of the bonds) based on maturity of the bonds held.

Maturities		Maturities	
Cash and Equivalents	$ 101,614,812	5-10 years	3,053,335
Less than 1 year	9,207,608	10-15 years	1,030,949
1-5 years	33,650,768	15-20 years	-
		Total	$ 148,557,472

Foreign Currency Risk

The following schedule shows the pension plans' exposure to foreign currency risk. This risk is created by the ownership of American Depository Receipts (ADR). ADRs are stocks that trade in the United States but represent a specified number of shares in a foreign corporation. ADRs are bought and sold on American markets just like regular stocks, and are issued/sponsored in the U.S. by a bank or brokerage. Because the value of an ADR is derived from the value of the foreign share price, fluctuations in that currency exchange rate create changes in value. Calvert County currently has no formal policy relating to foreign currency risk in the pension plans.

Country	Total Exposure	Country	Total Exposure
United Kingdom	$ 3,128,359	Portugal	138,931
Netherlands	530,941	Mexico	309,185
Switzerland	986,719	Japan	2,363,690
Spain	347,232	France	1,118,254
Germany	443,456	Italy	1,282,194
New Zealand	33,169	Korea	660,673
		Total	$ 11,342,803

Carrying Value

The carrying value of all the County's cash and investments as of June 30, 2011 is summarized in the following table:

Cash, Cash Equivalent or Investment Type	Fair Value	Cash, Cash Equivalent or Investment Type	Fair Value
U.S. Agency Obligations	$ 38,525,440	Other special equity	1,802,582
U.S. Treasury Strips	7,817,382	Petty cash	9,431
Corporate obligations	28,468,236	Total	* $ 266,104,194
Common stock	23,521,452		
Equity and bond funds	55,395,911	Unrestricted	$ 218,465,692
Money market mutual funds	99,916,318	Restricted	47,638,502
Certificates of deposit	233,663		* $ 266,104,194
Cash in banks	10,413,779	*Includes agency fund cash of $89,292	

B. Component Units

Economic Development Authority

The Authority follows the investment policies of the County. Its investments at June 30, 2011 totaled $1,748,624 and consisted of money market mutual funds.

Board of Education

Deposits - At June 30, 2011, the carrying amount and bank balances of the Board's deposits with financial institutions totaled $21,038,783 and $19,884,330, respectively. All bank deposits are covered by Federal Deposit Insurance and/or collateral held in the Board's name at the Federal Reserve.

Investments - At June 30, 2011 the Board had invested $6,163,140 in governmental activities and $1,299,125 in business-type activities in the Maryland Local Government Investment Pool (MLGIP). MLGIP is rated AAAm by Standard and Poors, the agency's highest rating for money market funds.

Investment Rate Risk and Custodial Credit Risk - Fair Value fluctuates with interest rates. To limit the Board's exposure to fair value losses arising from increasing interest rates, the Board's investment policy limits the term of investment maturities to overnight repurchase agreements and requires that collateral securities underlying the repurchase agreements have a market value of at least 102% of the cost of the agreement. To reduce custodial credit risk, the Board limits its investments to overnight deposits that are insured or collateralized with securities held by a custodian in the Board's name and investments in the MLGIP.

Note 4 - Notes Receivable

A. Primary Government

General Fund

The Affordable Housing Program – the County under this program has a 20 year loan set up to fund a participant in the County's Water and Sewer Assistance Program. This note initiated in FY2009, will mature in FY2029 and bears interest at 5% per annum. Principal and interest payments are due monthly. At June 30, 2011, $8,953 is outstanding.

Also, under this program the County has made a $500,000 loan to the Housing Authority of Calvert County for gap financing of the Project Echo homeless shelter. It is non-interest bearing, and the debt is scheduled for repayment in its entirety within five years of the note initiation in August 2009.

Volunteer Fire Department and Rescue Squads - The County finances purchases of equipment by the volunteer fire department and rescue squads. To maintain control over the equipment purchased, the County Commissioners create non-interest bearing notes receivable, secured by the equipment, with three to twenty-nine year terms. Deferred revenue is also recorded for the total amount of the notes receivable. Repayment of the notes does not involve cash transactions, but is achieved by reducing notes receivable and deferred revenue based upon the value of services rendered by the fire and/or rescue companies over the lives of the notes. Notes receivable from fire and/or rescue companies at June 30, 2011, was $3,557,228. See detailed schedule at page 96.

Parks and Recreation Fund - The General Fund has an $82,000 note receivable from the Parks and Recreation Fund in the form of an interest-free note signed in 2003. Principal is payable annually beginning June 1, 2003 through maturity on June 1, 2012. At June 30, 2011, $8,200 is outstanding.

The General Fund has a $358,000 note receivable from the Parks and Recreation Fund in the form of an interest-free note signed in 2004. Principal is payable annually beginning June 1, 2006 through maturity on June 1, 2014. At June 30, 2011, $143,200 is outstanding.

Water and Sewer Fund

The Water and Sewer Fund's *Due to the General Fund* balance includes $5,878,435 that has been reclassified to an advance over the last three fiscal years. This advance is not expected to be repaid within the next twelve months. This amount is planned funding for the Water and Sewer Fund as rate adjustments continue, as required to balance the budget.

Funds previously advanced by the General Fund to the Water and Sewer Fund for the Dares Beach Water Supply Project were converted to a note. The note calls for annual payments of $19,969 including interest at 6.6%, commencing June 30, 1990 through maturity in 2019. At June 30, 2011, outstanding principal amounted to $121,137 and is offset by a nonspendable fund balance to indicate these funds are not available, spendable resources.

Funds previously advanced by the General Fund to the Water and Sewer Fund for the Prince Frederick Water and Sewer System were converted to an interest-free note in 1992. Principal is payable annually beginning January 1, 1993 through maturity on January 1, 2025. At June 30, 2011, $388,747 is outstanding, and is offset by a nonspendable fund balance to indicate these funds are not available, spendable resources.

The Water and Sewer Fund has a note receivable from the Calvert County Detention Center and three Public Utility Payment Plans with developers, of which the total amount outstanding at June 30, 2011 was $375,595.

Economic Development Authority Revolving Loan Fund

During Fiscal year 2009 a five-year, $50,000 loan was made to Southern Maryland Business Center. The note bears interest at 7.5% per annum. Principal is payable monthly, beginning July 2009 through maturity in June 2013. At June 30, 2011, $48,607 is outstanding.

During Fiscal year 2010 a five-year, $75,000 loan was made to Little Proteges Inc. The note bears interest at 7.5% per annum. Principal is payable monthly, beginning July 2010 through maturity in June 2014. At June 30, 2011, $58,883 is outstanding.

Economic Development Incentive Fund

During Fiscal year 2008 a five-year, $200,000 loan was made to Kelly Generator Inc. The note bears interest at 1.0% per annum. Principal is payable monthly, beginning September 2007 through maturity in August 2012. At June 30, 2011, $152,774 is outstanding.

B. Component Unit

Economic Development Authority - The Authority has a $78,300 note receivable from George Larry Burdette and Karen Lynn Burdette related to the sale of lot number 20A, which was land held for resale. This note is secured by a deed of trust on the property. The note bears interest at 5.5% per annum. Principal and interest payments of $640 are due monthly beginning January 2000 and continuing monthly until December 28, 2014. As of June 30, 2011, the note balance is $28,019.

The Authority has a $78,300 note receivable from Shadow Stone, LLC related to the sale of lot number 20B, which was land held for resale. This note is secured by a deed of trust on the property. The note bears interest at 5.5 % per annum. Principal and interest payments of $640 are due monthly beginning in January 2000, and continuing monthly until December 28, 2014. As of June 30, 2011, the note balance is $28,019.

The Authority has a $87,141 note receivable from Cutter Court, LLC related to the sale of lot number 35, which was land held for resale. This note is secured by a deed of trust on the property. The note bears interest at 6% per annum. Principal and interest payments of $850 are due beginning in December 1999, and continuing monthly until November 19, 2011. As of June 30, 2011, the note balance is $5,559.

The Authority has a $135,850 note receivable from R.A. B., LLC related to the sale of lot number 43 CCIP, which was land held for resale. This note is secured by a deed of trust on the property. The note bears interest at 6 % per annum. All principal and accrued interest were payable in full on June 23, 2011, provided certain conditions have been met in accordance with the Agreement of Purchase and Sale, the principal and accrued interest maybe forgiven. This matter has subsequently been turned over to legal to verify if those conditions have been met. The accrued interest receivable on this note at June 30, 2011 is $81,012. The gain on this land sale and the accrued interest are included in deferred revenue due to the loan forgiveness provision in the loan document.

Note 5 - Interfund Accounts and Transfers

Interfund accounts represent activity between funds that are representative of lending/borrowing arrangements that are outstanding at the end of the year and where repayment is expected within a reasonable time. These accounts are also referred to as due to/from other funds. Most deposits and cash disbursements are processed using the General Fund bank account. These deposit and cash disbursement transactions create the interfund balances.

At June 30, 2011, the interfund account balances were as shown below:

	Due From	Due To
Primary Government:		
General Fund		
Special Revenue Funds	$ -	$ 8,359,435
Capital Projects Fund	-	15,066,478
Enterprise Funds	8,570,240	5,133,879
	8,570,240	28,559,792
Special Revenue Funds		
General Fund	8,359,435	-
Capital Projects Fund		
General Fund	15,066,478	-
Enterprise Funds		
General Fund	5,133,879	8,570,240
	$ 37,130,032	$ 37,130,032
Component Units:		
Primary government – General Fund	$ -	$ 15,058,185
Primary government – Capital Projects	-	812,660
Component unit – Board of Education	15,737,660	-
Component unit – Economic Development Authority	133,185	-
	$ 15,870,845	$ 15,870,845

During the fiscal year ended June 30, 2011, the interfund transfers were as follows:

	Transfers in	Transfers out
Primary Government:		
Governmental Funds		
Special Revenue Funds	$ 5,482,587	$ 2,696,967
Capital Projects Fund	3,765,967	-
General Fund	2,040,000	11,267,567
	11,288,554	13,964,534
Proprietary Funds		
Water and Sewer Fund	-	-
Solid Waste Fund	30,069	-
Nonmajor proprietary funds	2,645,911	-
	2,675,980	-
Total Transfers	$ 13,964,534	$ 13,964,534

Note 6 - Capital Assets

A. Primary Government

A summary of changes in capital assets are as follows:

	Balance June 30, 2010	Additions	Deductions/ Reclassifications	Balance June 30, 2011
Governmental activities:				
Capital assets, not being depreciated				
Construction in Progress	$ 8,841,114	$ 14,975,995	$ (18,923,412)	$ 4,893,697
Land Development Rights	10,413,705	831,600	-	11,245,305
Land	30,771,892	4,100	-	30,775,992
	50,026,711	15,811,695	(18,923,412)	46,914,994
Capital assets, being depreciated				
Buildings	73,713,206	1,199,862	(7,242,740)	67,670,328
Improvements	28,544,110	2,591,688	-	31,135,798
Machinery & Equipment	35,498,821	1,500,298	(1,246,745)	35,752,374
Infrastructure	103,503,345	9,864,831	-	113,368,176
	241,259,482	15,156,679	(8,489,485)	247,926,676
Less accumulated depreciation for:				
Buildings	(34,639,418)	(2,002,422)	4,960,155	(31,681,685)
Improvements	(9,644,805)	(1,544,910)	-	(11,189,715)
Machinery & Equipment	(20,136,928)	(2,918,066)	1,121,589	(21,933,405)
Infrastructure	(45,406,124)	(4,456,016)	-	(49,862,140)
	(109,827,275)	(10,921,414)	6,081,744	(114,666,945)
Total capital assets, being depreciated, net	131,432,207	4,235,265	(2,407,741)	133,259,731
Governmental activities capital assets, net	$ 181,458,918	$ 20,046,960	$ (21,331,153)	$ 180,174,725
Business-type activities:				
Capital assets, not being depreciated				
Construction in Progress	$ 625,328	$ 2,693,623	$ -	$ 3,318,951
Land	4,561,707	-	-	4,561,707
	5,187,035	2,693,623	-	7,880,658
Capital assets, being depreciated				
Buildings	58,236,224	7,229	-	58,243,453
Improvements	12,657,358	132,971	-	12,790,329
Machinery & Equipment	7,853,329	667,016	(18,324)	8,502,021
	78,746,911	807,216	(18,324)	79,535,803
Less accumulated depreciation for:				
Buildings	(29,678,399)	(1,952,417)	-	(31,630,816)
Improvements	(3,023,982)	(541,854)	-	(3,565,836)
Machinery & Equipment	(3,082,241)	(611,897)	18,324	(3,675,814)
	(35,784,622)	(3,106,168)	18,324	(38,872,466)
Total capital assets, being depreciated, net	42,962,289	(2,298,952)	-	40,663,337
Business-type activities capital assets, net	$ 48,149,324	$ 394,671	$ -	$ 48,543,995

B. Component Units:

Board of Education

A summary of changes in capital assets for the year ended June 30, 2011 as follows:

	Balance June 30, 2010	Additions	Retirements/ Reclassifications	Balance June 30, 2011
Governmental activities:				
Capital assets, not being depreciated				
Land	$ 3,757,711	$ -	$ -	$ 3,757,711
Construction in progress	28,175,692	18,755,816	(26,180,326)	20,751,182
	31,933,403	18,755,816	(26,180,326)	24,508,893
Capital assets, being depreciated				
Buildings and improvements	240,392,702	-	24,051,682	264,444,384
Land improvements	4,689,211	13,966	(45,300)	4,657,877
Equipment	6,147,073	1,289,559	(30,420)	7,406,212
	251,228,986	1,303,525	23,975,962	276,508,473
Less accumulated depreciation for:				
Buildings and improvements	(76,144,643)	(5,350,333)	1,764,754	(79,730,222)
Land improvements	(2,098,379)	(230,212)	26,048	(2,302,543)
Equipment	(4,883,022)	(408,839)	30,420	(5,261,441)
	(83,126,044)	(5,989,384)	1,821,222	(87,294,206)
Total capital assets, being depreciated, net	168,102,942	(4,685,859)	25,797,184	189,214,267
Governmental activities capital assets, net	$ 200,036,345	$ 14,069,957	$ (383,142)	$ 213,723,160
Business-type activities:				
Equipment at historical cost	$ 1,700,997	$ 19,895	$ -	$ 1,720,892
Less accumulated depreciation	(1,498,327)	(62,008)	-	(1,560,335)
Business-type activities capital assets, net	$ 202,670	$ (42,113)	$ -	$ 160,557
Economic Development Authority				
Land	$ 22,191	$ -	$ -	$ 22,191

Component Units, continued

Board of Education

The Board's active school construction projects as of June 30, 2011 as follows:

	Spent to Date	Commitment
Calvert High	$ 20,751,182	$ 5,214,780
Calvert Middle	-	15,056
Total	$ 20,751,182	$ 5,229,836

These projects are funded primarily by capital grants from Calvert County and the State of Maryland.

Depreciation expense for the year ended June 30, 2011 for Calvert County and component units (Board of Education and Economic Development Authority) were as follows:

Primary Government:	
Governmental activities:	
General government	$ 2,629,155
Public safety	1,295,361
Public works	5,010,046
Health and hospitals	16,085
Social services	96,375
Recreation and culture	1,873,622
Miscellaneous	770
Total	$ 10,921,414
Business-type activities:	
Water and Sewer	$ 2,035,537
Solid Waste and Recycling	563,185
Marine Museum	348,466
Chesapeake Hills Golf Course	158,980
	$ 3,106,168

Component Units:	
Board of Education - governmental activities:	
Instruction:	
Regular education	$ 166,546
Special education	11,729
Support services:	
Administration	166,779
Mid-level administration	456
Transportation	4,047
Operation of plant and equipment	5,595,772
Maintenance of plant	44,055
Total	$ 5,989,384
Board of Education - business-type activities:	
Food services	$ 62,008
Economic Development:	$ -

Note 7 - Long-Term Obligations

A. Primary Government

Changes in Long-term Obligations

The following is a summary of the changes in long-term obligations of the County for the year ended June 30, 2011.

	Beginning Balance	Additions	Deductions	Ending Balance	Amounts Due Within One Year
Governmental activities:					
Bonds and Notes Payable					
General Obligation Bonds (1)	$ 126,018,760	$ 19,256,000	$ (10,823,948)	$ 134,450,812	$ 11,786,205
Notes Payable (2)	1,241,398	-	(1,043,313)	198,085	39,291
Land Preservation Program	10,413,705	831,600	(633,750)	10,611,555	2,678,200
Other Liabilities:					
Landfill Closure Costs	510,000	-	(30,000)	480,000	30,000
Compensated Absences	9,012,436	1,226,974	(1,198,100)	9,041,310	944,387
Total	$ 147,196,299	$ 21,314,574	$ (13,729,111)	$ 154,781,762	$ 15,478,083
Business-type activities:					
Bonds and Notes Payable					
General Obligation Bonds (1)	$ 3,870,977	$ 4,047,563	$ (583,436)	$ 7,335,104	$ 433,795
Notes Payable (1)	7,611,889	-	(677,505)	6,934,384	691,847
Other Liabilities:					
Landfill Closure Costs	1,429,517	-	-	1,429,517	-
Compensated Absences	844,886	32,182	(140,483)	736,585	100,000
Total	$ 13,757,269	$ 4,079,745	$ (1,401,424)	$ 16,435,590	$ 1,225,642

(1) Indicates debt issued for the purpose of acquiring capital assets.
(2) Represents debt used for other governmental purposes.

<u>Obligation Balances and Terms – Governmental Activities</u>

Long-term obligations as of June 30, 2011, consist of the following:

For governmental activities, compensated absences are generally liquidated by the governmental fund to which the liability relates.

Bond Description and Year	Amount Borrowed	Rate	Due serially through	Governmental Activities Balance
Governmental Activities				
General Obligation Bonds				
Consolidated Public Improvement Project Bonds, 2002 Series	$ 11,970,000	3% - 5%	January 1, 2012	$ 840,000
Consolidated Public Improvement Project Bonds, 2003 Series	30,275,000	2% - 5%	July 15, 2018	18,405,000
Refunding Bonds, 2003 Series (replaced the 1993 Series bonds)	13,614,090	2% - 5%	July 15, 2019	1,778,580
Consolidated Public Improvement Project Bonds, 2004 Series	8,910,000	2% - 5%	April 1, 2019	5,215,000
Consolidated Public Improvement Project Bonds, 2005 Series	6,995,000	3.375% - 4.1%	April 1, 2020	4,580,000
Consolidated Public Improvement Project Bonds, 2006 Series	10,885,000	4% - 5%	April 1, 2021	7,250,000
Consolidated Public Improvement Project Bonds, 2007 Series	29,780,000	4% - 5%	April 1, 2022	23,325,000
Consolidated Public Improvement Project Bonds, 2008 Series	22,250,000	3% - 5%	April 1,2023	18,615,000
Consolidated Public Improvement Project Bonds, 2009 Series	18,485,000	2% - 3.5%	April 1,2024	16,365,000
Consolidated Public Improvement Project Bonds, 2010 Series	13,921,232	3% - 5%	July 1, 2025	13,921,232
Refunding Bonds, 2010 Series (replaced the 2002 Series bonds)	4,900,000	3% - 4%	January 1, 2016	4,900,000
Consolidated Public Improvement Project Bonds, 2011 Series	13,921,232	2% - 5%	May 1, 2026	19,256,000
Waterway Improvement Projects				
Spring Cove 1992 Loan	44,182	3% - 5%	July 4, 2025	2,209
Shore Erosion Control				
Western Shores (non-interest bearing)	261,042	n/a	July 1, 2017	91,366
Mears Creek (non-interest bearing)	83,758	n/a	July 1, 2012	5,584
Solomons United Methodist Church (non-interest bearing)	32,150	n/a	July 1, 2026	20,576
Our Lady Star of the Sea (non-interest bearing)	84,987	n/a	July 1, 2029	64,590
Other				
The Land Preservation Program	10,611,555	3% - 5%		10,611,555
Detention Center Note (non-interest bearing)	137,602		June 1, 2012	13,760
Total General Obligation Bonds and Notes Receivables	197,161,830			145,260,452
Estimated Landfill Postclosure Costs				480,000
Accumulated Unpaid Employee Leave				9,041,310
Total Governmental Activities	$ 197,161,830			$ 154,781,762

Obligation Balances and Terms – Business-Type Activities

Long-term obligations as of June 30, 2011, consist of the following:

Bond Description and Year	Amount Borrowed	Rate	Due serially through	Business-Type Activities Balance
Business-Type Activities				
General Obligation Bonds - Water and Sewer				
Refunding Bonds, 2003 Series (replaced the 1993 Series bonds)	$ 4,010,790	2% - 5%	July 15, 2019	$ 524,091
Consolidated Public Improvement Project Bonds, 2010 Series	2,314,702	3% - 5%	July 1, 2025	2,314,702
Consolidated Public Improvement Project Bonds, 2011 Series	2,769,000	2% - 5%	May 1, 2036	2,783,495
Notes Payable - Water and Sewer				
Water Supply Facilities Loan Note	89,775	6.6%	November 1, 2019	47,130
General Fund Note - Dares Beach Water Supply	258,225	6.6%	June 30, 2019	121,136
General Fund Note - Prince Frederick (non-interest bearing)	863,254	n/a	January 1, 2025	388,746
General Fund Note - Solomons Wastewater (non-interest bearing)	3,982,024	3.25%	August 1, 2015	984,043
Maryland Department of the Environment (MDE) Note	250,000	4.64%	February 1, 2033	219,464
Maryland Water Quality Financing Admin Note - Dares Beach	500,000	1.6%	August 1, 2020	281,307
Maryland Water Quality Financing Admin Note - Prince Frederick	6,300,000	1.5%	February 1, 2022	3,695,578
Maryland Water Quality Financing Admin Note - Patuxent Business Park	400,000	1%	February 1, 2024	282,050
Maryland Water Quality Financing Admin Note - Chesapeake Beach	1,071,036	1.1%		914,929
Total General Obligation Bonds and Notes Receivables	22,808,806			12,556,671
Deferred Loss on Refunding, 2003 Series				(111,440)
Premium, 2010 & 2011 Series				304,683
Accumulated Unpaid Employee Leave				253,510
Total Water and Sewer	$ 22,808,806			$ 13,003,424
General Obligation Bonds - Solid Waste				
Refunding Bonds, 2003 Series (replaced the 1993 Series bonds)	$ 1,205,120	2% - 5%	July 15, 2019	$ 158,307
Consolidated Public Improvement Project Bonds, 2010 Series	274,066	3% - 5%	July 1, 2025	274,066
Consolidated Public Improvement Project Bonds, 2011 Series	1,000,000	2% - 5%	May 1, 2026	1,005,236
Total General Obligation Bonds	2,479,186			1,437,609
Estimated Landfill Postclosure Costs				1,429,517
Premium, 2010 & 2011 Series				81,965
Accumulated Unpaid Employee Leave				483,075
Total Solid Waste	$ 2,479,186			$ 3,432,166
Total Business Type Activities	$ 25,287,992			$ 16,435,590

Debt Requirements

The minimum annual requirements to amortize all outstanding debt, except accumulated unpaid vacation, personal and sick leave, estimated landfill closure and postclosure costs as of June 30, 2011 are as follows:

	Governmental Activities		
Years Ending June 30,	**Principal**	**Interest**	**Total**
2012	$ 14,503,696	$ 5,670,536	$ 20,174,232
2013	11,359,816	5,185,225	16,545,041
2014	11,793,888	4,791,877	16,585,765
2015	12,039,746	4,331,699	16,371,445
2016	14,322,610	3,864,875	18,187,485
2017-2021	56,844,292	11,542,886	68,387,178
2022-2026	24,381,791	2,057,150	26,438,941
2027- plus	14,613	-	14,613
	$ 145,260,452	$ 37,444,248	$ 182,704,700

	Business-Type Activities		
Years Ending June 30,	**Principal**	**Interest**	**Total**
2012	$ 1,125,642	$ 428,185	$ 1,553,827
2013	1,154,511	409,486	1,563,997
2014	1,179,309	382,405	1,561,714
2015	1,205,320	348,143	1,553,463
2016	862,364	305,630	1,167,994
2017-2021	4,459,662	1,173,605	5,633,267
2022-2026	2,853,683	516,228	3,369,911
2027- plus	1,153,789	255,550	1,409,339
Def. loss on ref./premium	275,208	-	275,208
	$ 14,269,488	$ 3,819,232	$ 18,088,720

Estimated Closure and Postclosure Costs

Barstow Landfill - During 1997, the County closed the Barstow Landfill. The current estimate of post closure costs is $480,000. The landfill is at 100% capacity with no remaining useful life. An amount is recorded in the general long-term debt account group for the estimated postclosure costs associated with the Barstow Landfill. This amount is required by state and federal regulations to provide for monitoring costs associated with the closed landfill. Therefore, the total estimated cost of postclosure care has been recorded.

Appeal Landfill – This is the County's current operating landfill. In 1998, the County entered into a long-term arrangement under which the County's waste is transferred out of the County, which has extended the life of the landfill. An accrual is recorded for the estimated closure and postclosure costs associated with the Appeal Landfill. The accrual is based upon the capacity used to date. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, a portion of these closure and postclosure care costs are reported as an operating expense in each period based on landfill capacity used as of each balance sheet date. This accrual is required by state and federal regulations to provide for the capping and monitoring costs associated with the closing of the landfill. The estimate of total closure and post closure costs, provided by an independent contractor specializing in landfills is $1,906,351.

This amount has been and will be increased by a factor of 3.5% to account for inflation, through fiscal year 2023. These cost estimates generated in fiscal year 2008 are scheduled to be updated in fiscal year 2012 by an independent contractor to ensure compliance with changing federal and state laws, potential changes in costs due to inflation or deflation, and changes in technology in an effort to maintain accurate accruals. The percentage of the landfill that is full was re-estimated in FY10 as 70%; therefore, $1,429,517 represents the accrued reserve at June 30, 2011, which is reported in the Solid Waste and Recycling fund. The amount that has not yet been recognized in the County's financial statements is $476,834. This reserve will be increased with annual contributions.

B. Component Units

Changes in Long-term Obligations

The following is a summary of the changes in the Long-Term Obligations of the Board of Education for the year ended June 30, 2011:

	Beginning Balance	Additions	Deductions	Ending Balance	Amounts Due Within One Year
Governmental activities:					
Capital lease	$ 166,216	$ -	$ (166,216)	$ -	$ -
Compensated absences	3,373,289	2,363,469	(2,262,945)	3,473,813	11,278
Net OPEB obligation	12,537,552	5,939,427	-	18,476,979	-
	$ 16,077,057	$ 8,302,896	$ (2,429,161)	$ 21,950,792	$ 11,278
Business-type activities:					
Compensated absences	$ 34,817	$ 29,319	$ (32,567)	$ 31,569	$ -
Net OPEB obligation	208,795	90,448	-	299,243	-
	$ 243,612	$ 119,767	$ (32,567)	$ 330,812	$ -

Note 8 - Fund Balances

A. Governmental Funds - Fund Balance

Fund Balance – In fiscal year 2011, Calvert County implemented Governmental Accounting Standards Board Statement No. 54 - Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54). In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. The new fund balance classifications are as follows:

1. Nonspendable: Amounts that cannot be spent because they are either in a nonspendable form, or are legally or contractually required to be maintained intact.

2. Restricted: Amounts that have constraints placed on them either externally by third-parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation.

3. Committed: Amounts that can only be used for specific purpose pursuant to constraints imposed by formal action of the County's highest level of decision making authority. The Board of County Commissioners (BOCC) is the highest level of decision-making authority, and committed funds are established by resolution or legislation. Those committed amounts cannot be used for any other purpose unless the BOCC removes or changes the specified used by taking the same type of action it employed previously to commit those amounts.

4. Assigned: Amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The authority for assigning fund balance if expressed by the BOCC or their designee as established in the County's Fund Balance Policy.

5. Unassigned: Amounts that have not been restricted, committed or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

The County has passed a fund balance resolution that specifies the spending order of the different types of fund balances. Nonspendable amounts by definition can't be spent, and restricted amounts are restricted by external parties and can only be spent in accordance with the restrictions. Therefore, it is the policy of Calvert County to spend funds in the following order: committed, then assigned, and then unassigned.

As of June 30, 2011, fund balances were reported as follows:

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

GOVERNMENTAL FUNDS FUND BALANCES
JUNE 30, 2011

	General Fund	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:				
Inventory	$ 294,707	$ -	$ -	$ 294,707
Long term receivables	9,260,258	-	-	9,260,258
Leveraging obligations	-	-	10,354,760	10,354,760
Restricted for:				
Other purposes	64,861	-	-	64,861
Endowments	-	-	3,750	3,750
Committed to:				
Encumbrances:				
General government	704,015	-	-	704,015
Public safety	377,937	-	-	377,937
Public works	690,477	-	-	690,477
Health and hospital	31,573	-	-	31,573
Social services	355	-	-	355
Recreation and culture	229,295	-	-	229,295
Stabilization arrangement	18,247,000	-	-	18,247,000
Board of education	-	812,661	-	812,661
Other purposes	632,766	-	6,768,471	7,401,237
Assigned to:				
Vacation/sick leave	3,500,000	-	-	3,500,000
OPEB	5,746,000	-	-	5,746,000
Other purposes	-	-	10,516	10,516
Other capital projects	-	43,898,593	-	43,898,593
Unassigned:	26,763,823	-	-	26,763,823
Total fund balances:	$ 66,543,067	$ 44,711,254	$ 17,137,497	$ 128,391,818

Other long-term receivables - The amount of notes receivable advanced to Dares Beach Water, Prince Frederick Water and Sewer, advances to the Water and Sewer fund, two Parks and Recreation notes and an amount due from a vendor receivable at June 30, 2011.

Reserved for special purposes - These amounts represent the portion of fund balance restricted for the special purpose of the following funds: Special Revenue Funds, Parks and Recreation Fund, and Land Preservation Fund.

Note 9 - Retirement Systems

A. Primary Government

All new employees to Calvert County Government are either in the Sheriff's Department Pension Plan or the Calvert County Employee Retirement Savings Plan. The Primary Government operates four Pension Trust Funds – Calvert County Sheriff's Department Pension Plan, Calvert County Employees Retirement Plan, Volunteer Fire Department and Rescue Squads Plan, and the Calvert County Maryland Other Post-Employment Benefits Trust (OPEB). Separate audited financial statements have not been issued for these County plans except for OPEB which a copy can be obtained by writing to Calvert County Government, Attention: Finance and Budget, 175 Main Street, Prince Frederick, MD 20678. The County Plans' Statements of Net Assets and Statements of Changes in Net Assets are presented at the end of this note. In addition, some employees participate in the State Retirement System of Maryland. See page 55 for addition information.

Calvert County Employees Retirement Plan

Plan Description -The County contributes to the Calvert County Employees Retirement Plan (the Plan), a single employer defined benefit pension plan that provides retirement benefits and death and disability benefits to participating employees and their beneficiaries. All full-time employees of the County plus part-time employees working at least 50% of a regular work week and employees of the office of the State's Attorney and the Calvert County Housing Authority were eligible to participate in the Plan. If hired before July 1, 1996, benefits vest 100% for service greater or equal to 5 years, or if hired on or after July 1, 1996, benefits vest 100% for service greater or equal to seven years. No new participants were added to this plan after the adoption of the Calvert County Employee Retirement Savings Plan. Please see page 56 for information on this plan.

County employees in this plan are eligible to receive retirement benefits the first month following completion of 30 years of eligibility service or (1) if hired prior to July 1, 1996, first month following attainment of age 62, completion of 2 years eligibility service and sum of age and service is at least 67, and (2) if hired on or after July 1, 1996, the first of the month following attainment of age 62 and completion of 7 years of eligible service. Benefits are payable monthly for life, in an amount equal to 1.5% of the average final salary (the highest consecutive thirty-six month period of base pay) up to covered compensation for each year of service up to 30 years plus .3% of average final salary over the Social Security integration level for each year of service up to 30 years, plus 1.0% of the average final salary for each year in excess of 30 years up to 5 years. Benefit provisions and all other requirements are established by the County Commissioners and administered by a County-appointed Board of Trustees.

At June 30, 2011, the membership in the plan was as follows:

Retired	116
Terminated, vested	33
Active, vested	164
Active non-vested	0
Total active	164

Funding Policy - Participating County employees are required to contribute 2% of their annual compensation to the Plan, plus an additional 2% of base salary in excess of Social Security Wage Base. The County contributes the remaining amounts necessary to fund the payments of benefits under the Plan based upon the direction of its consulting actuary. The contributions made to the Plan for fiscal year 2011 were made in accordance with the Plan requirements as of the July 1, 2010 actuarial report. The contributions consisted of amounts contributed by the employees of $201,672 (2% of current covered payroll). The County's costs for fiscal year 2011 were $3,090,000 (31.6% of current covered payroll).

The net pension obligation was computed using the Projected Unit Credit Method as a part of an actuarial valuation performed as of July 1, 2011. The actuarial value of assets was determined using the assumed yield method with a market value adjustment. The significant actuarial assumptions used in the valuation include, rate of return on the investments of present and future assets of 8% a year compounded annually, additional projected salary increases of 5% compounded annually, cost of living increases of 3% per year calculated on a compound interest basis, and no postretirement benefit increases.

Funded Status - The following schedule presents the funded status as of June 30, 2011:

Actuarial Valuation Date June 30,	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
2011	$ 43,210,780	$ 59,398,290	$ 16,187,510	72.75%	$ 9,466,884	170.99%

The plan's unfunded actuarial liability is being amortized using the level dollar method over a closed period of 20 years.

Funding Progress - The schedule of funding progress (presented as required supplementary information) gives multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrual liability for benefits.

Employer Contributions - The following schedule gives information on employer required contributions for the past three years:

Years Ended June 30,	Contribution	Annual Required Contribution	Percentage Contributed
2011	$ 3,090,000	$ 2,873,160	107.55%
2010	2,959,622	3,024,934	97.84%
2009	2,141,454	2,142,802	99.94%

Net Pension Obligation – The Net Pension Obligation is presented below:

Actuarial Valuation Date June 30,	Annual Required Contribution	Interest on Net Pension Obligation	Adjustment to Annual Required Contribution	Increase - (Decrease) in Net Pension	Net Pension Obligation
2011	$ 2,873,160	$ 14,490	$ 28,994	$ (231,344)	$ (50,223)
2010	3,024,934	952	18,337	56,726	181,121
2009	2,142,802	10,473	18,337	(6,516)	124,395

State Retirement System of Maryland

Plan Description - On October 29, 1996, the Commissioners approved the withdrawal of employees of Calvert County from the State Retirement and Pension System of Maryland (the System) based on the establishment of the Calvert County Employees Retirement Plan. All employees covered under the System were given the option to participate in the new plan or remain in the System. All but 58 County employees opted to participate in the new plan. Thirty employees remained in the State of Maryland Employees' Retirement System and 28 employees remained in the State of Maryland Employees' Pension System (collectively the Employees' Systems). The effective date of the withdrawal from the System was June 30, 1996.

The State Retirement Agency (the Agency) is the administrator of the System, a cost-sharing multiple-employer public-employee retirement system. The System was established by the State Personnel and Pension Articles of the Annotated Code of Maryland Rules and Regulations and provides retirement allowances to System members and beneficiaries. Responsibility for the administration and operation of the System is vested with a 14-member Board of Trustees. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the State Retirement and Pension System of Maryland, 120 East Baltimore Street, Baltimore, Maryland 21202 or by calling (800) 492-5909.

Funding Policy - Members of the Employees Systems may elect to contribute 5% to 7% of their earnable compensation depending on the retirement option selected. Employer contribution rates are determined actuarially. The System paid the County the sum of $10,212,854, the amount of the reserves allocable to the withdrawing employees on a market value basis as determined by an actuary, together with interest at the rate of 7.5% compounded annually from July 1, 1996, to the date of payment, reduced by the partial payment of $700,000 to the Calvert County Employees' Retirement System on December 20, 1996. Based on the actuarial valuation as of June 30, 1996, the unfunded liability for the employees and officers of the County who elected to remain in the System amounted to $1,383,013. The County paid the unfunded liability in two installments: an initial installment of $800,000 on the date of this agreement, and a final installment of $583,013 on July 1, 1996. The County's required contributions and actual contributions to the Employee's Systems for the years ended June 30, 2008 through 2011 were zero.

The computation of the pension contribution requirements for fiscal year 2011 was based on the same actuarial assumptions, benefits provisions, actuarial funding method and other significant factors used to determine pension contributions requirements in the previous year. Contributions by the State of Maryland on behalf of the Calvert County Public Library were $320,784, $286,755, and $229,094, for the years ended June 30, 2011, 2010 and 2009. In accordance with GASB Statement Number 24, the State's 2011 contribution amount has been shown as State aid revenue and pension expenditure.

Calvert County's Employee Retirement Savings Plan

On July 28, 1998, the Commissioners approved the formation of a single employer defined contribution pension plan with a 5% County contribution and a required 3% contribution from all eligible employees. The plan was put in place January 1, 1999. All employees hired after June 30, 1998 were automatically enrolled in the defined contribution pension plan. Required contributions and all other plan provisions are established by the County Commissioners and administered by a County-appointed Board of Trustees. The contributions by the County and the employees for the year ended June 30, 2011 were $875,065 and $628,751, respectively.

Length of Service Award Program

Plan Description - The County contributes to the Length of Service Awards Program (LSAP) for the Volunteer Fire and Rescue Squads personnel of Calvert County (Plan), a single-employer noncontributory retirement and pension plan. Any person who is certified as an active member with any Calvert County Volunteer Fire Company or Rescue Squad is eligible to participate in the Plan. Active members who attain age 55 and have completed 25 years of certified volunteer service shall receive $400 per month plus $4 per month additional for each year of service in excess of 25 years, with a maximum benefit of $500 per month. If an active member attains age 70 and has 2 years of qualifying service out of the last 5 years, but does not complete 25 years of service, a monthly benefit equal to $8 times the years of service will be payable. The Plan also provides for death and disability benefits to participating volunteers. Benefit provisions and all other requirements are established by the Fire and Rescue Commission and approved by the Commissioners as authorized by the legislative assembly. The County contributes all amounts necessary to fund the payments of benefits under the Plan.

At June 30, 2011, the membership was as follows:

Retired	48
Active, vested	38
Active, non- vested	895
Total active	933
Active employees receiving benefits	28

Funding Policy - The net pension obligation was computed using the Projected Unit Credit Cost Method as a part of an actuarial valuation performed as of July 1, 2011. The significant actuarial assumptions used in the valuation include rate of return on the investments of present and future assets of 8% a year compounded annually; 80% of the participants are assumed to be married with spouses four years younger; participants, who have already earned at least two years of credit and have attained age 30, are assumed to earn credit in 50% of their future years. All others are assumed to earn no credit. The actuarial value of assets was determined using the Assumed Yield Method with a Market Value adjustment.

The contributions made by the County to the Plan for fiscal 2011 totaling $375,000 were made in accordance with actuarial determined requirements computed through an actuarial valuation performed as of July 1, 2010.

Funded Status - The following schedule presents the funded status as of June 30, 2011:

Actuarial Valuation Date June 30,	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
2011	$ 2,547,402	$ 5,967,750	$ 3,420,348	42.69%	N/A	N/A

The plan's unfunded actuarial liability is being amortized using the level dollar method over a closed period of 20 years.

Funding Progress - The schedule of funding progress (presented as required supplementary information) gives multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrual liability for benefits.

Employer Contributions - The following schedule gives information on employer contributions for the past three years:

Years Ended June 30,	Contribution	Annual Required Contribution	Percentage Contributed
2011	$ 375,000	$ 376,549	99.59%
2010	299,000	361,168	82.79%
2009	259,000	259,000	100.00%

Net Pension Obligation –The Net Pension Obligation is presented below:

Actuarial Valuation Date June 30,	Annual Required Contribution	Interest on Net Pension Obligation	Adjustment to Annual Required Contribution	Increase - (Decrease) in Net Pension	Net Pension Obligation
2011	$ 376,549	$ (16,050)	$ (32,115)	$ 17,614	$ (200,620)
2010	361,168	(22,582)	(42,067)	81,653	(200,620)
2009	259,000	(24,025)	(42,067)	18,042	(282,273)

Calvert County Sheriff's Department Pension Plan

Plan Description - The County contributes to the Calvert County Sheriff's Department Pension Plan (Plan), a single-employer defined benefit pension plan. All full-time deputy sheriffs and correctional officers employed by the County, excluding those who were hired prior to July 1, 1989, who elected to remain in the State Pension System, are eligible to participate in the Plan. Benefits vest 50% after 5 years, increasing 5% a year to 100% after 15 years. County employees who retire at or after age 55 or after 25 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.4% of their final average earnings for each year of service up to 20, plus 2% of final average earnings for service over 20 years and up to 27 years. The Plan also provides for death and disability benefits to participating employees. Benefit provisions and all other requirements are established by a County-appointed Board of Trustees.

At June 30, 2011, the membership was as follows:

Retired	45
Terminated, vested	31
Active, vested	105
Active, non-vested	68
Total active	173

Funding Policy - The net pension obligation was computed using the Projected Unit Credit Method as a part of an actuarial valuation performed as of July 1, 2011. The significant actuarial assumptions used in the valuation include rate of return on the investments of present and future assets of 8% a year compounded annually; additional projected salary increases of 6.50% to age 37, 4.50% from age 38 to 42 and 4.00% thereafter; costs of living increases to all plan participants of 3.00% per year calculated on a compound interest basis. The actuarial value of assets was determined using an Asset Smoothing Method.

Participating County employees are required to contribute 8% of their annual compensation to the Plan, compounded annually with 5% interest. The County contributes the remaining amounts necessary to fund the payments of benefits under the Plan based upon the direction of its consulting actuary.

The contributions made to the Plan for fiscal 2011 totaling $2,615,000 were made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of July 1, 2010.

Amounts contributed by the County and Employees consisted of the following:

County (25.3% of current covered payroll)	$ 2,615,000
Employees (8.6% of current covered payroll)	886,654

Funded Status - The following schedule presents the funded status as of June 30, 2011:

Actuarial Valuation Date June 30,	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
2011	$ 40,503,652	$ 54,976,319	$ 14,472,667	73.67%	$ 10,738,433	134.77%

The plan's unfunded actuarial liability is being amortized using the level dollar method over a closed amortization period of 20 years.

Funding Progress - The schedule of funding progress (presented as required supplementary information) gives multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrual liability for benefits.

Employer Contributions - The following schedule gives information on employer contributions for the past three years:

Years Ended June 30,	Contribution	Annual Required Contribution	Percentage Contributed
2011	$ 2,615,000	$ 2,524,905	103.57%
2010	2,511,000	2,564,133	97.93%
2009	1,765,284	1,766,394	99.94%

Net Pension Obligation: The Net Pension Obligation is presented below:

Actuarial Valuation Date June 30,	Annual Required Contribution	Interest on Net Pension Obligation	Adjustment to Annual Required Contribution	Increase - (Decrease) in Net Pension Obligation	Net Pension Obligation
2011	$ 2,524,905	$ 2,958	$ 6,433	$ (93,570)	$ (56,600)
2010	2,564,133	(1,406)	(2,812)	54,539	36,970
2009	1,766,394	(1,605)	(2,990)	2,495	(17,569)

Calvert County Maryland Other Post-Employment Benefits Trust

Plan description – The County contributes to the Calvert County Maryland Other Post-Employment Benefit Trust (Plan), an agent multiple employer defined benefit postemployment healthcare plan. Benefit provisions and all other requirements are established by the County Commissioners and the County Board of Education and administered by a jointly appointed Board of Trustees. The plan provides healthcare, prescription drug and dental benefits to retired employees, spouses and dependants, of participating governmental entities. The plan also provides life insurance benefits for retirees of the Board of Education. Active employees of a participating governmental entity who retire or are disabled and meet the eligibility criteria will participate. Generally employees must have retired from a participating entity to be eligible.

The current employee/retiree membership in the Plan as of June 30, 2011 is as follows:

	County	Board of Education
Active	628	1,820
Retired	136	473
Total	764	2,293

Funding Policy – The Calvert County Board of County Commissioners will establish annually a health insurance subsidy amount under the Plan. These subsidies will be reviewed annually and are subject to change based on budgetary constraints. For retirees who retired before June 30, 2008, the subsidy is 90% of the premium, for retirees who retired after June 30, 2008 the subsidy is 75% of the premium. Retirees who retired prior to August 1, 1994 receive 100% of their individual policy and 50% of the difference between the individual policy and the policy selected. Retirees will earn or vest in the subsidy based upon their years of creditable service, at a rate ranging from 20% to 100%. Current retirees, who have a 100% subsidy, equate to the Plan covering 75% of their cost of benefit coverage. The retiree is responsible for the difference between the cost of the selected Plan and the earned subsidy. The Board of Education establishes the level of benefits for its retirees which includes health care and life insurance benefits.

Contribution rates and the net other post employment benefits obligation for the year ended June 30, 2011 were actuarially determined, using the Projected Unit Credit Actuarial Cost Method, through an actuarial valuation dated July 1, 2009 . The significant actuarial assumptions used in the valuation include; a discount rate of 7%, healthcare cost trend – medical 10% in the 2008 plan year declining 1% each plan year to 5% for 2013 and later years, dental 7% in the 2008 year declining 1/2% each year to 4% for 2014 and later, mortality - RP 2000 combined healthy mortality table, except for the Sherriff's Plan which uses 1983 Group Annuity Mortality Table.

The contributions to the Plan by the County for the years ended June 30 were as follows:

	County	On behalf payments for Board of Education	Total
2011	$ 1,502,916	$ 2,269,795	$ 3,772,711
2010	508,179	1,491,821	2,000,000
2009	1,524,537	4,475,463	6,000,000

Funding Status & Progress- The schedule of funding progress (presented as required supplementary information) gives information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrual liability for benefits.

Funding Status - At June 30, 2011, the funding status was as follows:

	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
County	$ 1,199,877	$ 30,562,690	$ 29,362,813	3.93%	N/A	N/A
Board of Education	3,522,381	99,455,289	95,932,908	3.54%	N/A	N/A
Total	$ 4,722,258	$ 130,017,979	$ 125,295,721	3.63%	N/A	N/A

Actuarial valuations involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revisions as actual results are compared to past expectations and new estimates are made about the future. Projection of benefits are based on the types of benefits provided under the substantive plan at the time of each valuation and on the pattern of sharing of benefit costs between the employer and plan member to that point. Actuarial calculations reflect a long-term prospective, and consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarially accrued liabilities and the actuarial value of assets.

The Plan's unfunded actuarial liability is being amortized using the level dollar method over a closed amortization period of 30 years.

Net OPEB Obligation - The County implemented GASB 45 in fiscal year 2008 and elected to report a zero net OPEB obligation at the beginning of the transition year. The County makes on behalf payments for the Board of Education.

The schedule on the following page presents the net OPEB obligation for the past three years:

Actuarial Valuation Date June 30,	Annual Required Contribution	Interest on Net Pension Obligation	Adjustment to Annual Required Contribution	Annual OPEB Cost	Pay as You go Payments Plus Contributions	Percentage Contributed	Increase in net OPEB Oblighation	End of Year net OPEB Obligation
County								
2011	$ 3,641,418	$ 242,747	$ 115,714	$ 3,768,451	$ 2,621,100	71.98%	$ 1,147,351	$ 4,615,160
2010	3,641,418	100,512	115,714	3,626,216	1,594,299	43.78%	2,031,917	3,467,809
2009	3,109,164	39,984	-	3,149,148	2,284,453	73.47%	864,695	1,435,892
Board of Education								
2011	$ 11,319,105	$ 892,244	$ 516,870	$ 11,694,479	$ 5,664,604	50.04%	$ 6,029,875	$ 18,776,224
2010	11,319,105	448,969	516,870	11,251,204	4,918,693	43.45%	6,332,511	12,746,349
2009	9,127,324	267,341	-	9,394,665	6,799,987	74.50%	2,594,678	6,413,838
TOTAL								
2011	$ 14,960,523	$ 1,134,991	$ 632,584	$ 15,462,930	$ 8,285,704	55.38%	$ 7,177,226	$ 23,391,384
2010	14,960,523	549,481	632,584	14,877,420	6,512,992	43.53%	8,364,428	16,214,158
2009	12,236,488	307,325	-	12,543,813	9,084,440	74.24%	3,459,373	7,849,730

Net Asset Information (all trust funds) – The statement of net assets and statement of changes in net assets for all County-administered plans are shown below:

Combining Statement of Plan Net Assets

	Volunteer Fire and Rescue	Sheriff's Pension Plan	Employees Retirement Plan	Other Post Employment Benefits	Total
Assets:					
Cash and cash equivalents	$ 23,777	$ 815,368	$ 747,466	$ 657,048	$ 2,243,659
Investments at Fair Value					
Fixed income	540,079	11,550,059	12,415,455	3,962,643	28,468,236
Common Stocks	2	11,269,858	12,251,592	-	23,521,452
Equity funds	1,660,346	11,897,900	12,689,688	18,349,212	44,597,146
Foreign Assets	409,230	5,044,045	5,374,850	-	10,828,125
Other Assets	-	806,010	967,212	-	1,773,222
Total investments at fair value	2,609,657	40,567,872	43,698,797	22,311,855	109,188,181
Total cash, cash equivalents and investments	2,633,434	41,383,240	44,446,263	22,968,903	111,431,840
Interest receivable	1,031	27,591	30,630	5	59,257
Total assets	$ 2,634,465	$ 41,410,831	$ 44,476,893	$22,968,908	$ 111,491,097
Liabilities and Net Assets					
Total Liabilities	-	-	-	-	-
Net Assets held in trust for pension and other post employment benefits	2,634,465	41,410,831	44,476,893	22,968,908	111,491,097
Total liabilities and net assets	$ 2,634,465	$ 41,410,831	$ 44,476,893	$22,968,908	$ 111,491,097

Combining Statement of Changes in Plan Net Assets

	Volunteer Fire and Rescue	Sheriff's Pension Plan	Employees Retirement Plan	Other Post Employment Benefits	Total
Additions:					
Contributions					
Plan sponsor	$ 375,000	$ 2,615,000	$ 3,090,000	$ 3,772,711	$ 9,852,711
Employee	-	860,140	228,113	4,512,993	5,601,246
Total Contributions	375,000	3,475,140	3,318,113	8,285,704	15,453,957
Investment income/(Loss):					
Net appreciation/(depreciation) in fair value of investments	510,579	7,542,190	8,291,663	4,145,334	20,489,766
Interest and dividends	82,730	652,018	714,323	593,926	2,042,997
Net investment income/(loss)	593,309	8,194,208	9,005,986	4,739,260	22,532,763
Total Additions	968,309	11,669,348	12,324,099	13,024,964	37,986,720
Expenditures:					
Distributions to participants	365,732	1,402,759	1,790,060	4,512,993	8,071,544
Administrative expenses	22,083	351,662	341,932	72,113	787,790
Total Expenditures	387,815	1,754,421	2,131,992	4,585,106	8,859,334
Net increase(decrease)	580,494	9,914,927	10,192,107	8,439,858	29,127,386
Net Assets Held in Trust for Pension and Other Post Employment Benefits:					
Beginning of the year	2,053,971	31,495,904	34,284,786	14,529,050	82,363,711
End of the year	$ 2,634,465	$ 41,410,831	$ 44,476,893	$ 22,968,908	$111,491,097

B. Component Unit – Board of Education

Plan Description - The employees of the Board of Education (the Board), are covered by the Teachers Retirement System, the Teachers Pension System of the State of Maryland (the Teachers Systems) or the Employees Retirement System and Employees Pension System of the State of Maryland. These systems are part of the Maryland State Retirement and Pension System, (the System) and are cost-sharing, multiple-employer, defined benefit public employee retirement systems.

The System was established in accordance with the State Personnel and Pensions Article of the Annotated Code of Maryland. Responsibility for the administration and operation of the systems is vested in a Board of Trustees (Trustees). The Trustees also have the authority to establish and amend the respective benefit provisions. The System provides retirement and disability benefits, annual cost of living adjustments, and death benefits to system members and beneficiaries.

The System issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for the Systems. That report may be obtained by writing to the State Retirement and Pension System of Maryland, State Retirement Agency, 120 East Baltimore Street, Baltimore, Maryland 21202, or by calling (800) 492-5909.

Funding Policy - The State Personnel and Pensions Article require active members to contribute to the System at the rate of 5% to 7% of their covered salary depending upon the retirement option selected. Contribution rates for the Board are established by annual actuarial valuations using the entry age normal test method. The State's contribution’s on behalf of the Board to the Teachers systems for the years ended June 30, 2011, 2010, and 2009 were approximately $17.0 million, $15.2 million, and $12.4 million, respectively.

Annual Required Contributions - For the year ended June 30, 2011, the Board’s annual pension cost of $1,654,559 was equal to its required contribution. The annual required contribution was determined as part of the June 30, 2009 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return, compounded annually, (b) projected salary increases of 3.5% compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 8.5% per year attributable to seniority and merit, (d) post-retirement benefit increases ranging from 2.75% to 3.5% per year depending on the system, (e) rates of mortality, termination of service, disablement and retirement based on actual experience from 2003 through 2006, and (f) the aggregate active member payroll is assumed to increase by 3.5% annually. The actuarial value of the Systems’ assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments by using a simplified five-year moving average. The Board’s unfunded actuarial accrued liability is being amortized in distinct pieces. The equivalent single amortization period is 29.78 years. The Board’s annual pension cost for the last three years was:

Fiscal Year Ending June 30,	Annual Required Contribution	Percentage Contributed	Net Pension Obligation
2011	$ 1,654,559	100%	-
2010	1,160,410	100%	-
2009	1,062,232	100%	-

Required Supplemental Information

Schedule of Funding Progress for the State Retirement and Pension Systems of Maryland

(expressed in thousands)

Actuarial Valuation Date (June 30)	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a/c)
2010	$ 34,688,346	$ 54,085,081	$ 19,396,735	64.14%	$ 10,657,944	182%
2009	34,284,569	52,729,171	18,444,602	65.02%	10,714,241	172%
2008	39,504,284	50,244,047	10,739,763	78.62%	10,542,806	102%

Note 10 - Commitments and Contingent Liabilities

The Commissioners are defendants in several lawsuits. In the opinion of the County Attorney and legal counsel, pending legal proceedings are not likely to have a material adverse impact on the County's financial condition, and to the best of their knowledge, the County is in compliance with all state and local laws and ordinances.

Note 11 - Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and related disasters. The County is a capital member of the Local Government Insurance Trust (LGIT) sponsored by the Maryland Municipal League (MML), and the Maryland Association of Counties. The LGIT is a self-insured public entity risk pool offering general liability, excess liability, business auto liability, police legal liability, public official liability, environmental liability, and property coverage.

LGIT is capitalized at an actuarially determined level to provide financial stability for its local government members and to reduce the possibility of assessments. The trust is owned by the participating counties and cities and managed by a Board of Trustees elected by the members. Annual premiums are assessed for the various policy coverages. During fiscal year 2011, the County paid premiums of $556,137 to the trust. The agreement for the formation of LGIT provides that the trust will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past four fiscal years.

The County is under a modified retrospective billing arrangement with a commercial insurance carrier to provide group health coverage. Under this arrangement the insurance carrier assesses an initial charge paid by the County through monthly premiums. At the end of the coverage period, there is a settlement of the difference between the billed premium and the actual claims and expenses. A deficiency in the billed premium represents the callable margin, which is owed by the County, up to a maximum of 5%. If the actual claims and expenses are less than the billed premium, the County would be entitled to a refund.

Note 12 - Subsequent Events

In preparing these financial statements, the management of Calvert County, Maryland has evaluated events and transactions for potential recognition or disclosure through December 9, 2011, the date the financial statements were available to be issued.

On November 8, 2011, Calvert County issued $15,360,000 of Refunding Bonds with a true interest cost of 1.32% to refund certain maturities of $15,610,000 in outstanding 2003 and 2004 series bonds with a coupon rate ranging from 4.00% to 4.25%. The net proceeds of $17,017,540 were used to purchase U. S. Treasury Notes. Those securities were deposited in an irrevocable trust with an escrow agent to provide for future debt service payments of the refunded portions of the 2003 and 2004 series bonds.

COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND

REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2011

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SUMMARY SCHEDULE OF REVENUE AND EXPENDITURES, AND OTHER FINANCING SOURCES AND USES BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budget Original	Budget Final	Actual	Variance (Over) Under
REVENUES				
Taxes	$ 210,309,985	$ 212,121,985	$ 217,325,233	$ 5,203,248
Licenses and permits	224,400	252,661	292,301	39,640
Intergovernmental	3,639,174	3,629,995	4,058,392	428,397
Charges for services	3,774,532	3,797,884	3,409,454	(388,430)
Fines and forfeitures	369,450	508,251	558,713	50,462
Miscellaneous	3,156,165	4,380,540	1,665,431	(2,715,109)
Total revenues	221,473,706	224,691,316	227,309,524	2,618,208
EXPENDITURES				
General government	16,572,130	16,578,338	15,658,657	919,681
Public safety	26,815,439	27,109,059	26,997,957	111,102
Public works	9,123,611	9,165,763	9,198,994	(33,231)
Health and hospitals	2,640,971	2,683,471	2,659,075	24,396
Social services	1,620,552	1,688,371	1,626,066	62,305
Education	108,187,201	108,187,201	108,187,201	-
Recreation and culture	10,553,072	10,596,365	10,252,664	343,701
Conservation of natural resources	402,570	402,900	407,160	(4,260)
Urban development and housing	1,885,567	1,896,349	1,794,963	101,386
Economic development	1,312,413	1,360,963	1,286,367	74,596
Pensions and insurance	23,686,132	24,835,772	23,205,341	1,630,431
Debt service				
Principal retirement	12,617,499	12,617,501	11,233,501	1,384,000
Interest	5,024,423	5,024,423	4,631,143	393,280
Total expenditures	220,441,580	222,146,476	217,139,089	5,007,387
OTHER FINANCING SOURCES (USES)				
Operating transfers in	3,496,284	3,452,530	3,443,916	(8,614)
Operating transfers out	(4,528,410)	(5,997,370)	(5,753,587)	243,783
Total other financing sources (uses)	(1,032,126)	(2,544,840)	(2,309,671)	235,169
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	$ -	$ -	$ 7,860,764	$ 7,860,764

A reconciliation of the revenue and expenditures of the general fund to present the combined statement of revenue and expenditures on a GAAP basis follows:

Revenue and transfers in (budgetary basis)	$ 230,753,440
Transfer adjustment (Library)	(611,177)
Revenue and transfers in (GAAP basis)	$ 230,142,263
Expenditures and operating transfers out (budgetary basis)	$ 222,892,676
Encumbrance/accrual adjustment	(758,559)
Transfer adjustment (Library)	(611,177)
Expenditures and operating transfers out (GAAP basis)	$ 221,522,940

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

REQUIRED SUPPLEMENTARY INFORMATION
CALVERT COUNTY MARYLAND POST-EMPLOYMENT BENEFIT PLAN
OTHER POST EMPLOYMENT BENEFITS SCHEDULES
YEAR ENDED JUNE 30, 2011

A. Schedule of Funding Progress

Actuarial Valuation Date June 30,	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
County						
2011	$ 1,199,877	$ 30,562,690	$ 29,362,813	3.93%	N/A	N/A
2010	-	25,690,319	25,690,319	0.00%	N/A	N/A
2009	-	25,690,319	25,690,319	0.00%	N/A	N/A
Board of Education						
2011	$ 3,522,381	$ 99,455,289	$ 95,932,908	3.54%	N/A	N/A
2010	-	78,032,239	78,032,239	0.00%	N/A	N/A
2009	-	78,032,239	78,032,239	0.00%	N/A	N/A
TOTAL						
2011	$ 4,722,258	$ 130,017,979	$ 125,295,721	3.63%	N/A	N/A
2010	-	103,722,558	103,722,558	0.00%	N/A	N/A
2009	-	103,722,558	103,722,558	0.00%	N/A	N/A

B. Schedule of Employer Contributions

	Annual Required Contribution	Pay as You go Payments Plus Contributions	% Contributed	Net OPEB Obligation
Year ended June 30, 2011:				
County	$ 3,641,418	$ 2,621,100	71.98%	$ 4,615,160
Board of Education	11,319,105	5,664,604	50.04%	18,776,224
	$ 14,960,523	$ 8,285,704	55.38%	$ 23,391,384
Year ended June 30, 2010:				
County	$ 3,641,418	$ 1,594,299	43.78%	$ 3,467,809
Board of Education	11,319,105	4,918,693	43.45%	12,746,349
	$ 14,960,523	$ 6,512,992	43.53%	$ 16,214,158
Year ended June 30 2009:				
County	$ 3,109,164	$ 2,284,452	73.47%	$ 1,435,892
Board of Education	9,127,324	6,799,986	74.50%	6,413,838
	$ 12,236,488	$ 9,084,438	74.24%	$ 7,849,730

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

REQUIRED SUPPLEMENTARY INFORMATION
CALVERT COUNTY EMPLOYEES RETIREMENT PLAN
PENSION PLAN SCHEDULES
YEAR ENDED JUNE 30, 2011

A. Schedule of Funding Progress

Actuarial Valuation Date June 30,	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
2011	$ 43,210,780	$ 59,398,290	$ 16,187,510	72.75%	$ 9,466,884	170.99%
2010	38,497,686	55,158,918	16,661,232	69.79%	9,861,976	168.94%
2009	34,593,965	53,007,610	18,413,645	65.26%	10,340,394	178.07%
2008	39,736,110	48,932,199	9,196,089	81.21%	10,470,627	87.83%
2007	36,354,279	42,656,369	6,302,090	85.23%	10,285,756	61.27%
2006	33,368,565	37,507,215	4,138,650	88.97%	10,524,821	39.32%

B. Schedule of Employer Contributions

Years Ended June 30,	Contribution	Annual Required Contribution	Percentage Contributed
2011	$ 3,090,000	$ 2,873,160	107.55%
2010	2,959,622	3,024,934	97.84%
2009	2,141,454	2,142,802	99.94%
2008	1,662,037	1,662,037	100.00%
2007	1,490,000	1,489,747	100.02%
2006	1,440,000	1,477,036	97.49%

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

REQUIRED SUPPLEMENTARY INFORMATION
CALVERT COUNTY SHERIFF'S DEPARTMENT
PENSION PLAN SCHEDULES
YEAR ENDED JUNE 30, 2011

A. Schedule of Funding Progress

Actuarial Valuation Date June 30,	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
2011	$ 40,503,652	$ 54,976,319	$ 14,472,667	73.67%	$ 10,738,433	134.77%
2010	35,424,741	49,354,357	13,929,616	71.78%	10,316,424	135.02%
2009	31,118,948	45,164,336	14,045,388	68.90%	10,027,146	140.07%
2008	35,102,961	41,370,310	6,267,349	84.85%	8,931,278	70.17%
2007	31,577,163	37,774,661	6,197,498	83.59%	7,506,278	82.56%
2006	28,328,827	34,454,883	6,126,056	82.22%	6,834,402	89.64%

B. Schedule of Employer Contributions

Years Ended June 30,	Contribution	Annual Required Contribution	Percentage Contributed
2010	$ 2,615,000	$ 2,524,905	103.57%
2010	2,511,000	2,564,133	97.93%
2009	1,765,284	1,766,394	99.94%
2008	1,685,214	1,627,076	103.57%
2007	1,520,000	1,518,586	100.09%
2006	1,301,600	1,310,238	99.34%

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

REQUIRED SUPPLEMENTARY INFORMATION
LENGTH OF SERVICE AWARD PROGRAM
(VOLUNTEER FIRE DEPARTMENTS & RESCUE SQUADS)
PENSION PLAN SCHEDULES
YEAR ENDED JUNE 30, 2011

A. Schedule of Funding Progress

Actuarial Valuation Date June 30,	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
2011	$ 2,547,402	$ 5,967,750	$ 3,420,348	42.69%	N/A	N/A
2010	2,340,301	5,157,986	2,817,685	45.37%	N/A	N/A
2009	2,228,429	5,050,340	2,821,911	44.12%	N/A	N/A
2008	2,525,943	4,370,000	1,844,057	57.80%	N/A	N/A
2007	2,385,639	4,248,438	1,862,799	56.15%	N/A	N/A
2006	2,269,601	4,090,378	1,820,777	55.49%	N/A	N/A

B. Schedule of Employer Contributions

Years Ended June 30,	Contribution	Annual Required Contribution	Percentage Contributed
2011	$ 375,000	$ 376,549	99.59%
2010	299,000	361,168	82.79%
2009	259,000	259,000	100.00%
2008	248,912	248,912	100.00%
2007	240,000	237,655	100.99%
2006	220,000	234,567	93.79%

COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND

OTHER SUPPLEMENTARY INFORMATION
JUNE 30, 2011

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts			Variance
	Original	Final	Actual	Over (Under)
Taxes				
Real Estate and Personal Property Taxes				
Real estate levy	$ 114,232,297	$ 114,232,297	$ 113,788,967	$ (443,330)
Personal property levy	165,000	165,000	197,742	32,742
Corporation levy	2,600,000	2,600,000	2,350,760	(249,240)
Payment in lieu of tax (PILOT)	19,646,574	19,646,574	19,646,574	-
Public utilities tax	16,655,144	16,655,144	17,502,345	847,201
Additions and abatements	(200,000)	(200,000)	(103,377)	96,623
Penalties and interest	400,000	400,000	441,598	41,598
Tax credit	(6,751,480)	(6,751,480)	(6,735,115)	16,365
Land preservation credit	(240,000)	(240,000)	(298,695)	(58,695)
Total Real Estate and Personal Property Taxes	146,507,535	146,507,535	146,790,799	283,264
Other Local Taxes				
Income taxes	55,972,450	57,784,450	62,668,488	4,884,038
Admissions and amusement tax	30,000	30,000	25,803	(4,197)
Recordation taxes	5,700,000	5,700,000	5,330,746	(369,254)
Trailer parks	120,000	120,000	113,753	(6,247)
Hotel tax	730,000	730,000	815,416	85,416
Total Other Local Taxes	62,552,450	64,364,450	68,954,206	4,589,756
Shared State Taxes				
Highway user revenue	200,000	200,000	410,452	210,452
Franchise tax	1,050,000	1,050,000	1,169,776	119,776
Total State Shared Taxes	1,250,000	1,250,000	1,580,228	330,228
Total Taxes	210,309,985	212,121,985	217,325,233	5,203,248
Licenses and Permits				
Business Licenses and Permits				
Builders' licenses	25,000	25,000	23,115	(1,885)
Beer, wine, and liquor licenses	70,000	98,261	135,269	37,008
Traders	85,000	85,000	65,143	(19,857)
Hawkers and peddlers	2,000	2,000	21,328	19,328
Junk dealers	-	-	36	36
Fortune tellers	-	-	950	950
Total Business Licenses and Permits	182,000	210,261	245,841	35,580
Other Permits				
Animal	25,000	25,000	22,363	(2,637)
Code book sales	700	700	1,204	504
Marriage	3,700	3,700	4,763	1,063
Gambling permits	13,000	13,000	18,130	5,130
Total Other Permits	42,400	42,400	46,460	4,060
Total Licenses and Permits	224,400	252,661	292,301	39,640
Intergovernmental Revenue				
Federal Grants				
Federal Emergency Management	25,000	25,000	82,407	57,407
F.E.M.A. reimbursement	-	-	409,318	409,318
Build America Bond Subsidy	-	-	121,174	121,174
Federal Detention per diem	40,000	40,000	-	(40,000)
Total Federal Grants	65,000	65,000	612,899	547,899
State Grants				
Police Protection - State	450,000	450,000	470,600	20,600
Library - State	430,000	401,928	401,928	-
Soil Conservation - State	61,191	61,191	61,191	-
State Prisoner Housing	100,000	100,000	89,010	(10,990)
Mosquito Control - State	-	-	17,506	17,506
Jury Reimbursement - State	30,000	30,000	16,035	(13,965)
Other state Reimbursement	28,000	40,922	43,469	2,547
Total State Grants	1,099,191	1,084,041	1,099,739	15,698

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts			Variance
	Original	Final	Actual	Over (Under)
Other Intergovernmental				
911 Grant	$ 620,000	$ 620,000	$ 590,815	$ (29,185)
Shore Erosion	26,258	26,258	26,258	-
Housing Authority	1,090,451	1,096,422	1,109,510	13,088
CMM payroll reimbursement - CMM Board of Governors	420,830	420,830	346,128	(74,702)
CMM Payroll Reimbursement - CMM Society	317,444	317,444	273,043	(44,401)
Total Other Intergovernmental	2,474,983	2,480,954	2,345,754	(135,200)
Total Intergovernmental Revenues	3,639,174	3,629,995	4,058,392	428,397
Charges for services				
Public Safety				
Sheriff's fees	67,000	67,000	92,715	25,715
Chesapeake Beach Police reimbursements	693,693	693,693	693,693	-
North Beach Police reimbursements	321,252	321,252	321,252	-
Dominion police reimbursement	1,395,730	1,395,730	1,240,000	(155,730)
Lab fees	15,000	15,000	9,505	(5,495)
Engineering inspections	125,000	125,000	119,192	(5,808)
DWI facility	-	-	2,470	2,470
Electron monitor Detention Center	25,000	25,000	17,711	(7,289)
Telephone commission - Detention Center	315,000	315,000	150,996	(164,004)
Room and board - Detention Center	90,000	90,000	40,920	(49,080)
Sick call Detention Center	8,000	8,000	2,951	(5,049)
False alarm fees	2,000	2,000	-	(2,000)
False alarm registration	3,800	3,800	3,550	(250)
Protective inspections	250,000	250,000	259,707	9,707
Public safety tower	70,000	70,000	78,391	8,391
Total Public Safety	3,381,475	3,381,475	3,033,053	(348,422)
General Services				
Waterman's Wharf	4,200	4,200	5,000	800
Tennison charters	40,000	40,000	40,075	75
Flag Pond entrance fees	40,000	40,000	46,661	6,661
Boat ramp fees	6,000	6,000	1,528	(4,472)
Kings Landing camp fees	-	-	15,503	15,503
P&R self-sustained program	15,000	15,000	-	(15,000)
Mosquito control	20,000	20,000	19,472	(528)
Total General Services	125,200	125,200	128,239	3,039
Public Works				
Road tax districts	75,420	75,420	80,077	4,657
Developer street signs	600	600	211	(389)
Waterway improvements	6,837	6,837	7,441	604
Total Public Works	82,857	82,857	87,729	4,872
Community Resources				
Library - other sources	-	12,000	12,096	96
Library - E-rate	10,000	10,000	7,399	(2,601)
Library other misc.	2,000	17,500	24,580	7,080
Library - copying and miscellaneous	37,500	25,000	28,268	3,268
Office on Aging - bus trip revenue	-	5,678	5,678	-
Office on Aging senior class revenue	-	2,674	2,674	-
Total Community Resources	49,500	72,852	80,695	7,843
Other Charges for Services				
Administration fees semi-annual service charges	70,000	70,000	27,040	(42,960)
Rents and concessions	40,000	40,000	21,844	(18,156)
Rent from Concrete Plant	25,000	25,000	30,494	5,494
Map sales	500	500	360	(140)
Total Other Charges for Services	135,500	135,500	79,738	(55,762)
Total Charges for Services	3,774,532	3,797,884	3,409,454	(388,430)

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amounts			Variance
	Original	Final	Actual	Over (Under)
Fines, fees, and Forfeitures				
General Government				
Soil conservation grading fees	$ 30,000	$ 30,000	$ 36,625	$ 6,625
Erosion/sedentary control	800	800	250	(550)
Replanting fees - Planning & Zoning	4,000	4,000	4,740	740
Planning and Zoning tower fees	500	500	900	400
Board of Appeals application fees	20,000	20,000	16,770	(3,230)
Administration planting bond	4,500	4,500	-	(4,500)
Small lot clearing fees	100	100	-	(100)
Total General Government	59,900	59,900	59,285	(615)
Other Fines, Fees, and Forfeitures				
Domestic master fees	800	800	690	(110)
Community service programs	25,000	25,000	23,508	(1,492)
Criminal court fines	5,000	5,000	9,175	4,175
Court fines ems	-	-	22,811	22,811
Home study fees	2,000	2,000	12,439	10,439
Animal citation fines	9,000	9,000	6,150	(2,850)
State's attorney fees	-	8,523	9,729	1,206
Forfeiture - State's attorney	-	663	663	-
Forfeiture sheriff operating	-	124,615	124,615	-
Administration fee - Grant Coordinator	110,000	110,000	127,684	17,684
Filing fees Election Office	150	150	495	345
Auto license fees	2,600	2,600	2,586	(14)
Library fines	135,000	140,000	136,906	(3,094)
Zoning fees	20,000	20,000	21,977	1,977
Total Other Fines, Fees, and Forfeitures	309,550	448,351	499,428	51,077
Total Fines, Fees, and Forfeitures	369,450	508,251	558,713	50,462
Investment Revenue				
Interest and dividends	2,400,000	2,400,000	234,195	(2,165,805)
Interest on notes	-	-	8,730	8,730
Appreciation of investment	-	-	(70,436)	(70,436)
Total Investment Revenue	2,400,000	2,400,000	172,489	(2,227,511)
Reimbursements				
State Office Building debt service	629,965	629,965	-	(629,965)
Detention center conmed refund	-	9,940	39,097	29,157
Salary reimbursements	35,000	46,890	34,656	(12,234)
Battle Creek PR reimbursements	6,200	6,200	8,118	1,918
Insurance reimbursement	-	1,053,736	1,268,638	214,902
Circuit ct. clerks office reimbursement	-	-	4,391	4,391
Total Reimbursements	671,165	1,746,731	1,354,900	(391,831)
Other Revenue				
Balance from prior year fund balance	-	118,394	-	(118,394)
Private contributions	-	7,195	10,195	3,000
Private contributions econ development	-	1,800	1,800	-
Miscellaneous income	85,000	106,420	126,047	19,627
Total Other Revenue	85,000	233,809	138,042	(95,767)
Total Revenue	221,473,706	224,691,316	227,309,524	2,618,208
Other financing sources				
Transfer from Board of Education - Resident Trooper	126,284	82,530	70,614	(11,916)
Transfer from Board of Education	-	1,300,000	1,300,000	-
Transfer from BOE wireless	30,000	30,000	33,302	3,302
Transfer from OPEB	1,300,000	-	-	-
Transfer from Excise Fee Fund	2,040,000	2,040,000	2,040,000	-
Total other financing sources	3,496,284	3,452,530	3,443,916	(8,614)
Total revenue and other financing sources	$ 224,969,990	$ 228,143,846	$ 230,753,440	$ 2,609,594

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amount			Variance (Over)
	Original	Final	Actual	Under
General Government				
County Commissioners				
Salaries	$ 249,045	$ 249,045	$ 250,290	$ (1,245)
Operating expense	40,928	42,428	31,863	10,565
Contracted services	4,750	4,750	2,410	2,340
Total County Commissioners	294,723	296,223	284,563	11,660
Clerk to Commissioners				
Salaries	60,942	60,946	61,041	(95)
Operating expense	1,769	1,765	123	1,642
Contracted services	515	515	-	515
Total Clerk to Commissioners	63,226	63,226	61,164	2,062
County Administrator				
Salaries	248,688	248,688	250,547	(1,859)
Operating expense	35,810	25,074	18,053	7,021
Contracted services	11,105	24,341	13,446	10,895
Capital outlay	1,000	1,000	-	1,000
Total County Administrator	296,603	299,103	282,046	17,057
Office of Management Information Systems				
Salaries	1,295,537	1,295,537	1,303,388	(7,851)
Operating expense	129,892	133,392	116,518	16,874
Contracted services	669,629	666,129	615,147	50,982
Capital outlay	339,713	339,713	288,765	50,948
Total Office of Management Information Systems	2,434,771	2,434,771	2,323,818	110,953
Circuit Court				
Salaries	510,138	510,138	563,569	(53,431)
Operating expense	75,310	75,666	56,090	19,576
Contracted services	108,302	105,582	70,706	34,876
Capital outlay	-	2,364	2,160	204
Total Circuit Court	693,750	693,750	692,525	1,225
Orphans' Court				
Salaries	26,450	26,450	26,545	(95)
Operating expense	2,020	2,020	424	1,596
Total Orphans' Court	28,470	28,470	26,969	1,501
State's Attorney				
Salaries	1,325,443	1,342,968	1,289,593	53,375
Operating expense	90,915	99,842	89,202	10,640
Contracted services	15,650	15,300	14,398	902
Capital outlay	500	759	259	500
Total State's Attorney	1,432,508	1,458,869	1,393,452	65,417
Grand Jury				
Salary and operating expense	5,000	5,350	5,226	124
Department of Employment Services				
Salaries	510,000	509,500	502,296	7,204
Operating expense	64,975	65,475	32,073	33,402
Tuition program	35,000	35,000	25,725	9,275
Contracted services	87,874	87,874	63,226	24,648
Total Department of Employment Services	697,849	697,849	623,320	74,529

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amount			Variance (Over)
	Original	Final	Actual	Under
Elections				
Salaries	$ 319,685	$ 319,685	$ 317,174	$ 2,511
Operating expense	80,050	80,050	58,988	21,062
Contracted services	150,600	150,600	133,346	17,254
Election judges	87,400	87,400	75,125	12,275
Capital outlay	10,840	10,840	-	10,840
Total Elections	648,575	648,575	584,633	63,942
Finance and Budget				
Salaries	1,353,253	1,353,253	1,338,505	14,748
Operating expense	127,749	125,312	80,185	45,127
Contracted services	159,135	158,701	128,034	30,667
Capital outlay	-	2,871	4,840	(1,969)
Total Finance and Budget	1,640,137	1,640,137	1,551,564	88,573
Tax Collections and Disbursements				
Salaries	308,475	308,475	310,347	(1,872)
Operating expense	47,940	47,940	47,134	806
Contracted services	18,562	18,562	15,884	2,678
Total Tax Collections and Disbursements	374,977	374,977	373,365	1,612
Independent Accounting and Auditing	77,096	77,096	74,453	2,643
County Attorney				
Salaries	299,961	299,961	347,863	(47,902)
Operating expense	21,339	21,339	17,423	3,916
Contracted services	38,000	61,000	72,378	(11,378)
Total County Attorney	359,300	382,300	437,664	(55,364)
Planning and Zoning				
Salaries	1,060,831	1,060,614	1,193,555	(132,941)
Operating expense	63,646	63,086	55,463	7,623
Contracted services	23,500	30,741	25,206	5,535
Capital outlay	17,600	18,160	15,257	2,903
Total Planning and Zoning	1,165,577	1,172,601	1,289,481	(116,880)
Public Facilities Director				
Salaries	275,634	275,634	280,708	(5,074)
Operating expense	7,007	6,757	6,234	523
Capital outlay	-	250	237	13
Total Public Facilities Director	282,641	282,641	287,179	(4,538)
County Buildings				
Salaries	1,388,215	1,388,215	1,320,755	67,460
Operating expense	852,230	1,100,300	982,504	117,796
Utilities	1,415,879	1,415,879	1,104,049	311,830
Maintenance and repair projects	547,614	301,030	239,895	61,135
Contracted services	536,428	534,942	467,192	67,750
Capital outlay	166,500	166,810	142,717	24,093
Total County Buildings	4,906,866	4,907,176	4,257,112	650,064

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amount Original	Budgeted Amount Final	Actual	Variance (Over) Under
Other General Government				
Maryland Association of Counties	$ 17,000	$ 17,000	$ 16,987	$ 13
Commission for Women	4,100	4,100	3,008	1,092
Environmental Commission	3,986	3,986	2,510	1,476
Non-county agencies	1,144,975	1,090,138	1,087,618	2,520
Total Other General Government	1,170,061	1,115,224	1,110,123	5,101
Total General Government	16,572,130	16,578,338	15,658,657	919,681
Public Safety				
Director of Public Safety				
Salaries	153,102	153,102	147,053	6,049
Operating expense	53,985	47,686	34,105	13,581
Contracted services	1,300	1,086	401	685
Capital outlay	-	6,513	6,512	1
Total Director of Public Safety	208,387	208,387	188,071	20,316
Transportation Chief				
Salaries	135,376	135,376	138,513	(3,137)
Operating expense	36,704	36,704	27,143	9,561
Transportation subsidy	57,000	57,000	42,748	14,252
Contracted services	45,895	45,895	43,928	1,967
Total Transportation Chief	274,975	274,975	252,332	22,643
Sheriff's Office				
Salaries	9,439,413	9,460,575	9,889,181	(428,606)
Operating expense	889,496	1,524,220	1,461,172	63,048
Vehicle supplies and repairs	805,014	281,736	224,234	57,502
Contracted services	96,975	118,098	98,820	19,278
Capital outlay	361,339	445,638	425,146	20,492
Total Sheriff's Office	11,592,237	11,830,267	12,098,553	(268,286)
Control Center				
Salaries	1,648,045	1,648,045	1,643,494	4,551
Operating expense	153,761	152,896	137,656	15,240
Radio maintenance	258,714	258,714	253,615	5,099
Contracted services	290,000	290,000	277,241	12,759
Capital outlay	138,884	139,749	139,749	-
Total Control Center	2,489,404	2,489,404	2,451,755	37,649
Resident Trooper Program	168,682	124,928	113,012	11,916
Volunteer Fire Companies & Rescue Squads				
Operating expense	2,084,870	2,076,571	1,953,269	123,302
Insurance	482,249	523,615	521,855	1,760
Capital outlay	120,500	121,000	121,037	(37)
Total Volunteer Fire Companies & Rescue Squads	2,687,619	2,721,186	2,596,161	125,025
County Jail				
Salaries	5,111,935	5,111,935	5,259,858	(147,923)
Operating expense	258,348	260,367	233,305	27,062
Utilities	469,893	451,205	459,812	(8,607)
Inmate care	116,869	141,647	142,128	(481)
Food	370,257	370,257	337,228	33,029
Contracted services	605,865	607,696	603,297	4,399
Capital outlay	72,300	72,300	61,174	11,126
Total County Jail	7,005,467	7,015,407	7,096,802	(81,395)

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amount			Variance (Over)
	Original	Final	Actual	Under
Inspections and Permits				
Salaries	$ 722,328	$ 722,328	$ 716,628	$ 5,700
Operating expense	39,952	58,504	43,774	14,730
Vehicle supplies and repair	24,000	5,448	3,793	1,655
Contracted services	27,500	27,500	27,500	-
Capital outlay	8,326	8,326	1,403	6,923
Total Inspections and Permits	822,106	822,106	793,098	29,008
Residential Substance Abuse Treatment				
Contracted services	171,000	171,000	129,226	41,774
Total Treatment Facility	171,000	171,000	129,226	41,774
Emergency Management				
Salaries	168,830	168,830	130,262	38,568
Operating expense	32,360	35,839	29,889	5,950
Contracted services	25,993	26,781	26,285	496
Capital outlay	-	733	742	(9)
Total Emergency Management	227,183	232,183	187,178	45,005
Liquor Board				
Salaries	14,220	24,680	25,040	(360)
Operating expense	700	700	441	259
Contracted services	5,000	22,801	22,426	375
Total Liquor Board	19,920	48,181	47,907	274
Fire, Rescue, and Emergency Services				
Salaries	239,875	239,875	232,722	7,153
Operating expense	189,350	185,958	157,661	28,297
Contracted services	65,830	68,830	63,006	5,824
Capital outlay	-	22,968	22,968	-
Total Fire, Rescue, and Emergency Services	495,055	517,631	476,357	41,274
Animal Warden				
Salaries	323,109	323,109	313,869	9,240
Operating expense	36,115	77,969	59,383	18,586
Vehicle supplies and repairs	56,780	13,280	12,723	557
Contracted services	235,000	235,000	177,484	57,516
Capital outlay	2,400	4,046	4,046	-
Total Animal Warden	653,404	653,404	567,505	85,899
Total Public Safety	26,815,439	27,109,059	26,997,957	111,102
Public Works				
Engineering Services				
Salaries	1,001,771	1,001,771	1,070,626	(68,855)
Operating expense	83,197	82,681	66,563	16,118
Contracted services	52,596	70,233	59,735	10,498
Capital outlay	-	515	515	-
Total Engineering Services	1,137,564	1,155,200	1,197,439	(42,239)
Highway Lighting				
Operating expense	261,250	261,250	251,350	9,900

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amount			Variance
	Original	Final	Actual	(Over) Under
Highway Maintenance				
Salaries	$ 1,726,063	$ 1,727,309	$ 1,704,416	$ 22,893
Operating expense	65,876	197,396	191,983	5,413
Vehicle supplies and repairs	309,667	218,991	219,456	(465)
Utilities	23,283	23,283	21,888	1,395
Road maintenance and repairs	447,165	633,585	769,783	(136,198)
Paving	2,896,716	2,919,489	2,919,489	-
Snow removal contractors	412,250	207,000	290,871	(83,871)
Rental service contract	251,750	251,750	251,750	-
Contracted services	287,370	208,558	178,650	29,908
Capital outlay	141,000	197,918	197,857	61
Total Highway Maintenance	6,561,140	6,585,279	6,746,143	(160,864)
Fleet Maintenance				
Salaries	577,994	577,994	558,820	19,174
Operating expense	23,145	24,867	20,806	4,061
Vehicle supplies and repairs	29,000	29,000	(117,448)	146,448
Utilities	30,723	30,723	32,699	(1,976)
Contracted services	18,000	18,000	15,740	2,260
Capital outlay	2,000	278	177	101
Total Fleet Maintenance	680,862	680,862	510,794	170,068
Project Management and Inspections				
Salaries	443,095	443,472	451,894	(8,422)
Operating expense	14,440	32,825	30,282	2,543
Vehicle supplies and repairs	25,260	6,875	11,092	(4,217)
Total Project Management and Inspections	482,795	483,172	493,268	(10,096)
Total Public Works	9,123,611	9,165,763	9,198,994	(33,231)
Health and Hospitals				
Health Department				
Salaries	-	32,500	32,625	(125)
Operating expense	2,423,116	2,433,116	2,433,473	(357)
Total Health Department	2,423,116	2,465,616	2,466,098	(482)
Mosquito Control				
Salaries	142,794	142,794	118,304	24,490
Operating expense	25,186	25,171	24,817	354
Chemicals	12,000	12,000	11,977	23
Contracted services	23,885	23,885	23,879	6
Capital outlay	13,990	14,005	14,000	5
Total Mosquito Control	217,855	217,855	192,977	24,878
Total Health and Hospitals	2,640,971	2,683,471	2,659,075	24,396
Social Services				
Community Service Director				
Salaries	299,635	299,635	315,487	(15,852)
Operating expense	34,532	91,482	67,772	23,710
Contracted services	2,495	2,495	600	1,895
Total Community Service Director	336,662	393,612	383,859	9,753

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amount			Variance
	Original	Final	Actual	(Over) Under
Department of Social Services				
County contribution	$ 64,982	$ 64,982	$ 64,676	$ 306
Pauper's Burial	1,000	1,000	-	1,000
Commission on Aging				
Salaries	1,144,159	1,145,697	1,106,706	38,991
Operating expense	73,749	79,611	67,363	12,248
Contracted services	-	3,424	3,424	-
Capital outlay	-	45	38	7
Total Commission on Aging	1,217,908	1,228,777	1,177,531	51,246
Total Social Services	1,620,552	1,688,371	1,626,066	62,305
Education				
Tuition program	3,177,091	3,177,091	3,177,091	-
Board of Education	105,010,110	105,010,110	105,010,110	-
Total Education	108,187,201	108,187,201	108,187,201	-
Recreation and Culture				
Participation Recreation				
Salaries	2,647,579	2,647,579	2,503,748	143,831
Operating expense	475,063	459,213	386,767	72,446
Utilities	167,683	167,683	163,208	4,475
Maintenance and repair projects	85,000	93,000	90,702	2,298
Contracted services	79,000	75,000	51,346	23,654
Capital outlay	9,500	21,350	20,703	647
Total Participation Recreation	3,463,825	3,463,825	3,216,474	247,351
Railroad Museum				
Salaries	97,802	97,802	99,312	(1,510)
Operating expense	11,893	9,333	9,395	(62)
Utilities	6,912	6,727	3,970	2,757
Contracted services	26,046	27,756	28,947	(1,191)
Capital outlay	2,500	3,535	3,526	9
Total Railroad Museum	145,153	145,153	145,150	3
Marine Museum				
Salaries	1,992,280	1,992,280	1,990,816	1,464
Operating expense	192,379	207,677	196,179	11,498
Utilities	201,258	201,258	191,814	9,444
Maintenance and repair projects	32,499	35,334	33,624	1,710
Contracted services	59,578	56,983	54,736	2,247
Capital outlay	19,000	20,262	20,261	1
Total Marine Museum	2,496,994	2,513,794	2,487,430	26,364
Libraries				
Salaries	-	2,369,039	2,357,663	11,376
Operating expense	3,663,722	1,191,039	1,165,068	25,971
Contracted services	-	69,000	60,504	8,496
Capital outlay	-	51,000	51,000	-
Total Libraries	3,663,722	3,680,078	3,634,235	45,843

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amount			Variance
	Original	Final	Actual	(Over) Under
Natural Resources Division				
Salaries	$ 653,381	$ 653,381	$ 644,958	$ 8,423
Operating expense	66,829	76,151	66,671	9,480
Utilities	43,469	43,469	40,533	2,936
Maintenance and repair projects	9,450	2,890	1,779	1,111
Contracted services	10,249	7,487	5,297	2,190
Total Natural Resources Division	783,378	783,378	759,238	24,140
Arts Council				
Operating expense	-	10,137	10,137	-
Total Recreation and Culture	10,553,072	10,596,365	10,252,664	343,701
Conservation of Natural Resources				
Agricultural Extension Service				
Operating expense	86,730	87,060	85,348	1,712
Total Agricultural Extension Service	86,730	87,060	85,348	1,712
Soil Conservation Service				
Salaries	290,114	290,114	296,112	(5,998)
Operating expense	3,643	3,643	3,617	26
Total Soil Conservation Service	293,757	293,757	299,729	(5,972)
Forestry				
Operating expense	22,083	22,083	22,083	-
Total Conservation of Natural Resources	402,570	402,900	407,160	(4,260)
Urban Development and Housing				
Housing				
Salaries	857,263	857,263	870,090	(12,827)
Total Housing	857,263	857,263	870,090	(12,827)
Historical District Commission				
Salaries	4,622	4,622	4,258	364
Operating expense	4,093	4,093	2,842	1,251
Contracted services	6,645	6,645	6,400	245
Total Historical District Commission	15,360	15,360	13,500	1,860
Board of Appeals				
Salaries	124,413	124,413	122,879	1,534
Operating expense	15,400	15,400	7,948	7,452
Contracted services	24,000	24,000	23,078	922
Honorarium	27,000	27,000	24,900	2,100
Total Board of Appeals	190,813	190,813	178,805	12,008
Planning Commission				
Salaries	665,131	665,131	638,465	26,666
Operating expense	27,500	33,184	16,806	16,378
Contracted services	57,500	60,500	22,690	37,810
Honorarium	72,000	72,000	53,100	18,900
Capital outlay	-	2,098	1,507	591
Total Planning Commission	822,131	832,913	732,568	100,345
Total Urban Development and Housing	1,885,567	1,896,349	1,794,963	101,386

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011

	Budgeted Amount			Variance
	Original	Final	Actual	(Over) Under
Economic Development				
EDA/EDC/Tourism				
Salaries	$ 754,869	$ 754,869	$ 754,406	$ 463
Operating expense	113,691	126,720	95,889	30,831
Advertising	283,131	241,278	202,323	38,955
Chamber of Commerce	100,462	100,462	100,462	-
Small Business Development Center	20,400	20,400	20,400	-
Contracted services	30,600	110,600	107,164	3,436
Capital outlay	9,260	6,634	5,723	911
Total Economic Development	1,312,413	1,360,963	1,286,367	74,596
Pension and Insurance				
Pension contribution	10,015,100	10,019,869	9,613,907	405,962
Workmen's' compensation	1,755,542	1,756,132	1,254,028	502,104
General insurance	8,315,490	8,844,652	8,564,695	279,957
Other post employment benefits (OPEB)	3,000,000	3,772,711	3,772,711	-
Contingency	600,000	442,408	-	442,408
Total Pensions and Insurance	23,686,132	24,835,772	23,205,341	1,630,431
Debt service				
Bond principal retirement				
General obligations	12,617,499	12,617,501	11,233,501	1,384,000
Bond interest				
General obligations	5,024,423	5,024,423	4,631,143	393,280
Total debt service	17,641,922	17,641,924	15,864,644	1,777,280
Total expenditures	220,441,580	222,146,476	217,139,089	5,007,387
Other financing uses				
Operating transfers out				
Capital Projects Fund	1,602,000	3,109,000	3,109,000	-
Transfer to Grants Fund	1,804,587	1,766,478	1,553,695	212,783
Transfer to P&R Self-Sustaining	294,823	294,823	294,823	-
Transfer to Land Preservation	607,000	607,000	607,000	-
Transfer to Chesapeake Hills Golf Course	190,000	190,000	159,000	31,000
Transfer to Solid Waste	30,000	30,069	30,069	-
Total other financing uses	4,528,410	5,997,370	5,753,587	243,783
Total expenditures and other financing uses	$ 224,969,990	$ 228,143,846	$ 222,892,676	$ 5,251,170

COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND

NONMAJOR FUNDS & OTHER SCHEDULES
JUNE 30, 2011

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2011

	Parks and Recreation Fund	Planning and Zoning Special Revenue Fund	Bar Library Fund	Revolving Loan Fund	Economic Development Authority Revolving Loan Fund
ASSETS					
Cash, cash equivalents and investments	$ 75,465	$ -	$ -	$ -	$ -
Taxes receivable	-	-	-	-	-
Accounts receivable	10,430	25,000	-	-	107,490
Accrued interest receivable	-	-	-	-	-
Due from other funds	1,462,743	519,071	83,679	12,100	210,832
Inventory	14,326	-	-	-	-
Total assets	$ 1,562,964	$ 544,071	$ 83,679	$ 12,100	$ 318,322
LIABILITIES					
Vouchers and accounts payable	219,356	441,323	9,255	-	-
Notes payable	151,400	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	299,293	-	-	-	-
Total liabilities	670,049	441,323	9,255	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	3,750	-	-	-	
Committed	889,165	102,748	74,424	12,100	318,322
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	892,915	102,748	74,424	12,100	318,322
Total liabilities and fund balances	$ 1,562,964	$ 544,071	$ 83,679	$ 12,100	$ 318,322

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2011

Calvert Co. Family Network	Grants Fund	Economic Development Incentive Fund	Excise Tax Fund	Land Preservation Fund	Board of Library Trustee for Calvert County	Total
$ -	$ -	$ -	$ -	$ 9,515,875	$ 10,516	$ 9,601,856
-	-	-	887,726	-	-	887,726
-	1,053,955	152,774	-	14	-	1,349,663
-	-	-	-	-	-	-
153,750	121,450	153,865	4,803,074	838,871	-	8,359,435
-	-	-	-	-	-	14,326
$ 153,750	$ 1,175,405	$ 306,639	$ 5,690,800	$ 10,354,760	$ 10,516	$ 20,213,006
120,302	750,443	-	-	-	-	1,540,679
-	-	-	-	-	-	151,400
-	-	-	-	-	-	-
33,448	258,614	-	792,075	-	-	1,383,430
153,750	1,009,057	-	792,075	-	-	3,075,509
-	-	-	-	10,354,760	-	10,354,760
-	-	-	-	-	-	3,750
-	166,348	306,639	4,898,725	-	-	6,768,471
-	-	-	-	-	10,516	10,516
-	-	-	-	-	-	-
-	166,348	306,639	4,898,725	10,354,760	10,516	17,137,497
$ 153,750	$ 1,175,405	$ 306,639	$ 5,690,800	$ 10,354,760	$ 10,516	$ 20,213,006

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2011

	Parks and Recreation Fund	Planning and Zoning Special Revenue Fund	Bar Library Fund	Revolving Loan Fund	Economic Development Authority Revolving Loan Fund
REVENUE					
Taxes	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-	-
Fines and forfeitures	-	10,953	28,509	-	-
Miscellaneous	2,571,490	112,706	431	-	5,870
Total revenue	2,571,490	123,659	28,940	-	5,870
EXPENDITURES					
Salaries and fringe benefits	1,428,320	122,754	39,578	-	-
Education and miscellaneous	1,425,241	(1,860)	52,318	-	-
Total expenditures	2,853,561	120,894	91,896	-	-
Excess (deficiency) of revenue over (under) expenditures	(282,071)	2,765	(62,956)	-	5,870
OTHER FINANCING SOURCES (USES)					
Operating transfer in	294,823	-	-	-	-
Operating transfer out	(38,800)	-	-	-	-
Total other financing sources (uses)	256,023	-	-	-	-
Net change in fund balance	(26,048)	2,765	(62,956)	-	5,870
Fund balance - beginning of year	918,963	99,983	137,380	12,100	312,452
Fund balance - end of year	$ 892,915	$ 102,748	$ 74,424	$ 12,100	$ 318,322

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2011

Calvert Co. Family Network	Grants Fund	Economic Development Incentive Fund	Excise Tax Fund	Land Preservation Fund	Board of Library Trustee for Calvert County	Total
$ -	$ -	$ -	$ 2,437,540	$ -	$ -	$ 2,437,540
-	4,100,838	-	-	89,092	722,712	4,912,642
-	-	-	-	-	136,906	176,368
579,278	440,989	1,458	23,991	241,427	86,365	4,064,005
579,278	4,541,827	1,458	2,461,531	330,519	945,983	11,590,555
140,955	2,697,379	-	-	-	3,400,496	7,829,482
438,323	3,407,710	-	83,466	2,202,934	575,425	8,183,557
579,278	6,105,089	-	83,466	2,202,934	3,975,921	16,013,039
-	(1,563,262)	1,458	2,378,065	(1,872,415)	(3,029,938)	(4,422,484)
-	1,553,695	-	-	607,000	3,027,069	5,482,587
-	-	-	(2,658,167)	-	-	(2,696,967)
-	1,553,695	-	(2,658,167)	607,000	3,027,069	2,785,620
-	(9,567)	1,458	(280,102)	(1,265,415)	(2,869)	(1,636,864)
-	175,915	305,181	5,178,827	11,620,175	13,385	18,774,361
$ -	$ 166,348	$ 306,639	$ 4,898,725	$ 10,354,760	$ 10,516	$ 17,137,497

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS
JUNE 30, 2011

	Chesapeake Hills Golf Course	Calvert Marine Museum	Total
ASSETS			
Current assets:			
Cash and cash equivalents	$ 57,379	$ 173,122	$ 230,501
Investments	-	101,340	101,340
Total cash, cash equivalents and investments	57,379	274,462	331,841
Due from other funds	448,995	-	448,995
Prepaid expenses	-	2,659	2,659
Inventory	16,791	35,951	52,742
Total current assets	523,165	313,072	836,237
Non-current assets:			
Restricted assets			
Cash and investments	-	763,743	763,743
Capital assets not being depreciated	1,535,580	607,180	2,142,760
Depreciable capital assets - net	1,942,568	2,101,946	4,044,514
Total non-current assets	3,478,148	3,472,869	6,951,017
Total assets	4,001,313	3,785,941	7,787,254
LIABILITIES			
Current liabilities:			
Vouchers and accounts payable	44,317	-	44,317
Accrued expenses	29,110	-	29,110
Due to other funds	-	-	-
Unearned revenue	-	15,040	15,040
Total current liabilities	73,427	15,040	88,467
Noncurrent liabilities:			
Long-term obligations	-	-	-
Total liabilities	73,427	15,040	88,467
NET ASSETS			
Invested in capital assets, net of related debt	3,478,148	2,709,126	6,187,274
Restricted capital connection	-	-	-
Restricted gifts and bequests	-	763,743	763,743
Unrestricted	449,738	298,032	747,770
Total net assets	$ 3,927,886	$ 3,770,901	$ 7,698,787

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2011

	Chesapeake Hills Golf Course	Calvert Marine Museum	Total
Operating revenue:			
Charges for services	$ 759,003	$ 153,820	$ 912,823
Operating expenses:			
Salaries & benefits	504,346	2,335,519	2,839,865
Contracted services	10,739	121,759	132,498
Supplies	24,943	104,774	129,717
Heat, light and power	29,567	191,814	221,381
Depreciation	158,980	348,466	507,446
Miscellaneous	210,825	133,204	344,029
Telephone	3,951	9,194	13,145
Compensated absences	8,726	-	8,726
Maintenance and repairs	122,251	61,885	184,136
Capital outlay	13,266	7,374	20,640
Grant & restricted expenses	-	137,967	137,967
Total operating expenses	1,087,594	3,451,956	4,539,550
Operating income (loss)	(328,591)	(3,298,136)	(3,626,727)
Non-operating revenue (expenses):			
Grants	-	20,476	20,476
Contributions and fund-raising	-	341,733	341,733
Miscellaneous income	704	108,508	109,212
Investment income	1,525	9,835	11,360
Total non-operating revenue (expenses)	2,229	480,552	482,781
Income (loss) before contributions and transfers	(326,362)	(2,817,584)	(3,143,946)
Operating transfers in (out)	159,000	2,486,911	2,645,911
Capital contributions	-	104,229	104,229
Change in net assets	(167,362)	(226,444)	(393,806)
Total net assets - beginning	4,095,248	3,997,345	8,092,593
Total net assets - ending	$ 3,927,886	$ 3,770,901	$ 7,698,787

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Chesapeake Hills Golf Course	Calvert Marine Museum	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	$ 759,003	$ 183,488	$ 942,491
Payments to suppliers	(422,785)	(767,487)	(1,190,272)
Payments to employees	(489,009)	(2,335,519)	(2,824,528)
Payments to other funds	-	-	-
Receipts from other funds	155,159	-	155,159
Net cash provided by (used in) operating activities	2,368	(2,919,518)	(2,917,150)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Operating transfers from other funds	159,000	2,486,911	2,645,911
Contribution and fundraising receipts/misc.	704	450,241	450,945
Net cash provided by (used in) non-capital financing activities	159,704	2,937,152	3,096,856
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Additions to capital assets and construction-in-progress	(146,109)	(104,227)	(250,336)
Grant funds received	-	20,476	20,476
Capital contributions	-	104,229	104,229
Net cash provided by (used in) capital and related financing activities	(146,109)	20,478	(125,631)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received on deposits	1,525	9,835	11,360
Purchase of investments	-	(36,914)	(36,914)
Net cash provided by (used in) investing activities	1,525	(27,079)	(25,554)
Increase in cash and cash equivalents	17,488	11,033	28,521
Cash and cash equivalents, beginning of year	39,891	162,089	201,980
Cash and cash equivalents, end of year	$ 57,379	$ 173,122	$ 230,501
PROVIDED BY (USED IN) OPERATING ACTIVITIES			
Operating income (loss)	$ (328,591)	$ (3,298,136)	$ (3,626,727)
Adjustments to reconcile operating income (loss) to			
Net cash provided by (used in) operating activities			
Depreciation	158,980	348,466	507,446
Changes in assets and liabilities			
Inventory	(8,278)	3,143	(5,135)
Accounts receivable	-	14,918	14,918
Prepaid expenses	-	(2,659)	(2,659)
Deferred expenditures	-	14,750	14,750
Due from other funds	155,159	-	155,159
Accounts payable	9,761	-	9,761
Accrued expenses	15,337	-	15,337
Net cash provided by (used in) operating activities	$ 2,368	$ (2,919,518)	$ (2,917,150)
Reconciliation of cash and cash equivalents to the balance sheet:			
Cash and investments, unrestricted	$ 57,379	$ 274,462	$ 331,841
Cash and investments, restricted	-	763,743	763,743
	57,379	1,038,205	1,095,584
Less - noncash equivalent investments	-	865,083	865,083
Cash and cash equivalents	$ 57,379	$ 173,122	$ 230,501

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

ECONOMIC DEVELOPMENT AUTHORITY COMPONENT UNIT
FUND PRESENTATION
STATEMENT OF NET ASSETS
JUNE 30, 2011

		Operating Fund
ASSETS		
Cash, cash equivalents and investments	$	1,748,624
Notes receivable		197,447
Accrued interest receivable		82,098
Due from primary government		133,185
Fixed assets (net of accumulated depreciation)		22,191
Total assets	$	2,183,545
LIABILITIES		
Deferred revenue	$	216,862
Total liabilities		216,862
NET ASSETS		
Invested in capital assets, net of related debt		22,191
Unrestricted		1,944,492
Total net assets		1,966,683
Total liabilities and net assets	$	2,183,545

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

ECONOMIC DEVELOPMENT AUTHORITY COMPONENT UNIT
FUND PRESENTATION
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET ASSETS
YEAR ENDED JUNE 30, 2011

	Operating Fund
Operating revenue:	
Charges for services	$ 2,254
Operating expenses:	
Miscellaneous	741
Total operating expenses	741
Operating income (loss)	1,513
Non-operating revenue (expenses):	
Investment income	2,396
Investment expense	(529)
Total non-operating revenue (expenses)	1,867
Change in net assets	3,380
Total net assets - beginning	1,963,303
Total net assets - ending	$ 1,966,683

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

ECONOMIC DEVELOPMENT AUTHORITY COMPONENT UNIT
FUND PRESENTATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011

	Operating Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Note receipts from customers	$ 15,628
Interest receipts from customers	2,254
Payments from (to) primary government	(15,831)
Payments to suppliers	(741)
Net cash provided by (used in) operating activities	1,310
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received on investments	2,311
Investment expenses	(529)
Adjustment to market value	-
Net cash provided by (used in) investing activities	1,782
Increase in cash and cash equivalents	3,092
Cash and cash equivalents, beginning of year	1,745,532
Cash and cash equivalents, end of year	$ 1,748,624
PROVIDED BY (USED IN) OPERATING ACTIVITIES	
Operating income (loss)	$ 1,513
Adjustments to reconcile operating income (loss) to	
Net cash provided by (used in) operating activities	
Changes in assets and liabilities	
Notes receivable	15,628
Due from primary government	(15,831)
Accounts payable	-
Net cash provided by (used in) operating activities	$ 1,310
Reconciliation of cash and cash equivalents to the balance sheet:	
Cash and investments, unrestricted	$ -
Cash and investments, restricted	1,748,624
	1,748,624
Less - noncash equivalent investments	-
Cash and cash equivalents	$ 1,748,624

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING SCHEDULE OF REVENUE, EXPENSES, AND CHANGES IN FUND NET ASSETS
WATER AND SEWER FUND
YEAR ENDED JUNE 30, 2011

	Water Systems	Sewer Systems	Contracted Systems	Administrative and Shared Costs	Total
Operating revenue					
Charges for services	$ 1,771,330	$ 3,422,752	$ 377,335	$ -	$ 5,571,417
Operating expenses					
Salaries & benefits	599,658	748,653	206,048	728,765	2,283,124
Contracted services	61,264	409,891	65,618	21,085	557,858
Supplies	84,714	79,954	9,864	23,294	197,826
Heat, light and power	206,891	451,186	-	-	658,077
Depreciation	807,339	1,199,552	-	28,646	2,035,537
Miscellaneous	10,149	25,384	-	33,379	68,912
Telephone	2,237	6,021	988	5,083	14,329
Compensated absences	8,192	(13,748)	(577)	11,636	5,503
Maintenance and repairs	117,947	270,860	8,000	13,637	410,444
Capital outlay	6,824	17,886	-	7,752	32,462
Total operating expenses	1,905,215	3,195,639	289,941	873,277	6,264,072
Operating income (loss)	(133,885)	227,113	87,394	(873,277)	(692,655)
Non-operating revenue (expenses)					
Deferred amount on refunding	-	(31,053)	-	-	(31,053)
Miscellaneous income	13,155	29,002	-	6,252	48,409
Tower revenue	111,344	-	-	-	111,344
Investment income	1,985	11,853	-	(2,289)	11,549
Interest expense	(33,469)	(266,658)	-	-	(300,127)
Developer contribution	-	225,931	-	-	225,931
Administrative allocation	(484,520)	(297,400)	(87,394)	869,314	-
Total non-operating revenue (expenses)	(391,505)	(328,325)	(87,394)	873,277	66,053
Income (loss) before contributions and transfers	(525,390)	(101,212)	-	-	(626,602)
Transfers					
Operating transfers in (out)	-	-	-	-	-
Capital transfers in (out)	-	-	-	-	-
Capital connection charges	94,178	81,289	-	-	175,467
Change in net assets	(431,212)	(19,923)	-	-	(451,135)
Total net assets - beginning	6,967,233	15,166,788	-	1,999,832	24,133,853
Total net assets - ending	$ 6,536,021	$ 15,146,865	$ -	$ 1,999,832	$ 23,682,718

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
Tax Redemption Fund				
Assets				
Cash	$ 91,745	$ 239,694	$ 242,147	$ 89,292
Accounts receivable	6,125	-	-	6,125
Total Assets	$ 34,863	$ 239,694	$ 242,147	$ 95,417
Liabilities				
Accounts payable	$ 97,870	$ 239,694	$ 242,147	$ 95,417
Total Liabilities	$ 34,863	$ 239,694	$ 242,147	$ 95,417

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF NOTES RECEIVABLE - VOLUNTEER FIRE DEPARTMENTS AND RESCUE SQUADS - GENERAL FUND
JUNE 30, 2011

Volunteer Fire Departments and Rescue Squads	Term	Payment Period	Balance June 30, 2010	Additions	Reductions	Balance June 30, 2011
North Beach	25 years	Semiannually	$ 154,934	$ -	$ 10,329	$ 144,605
	9 years	Semiannually	1,713	-	1,713	-
	12 years	Semiannually	9,128	-	2,608	6,520
	8 years	Semiannually	95,741	-	15,957	79,784
	19 years	Semiannually	11,250	-	7,500	3,750
	8 years	Semiannually	-	161,000	-	161,000
	14 years	Semiannually	3,333	-	3,333	-
	24 years	Semiannually	105,920	-	9,629	96,291
			382,019	161,000	51,069	491,950
Prince Frederick (PF)	25 years	Semiannually	6,251	-	4,167	2,084
	10 years	Semiannually	6,765	-	4,510	2,255
	25 years	Semiannually	47,040	-	7,840	39,200
	25 years	Semiannually	328,500	-	14,600	313,900
	19 years	Semiannually	48,825	-	13,950	34,875
	25 years	Semiannually	468,000	-	26,000	442,000
	12 years	Semiannually	16,641	-	3,329	13,312
			922,022	-	74,396	847,626
Solomons	25 years	Semiannually	66,764	-	11,129	55,635
	25 years	Semiannually	95,384	-	15,896	79,488
	7 years	Semiannually	87,763	-	15,957	71,806
	19 years	Semiannually	29,400	-	9,800	19,600
	19 years	Semiannually	28,000	-	8,000	20,000
	7 years	Semiannually	12,607	-	12,607	-
	12 years	Semiannually	26,480	-	3,530	22,950
	9 years	Semiannually	18,755	-	4,168	14,587
	8 years	Semiannually	67,741	-	15,053	52,688
	8 years	Semiannually	143,433	-	17,929	125,504
			576,327	-	114,069	462,258
PF Second District	8 years	Semiannually	26,751	-	13,376	13,375
	8 years	Semiannually	49,662	-	14,188	35,474
	9 years	Semiannually	1,827	-	1,827	-
	8 years	Semiannually	87,763	-	15,957	71,806
			166,003	-	45,348	120,655
Dunkirk	24 years	Semiannually	123,190	-	9,476	113,714
	8 years	Semiannually	33,438	-	13,375	20,063
	8 years	Semiannually	34,441	-	13,776	20,665
	9 years	Semiannually	8,336	-	4,167	4,169
	25 years	Semiannually	279,500	-	13,000	266,500
	12 years	Semiannually	17,138	-	3,429	13,709
			496,043	-	57,223	438,820
Huntingtown	25 years	Semiannually	47,040	-	7,840	39,200
	24 years	Semiannually	90,000	-	7,200	82,800
	24 years	Semiannually	100,590	-	9,144	91,446
	24 years	Semiannually	40,125	-	13,375	26,750
	9 years	Semiannually	8,336	-	4,168	4,168
	12 years	Semiannually	42,940	-	4,090	38,850
	25 years	Semiannually	323,830	-	13,780	310,050
	8 years	Semiannually	19,479	-	12,986	6,493
			672,340	-	72,583	599,757
St. Leonard	25 years	Semiannually	75,044	-	12,507	62,537
	25 years	Semiannually	175,541	-	10,639	164,902
	24 years	Semiannually	138,751	-	9,569	129,182
	9 years	Semiannually	33,290	-	5,122	28,168
	8 years	Semiannually	26,750	-	13,375	13,375
	12 years	Semiannually	17,140	-	3,428	13,712
			466,516	-	54,640	411,876
Calvert Advanced Life	3 years	Semiannually	11,605	-	11,605	-
Support Unit	3 years	Semiannually	49,203	-	24,601	24,602
	3 years	Semiannually	49,203	-	24,601	24,602
	3 years	Semiannually	78,233	-	26,078	52,155
	2.5 years	Semiannually	-	82,927	-	82,927
			188,244	82,927	86,885	184,286
			$ 3,869,514	$ 243,927	$ 556,213	$ 3,557,228

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF REAL AND PERSONAL TAXES RECEIVABLE
GENERAL FUND
JUNE 30, 2011

	Total Assessed Value of Taxable Property	Tax Rate Per $100 of Assessed Value	Actual Tax Levy	Amount Collected	Balance of Taxes Receivable
County Portion					
Current year property - locally assessed					
Real property:					
For full year levy	$ 12,072,848,787	$ 0.892	$ 107,689,811	$ 104,751,241	$ 2,938,570
For half year levy	30,412,039	0.446	135,638	135,638	-
North Beach	288,839,559	0.556	1,605,948	1,605,948	-
Chesapeake Beach	920,428,270	0.556	5,117,581	5,117,581	-
Total real property	13,312,528,655		114,548,978	111,610,408	2,938,570
Personal property, including corporations and banks	126,395,840	2.230	2,818,627	2,561,055	257,572
Public utilities operating and personal property	747,955,390	2.230	16,679,405	15,866,402	813,003
Total current year	$ 14,186,879,885		$ 134,047,010	$ 130,037,865	$ 4,009,145
Prior years, real, personal, and corporate property					2,212,666
Accrued interest receivable and service charge					1,152,893
Total prior years, accrued interest and interest and outstanding tax credit					3,365,559
Total taxes receivable - county portion					7,374,704
Taxes receivable - state portion, net of tax credits					669,356
Taxes receivable - towns portion, net of tax credits					589,084
Bay Restoration fee due to state - billed with Real estate taxes					22,179
Total taxes receivable					$ 8,655,323

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
CALVERT COUNTY FAMILY NETWORK
FOR THE YEAR ENDED JUNE 30, 2011

	Healthy Families	Saturday Schools	YSB	Reinvest Funds	LAM	Family Navigator	CCFN Administrative	Total
REVENUES								
Federal revenue	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State revenue	253,780	30,000	38,992	92,650	56,096	49,018	58,742	579,278
Total revenues	253,780	30,000	38,992	92,650	56,096	49,018	58,742	579,278
EXPENDITURES								
Salaries	-	-	-	62,693	-	-	43,720	106,413
Printing & office supp	-	-	-	-	-	-	149	149
Postage	-	-	-	-	-	-	154	154
Mileage allowance	-	-	-	519	-	-	441	960
Conferences	-	-	-	-	-	-	14	14
Board of Education	241,780	30,000	-	7,048	-	-	-	278,828
Contracted services	12,000	-	38,992	2,932	56,096	49,018	1,500	160,538
Compensated Absences	-	-	-	-	-	-	(6,403)	(6,403)
Training/reimb	-	-	-	999	-	-	100	1,099
Subscription/membership	-	-	-	-	-	-	31	31
Telephone/comm	-	-	-	-	-	-	1,224	1,224
Rent	-	-	-	-	-	-	772	772
Food	-	-	-	957	-	-	-	957
Benefits	-	-	-	17,502	-	-	17,040	34,542
Total expenditures	253,780	30,000	38,992	92,650	56,096	49,018	58,742	579,278
Excess (deficiency) of revenue over expenditures	-	-	-	-	-	-	-	-
Fund balance - beginning of year	-	-	-	-	-	-	-	-
Fund balance - end of year	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

Murphy & Murphy, CPA, LLC
Certified Public Accountants

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

County Commissioners of Calvert County, Maryland
Prince Frederick, Maryland

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County Commissioners of Calvert County, Maryland, as of and for the year ended June 30, 2011, which collectively comprise the County Commissioners of Calvert County, Maryland's basic financial statements and have issued our report thereon dated December 9, 2011. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the Calvert County Board of Education, as described in our report on the County Commissioners of Calvert County, Maryland's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County Commissioners of Calvert County, Maryland's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County Commissioners of Calvert County, Maryland's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County Commissioners of Calvert County, Maryland's internal control over financial reporting.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County Commissioners of Calvert County, Maryland's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the County Commissioners of Calvert County, Maryland, management, others within the entity and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Murphy & Murphy, CPA, LLC

Clinton, Maryland
December 9, 2011

Statistical Section

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COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND

FINANCIAL TREND DATA
JUNE 30, 2011

The following schedules contain information to help the reader understand how the government's financial performance and well-being have changed over the last eight years.

The financial trend data schedules are:

- Net assets by category
- Changes in net assets
- General tax revenue-government activities
- Fund balance of governmental funds

County Commissioners of Calvert County, Maryland
Net Assets by Components
Last Nine Fiscal Years
(accrual basis of accounting)
(unaudited, see related notes below)
Schedule 1

	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Governmental activities									
Invested in capital assets, net of related debt	$ 56,233,384	$ 61,146,224	$ 63,129,333	$ 78,866,512	$ 96,731,172	$ 100,994,016	$ 109,942,360	$ 110,447,873	$ 109,163,680
Restricted	4,883,359	5,055,707	5,516,116	5,884,509	9,246,067	7,763,481	11,968,498	13,275,882	17,137,497
Unrestricted	54,135,918	45,990,097	63,168,041	67,514,862	69,049,348	78,491,069	49,470,223	33,885,557	43,921,590
Total governmental activities net assets	$ 115,252,661	$ 112,192,028	$ 131,813,490	$ 152,265,883	$ 175,026,587	$ 187,248,566	$ 171,381,081	$ 157,609,312	$ 170,222,767
Business-type activities									
Invested in capital assets, net of related debt	$ 27,314,438	$ 28,843,560	$ 30,186,513	$ 30,215,402	$ 32,980,825	$ 34,722,581	$ 38,558,942	$ 34,365,814	$ 34,508,476
Restricted	4,845,269	4,604,303	4,091,718	4,903,917	4,386,023	5,674,336	2,704,915	2,359,895	2,336,457
Unrestricted	1,919,870	1,330,155	16,967	(1,579,473)	(3,535,383)	(5,965,771)	(2,823,574)	1,539,588	938,815
Total business-type activities net assets	$ 34,079,577	$ 34,778,018	$ 34,295,198	$ 33,539,846	$ 33,831,465	$ 34,431,146	$ 38,440,283	$ 38,265,297	$ 37,783,748
Primary government									
Invested in capital assets, net of related debt	$ 83,547,822	$ 89,989,784	$ 93,315,846	$ 109,081,914	$ 129,711,997	$ 135,716,597	$ 148,501,302	$ 144,813,687	$ 143,672,156
Restricted	9,728,628	9,660,010	9,607,834	10,788,426	13,632,090	13,437,817	14,673,413	15,635,777	19,473,954
Unrestricted	56,055,788	47,320,252	63,185,008	65,935,389	65,513,965	72,525,298	46,646,649	35,425,145	44,860,405
Total primary government net assets	$ 149,332,238	$ 146,970,046	$ 166,108,688	$ 185,805,729	$ 208,858,052	$ 221,679,712	$ 209,821,364	$ 195,874,609	$ 208,006,515

NOTES:
(1) Accounting standards require the net assets be reported in three components in the financial statements: capital assets, net of related debt: restricted: and unrestricted. Net assets are considered restricted when (1) an external party, such as the state or federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the County.
(2) Government-wide net asset information is reported on the accrual basis of accounting.
(3) Nine years of statistical data is reported on this schedule. Prior to GASB 34, the county did not maintain this type of information.

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County Commissioners of Calvert County, Maryland
Changes in Net Assets
Last Nine Fiscal Years
(accrual basis of accounting)
(unaudited, see related notes below)
Schedule 2

Expenses	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Governmental activities:									
General government	$ 12,587,597	$ 13,369,218	$ 14,641,034	$ 15,837,498	$ 19,378,201	$ 21,118,928	$ 19,068,759	$ 10,729,459	$ 20,454,675
Public safety	17,249,535	17,642,496	18,794,313	18,104,991	25,832,813	28,440,488	31,997,935	31,297,136	28,670,766
Public works	10,561,311	10,379,211	4,954,308	8,656,507	16,294,562	12,747,610	18,172,391	24,131,844	15,059,870
Health and hospitals	2,604,086	2,581,456	2,439,169	2,547,571	3,091,069	3,059,513	3,451,586	2,128,412	3,407,428
Social services	6,443,024	7,031,034	7,671,901	7,689,167	9,205,328	9,674,760	10,721,194	11,660,259	10,931,198
Education	1,802,882	1,624,356	2,020,194	2,391,360	2,991,382	3,048,939	3,478,087	4,614,647	4,263,196
Board of Education	78,087,440	93,320,807	87,372,370	85,712,612	90,378,744	108,689,460	122,637,685	133,561,524	128,257,599
Recreation and culture	6,297,878	6,564,078	6,831,068	2,547,771	10,608,677	11,230,664	9,561,064	4,993,041	10,430,206
Conservation of natural resources	291,651	770,377	1,050,357	3,201,679	1,422,798	1,816,478	1,601,851	1,573,710	3,393,562
Urban development and housing	820,511	939,441	970,288	1,076,102	1,326,831	1,378,660	2,603,275	2,643,490	2,521,746
Economic development	899,803	1,232,521	1,179,816	1,204,049	1,430,435	1,209,545	1,465,651	1,852,710	1,580,260
Miscellaneous	8,641,126	9,753,996	10,455,449	12,480,849	-	-	-	-	-
Capital projects	3,328,279	4,973,978	4,769,708	13,792,519	2,034,100	-	-	-	-
Debt service	2,666,968	3,071,809	3,203,820	3,284,365	3,640,050	4,180,761	4,822,828	4,726,867	4,859,414
Subtotal governmental activities expenses	152,282,091	173,254,778	166,353,795	178,527,040	187,634,990	206,595,806	229,582,306	233,913,099	233,829,920
Business-type activities:									
Water and sewer	4,773,683	5,186,540	5,179,836	5,813,095	5,782,763	6,063,824	6,383,249	6,955,914	6,595,252
Solid waste	10,048,130	11,495,314	12,041,497	12,280,864	11,588,833	11,110,091	10,848,552	10,101,302	9,877,661
Culture	2,527,056	2,922,806	2,942,141	2,943,972	3,298,655	3,395,574	4,012,686	4,350,817	4,539,550
Subtotal business-type activities expenses	17,348,869	19,604,660	20,163,474	21,037,931	20,670,251	20,569,489	21,244,487	21,408,033	21,012,463
Total primary government expenses	$ 169,630,960	$ 192,859,438	$ 186,517,269	$ 199,564,971	$ 208,305,241	$ 227,165,295	$ 250,826,793	$ 255,321,132	$ 254,842,383
Program Revenues									
Governmental activities:									
General government	$ 1,566,147	$ 2,163,364	$ 1,979,433	$ 3,084,507	$ 2,733,752	$ 4,234,723	$ 4,595,411	$ 4,985,993	$ 4,851,711
Public safety	4,123,398	5,604,444	6,343,750	5,848,001	6,925,881	7,166,206	7,364,299	7,713,006	7,107,185
Public works	5,373,336	7,849,342	5,439,168	6,446,786	7,282,186	6,388,285	6,434,341	1,642,677	2,799,539
Health and hospitals	41,329	82,608	54,343	58,187	70,687	58,399	38,737	47,213	52,958
Social services	814,116	682,748	753,748	754,048	1,014,712	797,476	1,049,527	698,277	1,239,016
Education	5,148	12,103	34,193	34,193	8,299	4,000	-	107,940	-
Board of Education	-	-	-	-	-	-	-	965,787	140,203
Recreation and culture	2,026,048	4,323,459	2,563,470	3,226,166	3,549,745	3,353,666	3,385,992	3,584,768	4,133,659
Conservation of natural resources	155,458	151,279	166,768	143,702	744,522	336,473	1,330,446	184,610	248,853
Urban development and housing	700,488	744,894	845,954	1,018,478	997,111	961,195	1,022,376	1,071,636	1,109,510
Economic development	1,293,689	1,083,522	989,167	1,007,398	1,058,562	929,119	838,483	698,198	591,273
Miscellaneous	1,126,307	1,353,007	2,097,004	1,730,581	-	-	-	-	-
Capital projects	10,644,669	1,987,109	838,894	1,823,092	1,707,441	1,356,301	2,334,409	-	-
Debt service	641,103	638,943	640,651	641,346	636,098	639,458	636,352	636,802	7,441
Subtotal governmental activities revenues	28,511,236	26,676,822	22,746,543	25,816,485	26,728,996	26,225,301	29,030,373	22,336,907	22,281,348
Business-type activities:									
Water and sewer	3,632,580	5,152,447	4,518,241	4,504,973	4,696,931	5,529,760	6,197,143	6,051,786	6,132,568
Solid waste	10,433,675	11,806,448	12,318,489	12,569,922	12,524,486	11,626,494	11,238,260	10,235,471	10,100,142
Culture	497,522	1,181,133	607,406	668,812	732,755	837,528	1,201,750	1,750,751	1,488,473
Subtotal business-type activities revenues	14,563,777	18,140,028	17,444,136	17,743,707	17,954,172	17,993,782	18,637,153	18,038,008	17,721,183
Total primary government revenues	$ 43,075,013	$ 44,816,850	$ 40,190,679	$ 43,560,192	$ 44,683,168	$ 44,219,083	$ 47,667,526	$ 40,374,915	$ 40,002,531

County Commissioners of Calvert County, Maryland
Changes in Net Assets
Last Nine Fiscal Years
(accrual basis of accounting)
(unaudited, see related notes below)
Schedule 2

Net (Expense)/Revenue	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Governmental activities:									
General government	$ (11,021,450)	$ (11,205,854)	$ (12,661,601)	$ (12,752,991)	$ (16,644,449)	$ (16,884,205)	$ (14,473,348)	$ (5,743,466)	$ (15,602,964)
Public safety	(13,126,137)	(12,038,052)	(12,450,563)	(12,256,990)	(18,906,932)	(21,274,282)	(24,633,636)	(23,584,130)	(21,563,581)
Public works	(5,187,975)	(2,529,869)	484,860	(2,209,721)	(9,012,376)	(6,359,325)	(11,738,050)	(22,489,167)	(12,260,331)
Health and hospitals	(2,562,757)	(2,498,848)	(2,384,826)	(2,489,384)	(3,020,382)	(3,001,114)	(3,412,849)	(2,081,199)	(3,354,470)
Social services	(5,628,908)	(6,348,286)	(6,918,153)	(6,935,119)	(8,190,616)	(8,877,284)	(9,671,667)	(10,961,982)	(9,692,182)
Education	(1,797,734)	(1,612,253)	(1,986,001)	(2,357,167)	(2,983,083)	(3,044,939)	(3,478,087)	(4,506,707)	(4,263,196)
Board of Education	(78,087,440)	(93,320,807)	(87,372,370)	(85,712,612)	(90,378,744)	(108,689,460)	(122,637,685)	(132,595,737)	(128,117,396)
Recreation and culture	(4,271,830)	(2,240,619)	(4,267,598)	678,395	(7,058,932)	(7,876,998)	(6,175,072)	(1,408,273)	(6,296,547)
Conservation of natural resources	(136,193)	(619,098)	(883,589)	(3,057,977)	(678,276)	(1,480,005)	(271,405)	(1,389,100)	(3,144,709)
Urban development and housing	(120,023)	(194,547)	(124,334)	(57,624)	(329,720)	(417,465)	(1,580,899)	(1,571,854)	(1,412,236)
Economic development	393,886	(148,999)	(190,649)	(196,651)	(371,873)	(280,426)	(627,168)	(1,154,512)	(988,987)
Miscellaneous	(7,514,819)	(8,400,989)	(8,358,445)	(10,750,268)	-	-	-	-	-
Capital projects	7,316,390	(2,986,869)	(3,930,814)	(11,969,427)	(326,659)	1,356,301	2,334,409	-	-
Debt service	(2,025,865)	(2,432,866)	(2,563,169)	(2,643,019)	(3,003,952)	(3,541,303)	(4,186,476)	(4,090,065)	(4,851,973)
Subtotal governmental activities expenses	(123,770,855)	(146,577,956)	(143,607,252)	(152,710,555)	(160,905,994)	(180,370,505)	(200,551,933)	(211,576,192)	(211,548,572)
Business-type activities:									
Water and sewer	(1,141,103)	(34,093)	(661,595)	(1,308,122)	(1,085,832)	(534,064)	(186,106)	(904,128)	(462,684)
Solid waste	385,545	311,134	276,992	289,058	935,653	516,403	389,708	134,169	222,481
Culture	(2,029,534)	(1,741,673)	(2,334,735)	(2,275,160)	(2,565,900)	(2,558,046)	(2,810,936)	(2,600,066)	(3,051,077)
Subtotal business-type activities expenses	(2,785,092)	(1,464,632)	(2,719,338)	(3,294,224)	(2,716,079)	(2,575,707)	(2,607,334)	(3,370,025)	(3,291,280)
Total primary government expenses	$ (126,555,947)	$ (148,042,588)	$ (146,326,590)	$ (156,004,779)	$ (163,622,073)	$ (182,946,212)	$ (203,159,267)	$ (214,946,217)	$ (214,839,852)
General Revenues and Other Changes in Net Assets									
Governmental activities:									
Property taxes	$ 69,922,260	$ 77,471,702	$ 85,133,607	$ 90,833,150	$ 98,994,236	$ 109,907,718	$ 126,502,446	$ 137,559,596	$ 150,043,755
Income taxes	39,753,312	49,978,622	56,880,109	58,647,605	61,886,520	63,477,715	54,280,021	55,475,403	69,711,237
Recordation taxes	9,067,979	11,322,287	13,630,156	14,481,819	11,664,698	9,114,661	5,799,985	5,690,348	5,330,746
Admission and amusement taxes	40,472	198,063	269,049	293,735	107,310	23,377	30,212	25,009	25,803
Franchise taxes	551,667	618,105	714,446	778,416	892,707	984,342	1,078,080	1,110,311	1,169,776
Other miscellaneous taxes	970,841	154,886	182,573	132,064	157,516	148,115	119,546	114,013	113,753
State reimbursement of electricity deregulation	6,096,574	5,425,079	6,096,574	6,096,574	6,096,574	5,897,437	-	-	-
Interest and dividends	1,571,307	460,472	2,366,403	4,066,075	6,358,189	5,871,258	3,362,353	933,632	442,937
Miscellaneous	(1,118,900)	(2,111,893)	(2,044,203)	(2,166,490)	(2,491,052)	(2,832,139)	(6,488,195)	(3,103,889)	(2,675,980)
Subtotal governmental activities revenues	126,855,512	143,517,323	163,228,714	173,162,948	183,666,698	192,592,484	184,684,448	197,804,423	224,162,027
Business-type activities:									
State reimbursement of electric deregulation	349,539	51,180	192,315	372,382	-	-	-	-	-
Miscellaneous	1,727,031	2,111,893	2,044,203	2,166,490	3,007,698	3,175,388	6,616,470	3,195,039	2,809,731
Subtotal business-type activities revenues	2,076,570	2,163,073	2,236,518	2,538,872	3,007,698	3,175,388	6,616,470	3,195,039	2,809,731
Total primary government revenues	$ 128,932,082	$ 145,680,396	$ 165,465,232	$ 175,701,820	$ 186,674,396	$ 195,767,872	$ 191,300,918	$ 200,999,462	$ 226,971,758
Change in Net assets									
Governmental activities	$ 3,084,657	$ (3,060,633)	$ 19,621,462	$ 20,452,393	$ 22,760,704	$ 12,221,979	$ (15,867,485)	$ (13,771,769)	$ 12,613,455
Business-type activities	(708,522)	698,441	(482,820)	(755,352)	291,619	599,681	4,009,136	(174,986)	(481,549)
Total primary government	$ 2,376,135	$ (2,362,192)	$ 19,138,642	$ 19,697,041	$ 23,052,323	$ 12,821,660	$ (11,858,349)	$ (13,946,755)	$ 12,131,906

NOTES:
(1) Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree which a function or program is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and greater than program revenues and therefore general revenues other general revenues. Numbers in parentheses indicate that expenses were needed to finance that function or program. Numbers without parentheses mean that program revenues were more than sufficient to cover expenses.
(2) Government-wide net asset information is reported on the accrual basis of accounting.
(3) Nine years of statistical data is reported on this schedule. Prior to GASB 34, the county did not maintain this type of information.

County Commissioners of Calvert County, Maryland
General Tax Revenues - Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)
(unaudited, see related notes below)
Schedule 3

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Real and personal property taxes	$ 63,634,502	$ 65,763,330	$ 70,820,349	$ 78,790,203	$ 86,051,217	$ 94,728,796	$106,121,819	$122,918,020	$133,981,114	$146,790,799
Income taxes	38,102,620	40,161,499	46,585,767	54,386,967	55,625,569	59,064,889	62,153,000	58,370,205	56,136,128	62,668,488
Admission and amusements	38,351	40,472	198,063	269,049	293,735	107,310	23,377	30,212	25,009	25,803
Recordation	7,180,740	9,067,979	11,322,287	13,630,156	14,481,819	11,664,698	9,114,661	5,799,985	5,690,348	5,330,746
Trailer parks	145,216	154,844	154,885	149,036	132,063	157,516	148,115	119,546	114,013	113,753
Hotel (Note 2)	-	-	528,181	498,039	519,919	644,328	785,519	763,877	693,265	815,416
Highway user revenue (Note 3)	4,599,518	4,470,538	3,632,858	4,611,142	5,683,147	5,947,234	5,701,044	5,077,195	256,759	410,452
Franchise	466,179	551,667	618,105	714,446	778,416	892,707	984,342	1,078,080	1,110,311	1,169,776
Total Taxes	$114,167,126	$120,210,329	$133,860,495	$153,049,038	$163,565,885	$173,207,478	$185,031,877	$194,157,120	$198,006,947	$217,325,233

NOTES:
(1) Government-wide general tax revenue information is reported on the accrual basis of accounting.
(2) Calvert County began collecting hotel tax in FY2004.
(3) Highway User revenue was decreased by the state in FY2010.

County Commissioners of Calvert County, Maryland
Fund Balance of Governmental Funds
Last Nine Fiscal Years
(modified accrual basis of accounting)
(unaudited, see related notes below)
Schedule 4

	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011(3)
General Fund									
(prior to GASB 54)									
Reserved	$ 4,625,004	$ 4,968,812	$ 5,383,571	$ 5,839,319	$ 9,195,518	$ 12,562,828	$ 11,452,788	$ 10,438,949	$ -
Unreserved Undesignated	38,883,863	39,447,501	47,719,807	56,039,767	37,671,295	37,969,096	30,703,197	28,650,914	-
Undesignated	-	-	-	-	16,552,000	17,710,000	17,620,000	18,159,691	-
(post GASB 54)									
Non-spendable	-	-	-	-	-	-	-	-	9,554,965
Restricted	-	-	-	-	-	-	-	-	64,861
Committed	-	-	-	-	-	-	-	-	20,913,418
Assigned	-	-	-	-	-	-	-	-	9,246,000
Unassigned	-	-	-	-	-	-	-	-	26,763,823
Total General Fund	$ 43,508,867	$ 44,416,313	$ 53,103,378	$ 61,879,086	$ 63,418,813	$ 68,241,924	$ 59,775,985	$ 57,249,554	$ 66,543,067
All other governmental funds									
(prior to GASB 54)									
Reserved	$ 258,355	$ 86,895	$ 132,545	$ 45,190	$ 50,549	$ 7,763,481	$ 11,968,498	$ 13,099,967	$ -
Unreserved, reported in:									
Special revenue funds	11,250,173	17,421,221	15,717,939	13,174,434	17,170,651	12,666,097	6,740,235	6,348,586	-
Capital projects funds	44,647,155	27,267,249	32,317,075	31,975,700	45,555,272	51,500,054	44,067,347	34,330,086	-
Permanent funds									
(post GASB 54)									
Nonspendable									10,354,760
Restricted									3,750
Committed									6,768,471
Assigned									44,721,770
Unassigned									-
Total all other governmental funds	$ 56,155,683	$ 44,775,365	$ 48,167,559	$ 45,195,324	$ 62,776,472	$ 71,929,632	$ 62,776,080	$ 53,778,639	$ 61,848,751

NOTES:
(1) Fund balance information for governmental funds is reported on the modified accrual basis of accounting.
(2) Nine years of statistical data is reported on this schedule. Prior to GASB 34, the county did not maintain this type of information.
(3) Calvert County implemented GASB 54 starting with FY2011.

County Commissioners of Calvert County, Maryland
Changes in Fund Balance of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(unaudited, see related notes below)
Schedule 5

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
REVENUES										
Taxes	$ 117,358,009	$ 123,642,161	$ 138,456,058	$ 159,070,686	$ 168,868,174	$ 177,201,666	$ 188,241,056	$ 196,977,670	$ 200,892,163	$ 219,762,773
Licenses and permits	186,618	188,953	169,960	216,014	232,123	257,518	281,266	238,143	328,671	292,301
Intergovernmental	18,386,165	18,128,762	15,855,731	15,758,563	18,350,527	16,779,720	15,069,474	12,250,124	10,635,443	10,939,016
Charges for services	3,101,343	3,118,582	3,236,323	3,294,505	2,900,487	3,202,758	3,670,167	3,768,064	3,585,775	3,337,111
Fines and forfeitures	200,371	236,545	273,920	252,017	328,280	289,052	356,049	319,280	340,061	598,175
Miscellaneous	5,944,434	5,188,807	3,949,023	7,110,816	8,479,435	12,016,603	12,625,951	10,739,918	8,123,831	7,147,229
Total revenues	145,176,940	150,503,810	161,941,015	185,702,601	199,159,026	209,747,317	220,243,963	224,293,199	223,905,944	242,076,605
EXPENDITURES										
General government	9,959,210	11,312,244	11,802,003	12,764,613	14,970,798	15,349,833	16,736,565	16,078,913	15,189,984	15,511,172
Public safety	14,805,518	16,070,048	16,851,428	17,999,869	19,319,261	21,663,919	24,008,176	26,237,282	25,987,152	26,616,262
Public works	6,577,394	7,793,754	7,161,352	6,917,035	7,715,592	10,599,520	7,656,572	11,224,901	10,984,725	9,103,252
Health and hospitals	2,484,813	2,613,224	2,569,591	2,556,877	2,539,528	2,600,707	2,667,985	2,819,937	2,774,768	2,627,530
Social services	6,265,200	6,411,220	6,982,937	7,184,652	7,746,183	7,672,234	8,347,844	8,765,417	8,957,279	8,314,076
Education - other	1,464,604	1,802,882	1,624,356	2,020,194	2,391,360	2,521,895	2,660,762	2,856,298	3,031,586	3,268,987
Board of Education	71,759,418	78,087,440	92,892,336	87,372,370	90,552,791	95,104,149	97,782,359	110,611,519	114,137,687	105,010,110
Recreation and culture	5,951,972	5,971,106	6,573,899	6,817,349	7,488,244	8,266,634	8,900,443	9,783,163	9,916,945	10,987,198
Conservation of natural resources	279,893	289,609	770,448	1,050,019	3,230,187	1,302,107	1,681,507	1,308,871	1,034,321	2,610,094
Urban development and housing	744,654	803,429	914,646	948,487	1,083,349	1,124,533	1,239,214	1,978,608	1,982,486	1,914,857
Economic development	684,360	867,642	1,235,265	1,169,234	1,211,752	1,215,905	1,062,995	1,205,616	1,209,744	1,234,891
Miscellaneous	7,802,418	8,641,126	9,733,411	10,427,891	12,457,865	14,370,535	18,279,910	19,880,661	18,890,672	23,205,341
Capital projects	13,222,893	11,443,746	12,104,557	11,163,377	20,124,272	24,649,617	20,687,852	24,807,060	21,249,637	16,350,785
Debt service										
Principal retirement	4,133,534	5,187,841	5,141,946	6,920,962	7,940,391	8,724,561	9,967,111	11,513,920	12,024,609	11,233,501
Interest	2,449,082	2,406,741	2,853,819	3,235,987	3,317,092	3,441,562	4,326,306	4,807,328	4,851,414	4,631,143
Total expenditures	148,584,963	159,702,052	179,211,994	178,548,916	202,088,665	218,607,711	226,005,601	253,879,494	252,223,009	242,619,199
Excess (deficiency) of revenues over expenditures	(3,408,023)	(9,198,242)	(17,270,979)	7,153,685	(2,929,639)	(8,860,394)	(5,761,638)	(29,586,295)	(28,317,065)	(542,594)
OTHER FINANCING SOURCES (USES)										
Proceeds from bond issuance	22,183,837	45,527,719	8,910,000	6,995,000	10,885,000	29,780,000	22,250,000	18,485,000	24,344,988	19,256,000
Amount deposited in refunding escrow	(12,221,320)	(14,334,952)	-	-	-	-	-	-	(5,191,344)	-
Premium of issuance of debt	-	-	-	-	-	692,322	290,047	50,806	743,436	1,326,199
Forgiveness of debt	-	428,049	-	-	-	-	-	-	-	-
Transfers in - other	12,881,086	15,138,768	13,931,333	21,782,880	18,565,370	15,920,176	10,180,740	14,092,643	10,296,056	11,355,542
Transfers out - other	(14,627,774)	(16,899,797)	(16,043,226)	(23,852,306)	(20,717,258)	(18,411,229)	(13,012,879)	(20,631,644)	(13,399,945)	(14,031,522)
Total other financing sources (uses)	8,215,829	29,859,787	6,798,107	4,925,574	8,733,112	27,981,269	19,707,908	11,996,805	16,793,191	17,906,219
Net change in fund balances	$ 4,807,806	$ 20,661,545	$ (10,472,872)	$ 12,079,259	$ 5,803,473	$ 19,120,875	$ 13,946,270	$ (17,589,490)	$ (11,523,872)	$ 17,363,625
Debt service as a percentage of noncapital expenditures	47.90%	5.33%	5.02% (3)	6.32% (3)	6.93% (3)	7.18% (3)	7.64% (3)	8.80% (3)	8.76% (3)	7.50% (3)

NOTES:
(1) Governmental fund information is reported on the modified accrual basis of accounting.
(1) Debt service represents debt service principal, interest and any proceeds of bond issuance.
(2) Noncapital expenditures comes from the reconciliation of the statement of revenues, expenditures and changes in fund balance of the governmental funds to the statement of activities.
(3) Calculation based on Expenses minus Capital Outlays pg. 21 divided by debt service.

COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND

REVENUE CAPACITY
JUNE 30, 2011

The following schedules contain information to help the reader access the government's most significant local revenue source, property taxes.

The revenue capacity schedules are:

- Assessed and estimated actual value of taxable property
- Direct and overlapping real property tax rates
- Principal property taxpayers
- Summary of property tax levies and collections

County Commissioners of Calvert County, Maryland
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(unaudited, see related notes below)
Schedule 6

	Real Property				Personal Property			Total			% Taxable Assessed to total Estimated Actual Value
Fiscal Year	Assessed Value	Exempt Property	Taxable Assessed Value	Direct Rate	Assessed Value	Estimated Actual Value	Direct Rate	Assessed Value	Taxable Assessed Value	Estimated Actual Value	
2002 (1)	5,671,566,808	468,515,724	5,203,051,084	0.892 (2)	825,125,530	825,125,530	2.23	6,496,692,338	6,028,176,614	6,496,692,338	92.79%
2003	6,072,549,179	495,002,976	5,577,546,203	0.892	822,606,880	822,606,880	2.23	6,895,156,059	6,400,153,083	6,895,156,059	92.82%
2004	6,531,076,135	563,391,239	5,967,684,896	0.892	882,393,920	882,393,920	2.23	7,413,470,055	6,850,078,816	7,413,470,055	92.40%
2005	7,093,440,835	570,848,991	6,522,591,844	0.892	1,026,470,460	1,026,470,460	2.23	8,119,911,295	7,549,062,304	8,119,911,295	92.97%
2006	7,950,408,153	594,754,848	7,355,653,305	0.892	1,087,505,840	1,087,505,840	2.23	9,037,913,993	8,443,159,145	9,037,913,993	93.42%
2007	9,286,512,820	656,267,485	8,630,245,335	0.892	1,123,614,063	1,123,614,063	2.23	10,410,126,883	9,753,859,398	10,410,126,883	93.70%
2008	11,464,556,220	788,968,756	10,675,587,464	0.892	1,052,405,750	1,052,405,750	2.23	12,516,961,970	11,727,993,214	12,516,961,970	93.70%
2009 (3)	14,223,348,981	888,112,994	13,335,235,987	0.892 (3)	470,449,610	470,449,610	2.23	14,693,798,591	13,805,685,597	14,693,798,591	93.96%
2010	15,571,990,076	987,183,072	14,584,807,004	0.892	504,475,135	504,475,135	2.23	16,076,465,211	15,089,282,139	16,076,465,211	93.86%
2011	14,334,949,486	1,022,420,831	13,312,528,655	0.892	874,351,230	874,351,230	2.23	15,209,300,716	14,186,879,885	15,209,300,716	93.28%

NOTES:
(1) As of Fiscal Year 2002, real property taxes are assessed at the property's estimated actual value. Previously real property taxes were assessed at 40% of the property's estimated actual value.
(2) Reflects decrease in assessment due to tax reform related to electric deregulation. A 50% exemption was given on assets used in the generation of electricity. This exemption was phased in over two years.
(3) A significant portion of Constellation Energy's assessable base was reclassified from personal property to real property.

Source: State of Maryland, Department of Assesments and Taxation

County Commissioners of Calvert County, Maryland
Direct and Overlapping Property Tax Rates (Per $100 of Assessed Value)
Last Ten Fiscal Years
(unaudited, see related notes below)
Schedule 7

			Overlapping Rates			
			County Rate (2)		Town Rate (2)	
Fiscal Year		Calvert County	Town of North Beach	Town of Chesapeake Beach	Town of North Beach	Town of Chesapeake Beach
2002	(1)	0.892	0.556	0.556	0.72	0.50
2003		0.892	0.556	0.556	0.72	0.50
2004		0.892	0.556	0.556	0.72	0.50
2005		0.892	0.556	0.556	0.72	0.50
2006		0.892	0.556	0.556	0.72	0.50
2007		0.892	0.556	0.556	0.67	0.44
2008		0.892	0.556	0.556	0.67	0.44
2009		0.892	0.556	0.556	0.61	0.37
2010		0.892	0.556	0.556	0.61	0.37
2011		0.892	0.556	0.556	0.63	0.37

NOTES:
(1) As of Fiscal Year 2002, real property taxes is assessed at the property's full estimated actual value previously real property was assessed at 40% of the property's estimated actual value. Accordingly, the tax rates were adjusted to maintain the effective tax rate.
(2) Towns of North Beach and Chesapeake Beach pay only the overlapping rates for County and Town respectively.

County Commissioners of Calvert County, Maryland
Principal Property Taxpayers
Current Year and Nine Years Ago
(unaudited, see related notes below)
Schedule 8

	FY11			FY02		
Name of Taxpayer	**Taxable Assesed Value (1)**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assesed Value (2)**	**Rank**	**Percentage of Total Taxable Assessed Value**
Dominion (Cove Point)	$ 670,823,600	(3) 1	4.73%	$ 74,542,350	2	1.24%
Constellation Energy Group	406,728,590	2	2.87%	577,823,820	1	9.59%
Southern Maryland Electric Co.	36,434,600	3	0.26%	36,215,980	4	0.60%
Fox Run Ltd. Partnership	32,376,833	4	0.23%	21,348,200	5	0.35%
Asbury-Solomons	29,864,851	5	0.21%			
Verizon	27,532,170	6	0.19%	37,902,110	3	0.63%
Dunkirk Gateway	26,468,300	7	0.19%			
Holdiay Inn - Solomons	25,875,232	8	0.18%	16,855,200	6	0.28%
Market Square Shopping Center	15,625,266	9	0.11%			
Dunkirk Market Place	11,342,900	10	0.08%	8,172,533	9	0.14%
Potomac Electric Power Company				8,180,900	8	0.14%
Town Square Shopping Center				9,012,245	7	0.15%
Calvert Village Ltd. Partnership				7,381,257	10	0.12%
	$ 1,283,072,342		9.04%	$ 797,434,595		13.23%

NOTES:
(1) Source: Maryland State Department of Assessments and Taxation
(2) Source: Department of Finance and Budget
(3) Due to changes in Maryland property tax law during FY08 a PILOT (payments in lieu of taxes) agreement was entered into with Constellation which changed the taxable assessment. Note the difference is made up in the PILOT program.

County Commissioners of Calvert County, Maryland
Summary of Property Tax Levies and Collections
Last Ten Fiscal Years
(unaudited)
Schedule 9

Fiscal Year	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of levy		Amount	Percent of Levy
2002	63,182,466	61,686,664	97.63%	1,446,143	63,132,807	99.92%
2003	66,188,158	64,420,874	97.33%	1,693,931	66,114,805	99.89%
2004	71,093,332	69,525,551	97.79%	1,464,226	70,989,777	99.85%
2005	78,990,817	77,613,438	98.26%	1,294,300	78,907,738	99.89%
2006	87,749,160	86,285,379	98.33%	1,308,330	87,593,709	99.82%
2007	99,359,697	97,787,042	98.42%	1,377,991	99,165,033	99.80%
2008	115,850,743	113,954,907	98.36%	1,842,551	115,797,458	99.95%
2009	126,099,233	123,501,219	97.94%	2,094,900	125,596,119	99.60%
2010	137,446,533	133,596,703	97.20%	2,468,876	136,065,579	99.00%
2011	134,047,010	130,037,865	97.01%	2,578,268	132,616,133	98.93%

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COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND

DEBT CAPACITY
JUNE 30, 2011

The following schedules present information to help the reader access the affordability of government's current levels of outstanding debt and government's ability to issue additional debt in the future.

The debt capacity schedules are:
- Ratios of outstanding debt by type
- Ratios of net general bonded debt per capita
- Pledged-revenue coverage

County Commissioners of Calvert County, Maryland
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(in thousands of dollars, except per capita)
(unaudited, see related notes below)
Schedule 10

	Governmental Activity								Business Type Activity				
Fiscal Year	General Obligation Bonds	State Transportation Bonds	Revenue Bonds	Bond Anticipation Note	General Obligation Mortgages	Office Building	Leveraging	Misc.	Notes payable	General Obligation Bonds	Total Primary Government	Percentage of Personal Income (a)	Per Capita
2001	35,090	410	-	2,727	-	5,180	-	4,025	4,496	8,718	60,646	2.41%	796
2002	44,533	103	-	-	-	4,745	4,839	3,694	9,353	8,009	75,276	2.81%	955
2003	70,740	-	-	-	-	4,295	5,589	3,117	10,157	7,253	101,151	3.57%	1,240
2004	75,290	-	-	-	-	3,830	5,931	2,797	9,885	6,715	104,448	3.42%	1,252
2005	76,178	-	-	-	-	3,345	5,931	2,528	9,461	6,055	103,498	3.14%	1,219
2006	79,973	-	-	-	-	2,840	6,882	2,170	8,841	5,169	105,875	3.02%	1,228
2007	101,907	-	-	-	-	2,320	7,961	1,800	8,248	4,057	126,293	3.41%	1,450
2008	115,099	-	-	-	-	1,775	10,414	1,421	8,176	3,018	139,903	3.65%	1,595
2009	123,013	-	-	-	-	1,210	10,414	1,029	8,152	1,927	145,745	3.75%	1,654
2010	126,019	-	-	-	-	620	10,414	621	7,612	3,871	149,157	N/A (2)	1,681
2011	134,451	-	-	-	-	-	10,612	198	6,934	7,335	159,530	N/A (2)	1,759

NOTES:
(1) See the Demographic and Economic Statistics schedule for personal income and population data.
(2) N/A means not available at this time but will be provided at a later date.

County Commissioners of Calvert County, Maryland
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years
(unaudited)
Schedule 11

Fiscal Year	Population	Taxable Assessed Value Real & Personal Property (2)	Gross Bonded Debt	Self Supporting Debt (1)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita	Taxable Assessed Value Real & Personal Property Per Capita
2002	78,800	6,028,176,614	53,075,211	5,119,312	47,955,899	0.80%	609	76,500
2003	81,600	6,400,153,083	78,151,519	4,665,831	73,485,688	1.15%	901	78,433
2004	83,400	6,850,078,816	81,916,937	4,175,533	77,741,404	1.13%	932	82,135
2005	84,900	7,549,062,304	82,051,874	3,697,306	78,354,568	1.04%	923	88,917
2006	86,200	8,193,159,145	85,141,476	3,158,657	81,982,819	1.00%	951	95,048
2007	87,100	9,753,859,398	105,964,284	2,606,446	103,357,838	1.06%	1,187	111,985
2008	87,700	11,464,556,220	118,117,092	2,035,916	116,081,176	1.01%	1,324	130,725
2009	88,100	13,805,685,597	125,260,061	1,456,138	123,803,923	0.90%	1,405	156,705
2010	88,737	15,089,282,139	127,260,158	829,856	126,430,302	0.84%	1,425	170,045
2011	89,000	14,186,879,885	134,450,812	184,325	134,266,487	0.95%	1,509	159,403

NOTES:
(1) - Includes Waterway Improvement, Shore Erosion and State Office Building Debt. (State Office Building completed in FY2010)
(2) - Assessments prior to FY2002 are restated to equal full value assessment.

County Commissioners of Calvert County, Maryland
Pledged-Revenue Coverage
Last Ten Fiscal Years
(unaudited)
Schedule 12

	State Office Building (1)				Shore Erosion Bonds				Waterway Improvement Bonds			
		Debt Service				Debt Service				Debt Service		
Fiscal Year	State Office Building Receipts	Principal	Interest	Coverage	Shore Erosion Billed	Principal	Interest	Coverage	Waterway Improvement Billed	Principal	Interest	Coverage
2002	635,421	435,000	200,421	1.00	27,012	19,927	-	1.36	6,837	8,122	-	0.84
2003	634,266	450,000	184,266	1.00	27,012	19,922	-	1.36	6,837	8,122	-	0.84
2004	632,106	465,000	167,106	1.00	27,012	19,922	-	1.36	6,837	8,122	-	0.84
2005	633,814	485,000	148,814	1.00	26,258	23,322	-	1.13	6,837	8,122	-	0.84
2006	634,509	505,000	129,509	1.00	26,258	23,322	-	1.13	6,837	6,676	-	1.02
2007	629,261	520,000	109,261	1.00	26,258	23,322	-	1.13	-	-	-	0.00
2008	632,621	545,000	87,621	1.00	26,258	23,322	-	1.13	-	-	-	0.00
2009	629,515	565,000	64,515	1.00	26,258	23,322	-	1.13	-	-	-	0.00
2010	629,965	590,000	39,965	1.00	26,258	23,322	-	1.13	-	-	-	0.00
2011	-	-	-	-	26,258	23,322	-	1.13	-	-	-	0.00

(1) State Office Building agreement was completed in FY2010.

COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND

DEMOGRAPHIC AND ECONOMIC INFORMATION
JUNE 30, 2011

The following schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place, and to understand economic trends.

The demographic and economic schedules are:

- Demographic and economic statistics
- Principal employers

County Commissioners of Calvert County, Maryland
Demographic and Economic Statistics
Last Ten Fiscal Years
(unaudited, see related notes below)
Schedule 13

Fiscal Year	Population (1)	Personal Income ($ thousands)(2)	Per Capita Income (2)	Civilian Labor Force (3)	Unemploy-ment Rate Percent (3)	Public School Enrollment (4)
2002	78,800	2,674,927	32,055	40,188	2.70%	16,371
2003	81,600	2,834,014	32,950	41,365	3.00%	16,745
2004	83,400	3,051,852	34,465	42,339	2.80%	16,904
2005	84,900	3,291,470	37,930	45,503	3.40%	16,842
2006	86,200	3,501,026	39,962	47,085	3.50%	17,113
2007	87,100	3,705,299	42,049	47,448	3.60%	17,468
2008	87,700	3,836,426	43,320	48,265	3.70%	17,029
2009	88,100	3,890,676	35,833	47,347	6.40%	16,729
2010	88,737	N/A	N/A	48,220	6.10%	16,406
2011	89,000	N/A	N/A	48,070	6.20%	16,305

NOTES:
(1) Source: Calvert County Department of Planning and Zoning
(2) Source: Maryland Department of Planning, planning data sources from U.S. Bureau of Economic Analysis
(3) Source: U.S. Department of Labor Bureau of Labor Statistics
(4) Source: Calvert County Public Schools Financial Statements
(5) N/A means not available at this time but will be provided at a later date.

County Commissioners of Calvert County, Maryland
Principal Employers
Current Year and Nine Years ago
(unaudited, see related notes below)
Schedule 14

	Fiscal Year 2011			Fiscal Year 2002		
Employer	` Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Calvert County Public Schools	3,134	1	6.52%	2648	1	6.59%
Calvert County Government	1,189	2	2.47%	850	4	2.12%
Calvert Memorial Hospital	1,167	3	2.43%	855	3	2.13%
Constellation Energy Group (1)	892	4	1.86%	1143	2	2.84%
Wal-Mart	460	5	0.96%			
Giant Food	367	7	0.76%			
ARC of Southern Maryland	330	6	0.69%	351	5	0.87%
Navy Recreation Center	292	8	0.61%			
Safeway	290	9	0.60%			
Asbury-Solomons Inc.	229	10	0.48%			
DynCorp				296	6	0.74%
Recorded Books				291	7	0.72%
Calvert Nursing Center				203	8	0.51%
The Gott Company				200	9	0.50%
DM Group				200	10	0.50%

NOTES:
(1) Employees of Calvert Cliffs Nuclear Power Plant - Corporate owner was Baltimore Gas and Electric (1997), and is now Constellation Energy Group.
(2) Source: Calvert County Department of Economic Development

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COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND
OPERATING INFORMATION
JUNE 30, 2011

The following schedules contain service and infrastructure data that demonstrates how the information in the government's financial report relates to the services the government provides and the activities it performs.

The operating information schedules are:

- Full-time Calvert County employees by function
- Operating indicators by function
- Capital asset statistics by function

County Commissioners of Calvert County, Maryland
Full-time Calvert County Employees by Function
Last Eight Fiscal Years
(see related notes below)
Schedule 15

Function:	FY2004	2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
General Government									
Commissioners	8	8	7	7	7	6	6	6	6
Circuit court	7	7	10	10	10.7	10.9	10.9	10.9	10.9
Clerk of the commissioners	1	1	1	1	1	1	1	1	1
County administration	3	3	2	2	3	3	3	3	3
County attorney	3	3	3	3	4	4	4	4	4
Treasurers	6	6	6	6	7.6	7.6	7.6	7.6	7.6
Election	8	8	8	9	9	9	9	9	9
Finance	21	21	20	22	22.6	22.6	23.6	23.6	23.6
General services	2	2	2	2	2	2	2	4	5
Buildings and grounds	24	24	26	28	31.7	32.7	32.7	32.7	32.7
Orphans court	3	3	3	3	3	3	3	3	3
Personnel	5	5	5	6	7.6	7.6	8.6	8.6	8.6
States attorney	18	18	18	18	20.1	20.1	20.1	21.1	22.1
Technology services	15	15	17	17	18.6	19.6	21.8	21.8	21.8
Public Safety									
Transportation	1	1	1	2	2.8	2.8	2.8	2.8	2.8
Mosquito control	1	1	1	1	4.1	4.1	4.1	4.1	4.1
Public safety	2	2	2	2	2	2	2	2	2
Control center	25	25	25	29	30	30	30	30	30
Emergency management	2	2	2	2	3	3	3	3	3
Fire and rescue	3	3	3	4	4	4	4	4.5	5.5
Inspections and permits	13	13	13	13	14.2	14.2	14.2	14.2	14.2
Animal control	4	4	5	5	5	6	7	7	7
Detention center	64	64	64	65	67	77.6	81.6	81.6	85.6
Sheriffs office	100	100	105	115	131.2	134.2	139.2	139.2	142.2
Liquor board	3	3	3	3	3	3	3	3.2	3.2
Public Works									
Public works	14		14	14	16.6	16.6	16.6	14.6	15.2
Planning commission	1	1	1	1	2	1	1	10.1	10
Project agement	8	8	8	8	8	8	7	7	7
Fleet maintenance	7	7	7	8	9	9	10	10	10
Highway maintenance	33	33	33	33	33.6	33.6	36.6	36.6	36
Social Services									
Community resources	4	4	4	4	4.5	4.5	4.5	4.5	4.5
Office on aging	23	23	23	23	23.5	24.6	24.6	24.6	24.6
Recreation									
Marine museum	35	35	36	36	40.2	40.2	40.2	40.2	40.2
Railway museum	1	1	1	1	2	2	2	2	2
Recreation programs	57	57	59	62	68.7	69.7	70	70.7	68.6
Library	45.3		45.3	45.3	50.2	52.2	52.2	52.8	52.8
Conservation of Natural Resources	12	8	12	13.2	13.2	13.2	13.2	13.2	13.2
Soil Conservation	4		4	4	4	4	5	5	5
Urban Development									
Planning and zoning	19	19	21	21	26.1	26.1	16.1	16.1	16.1
Economic Development	10	10	8	9	9.1	10.1	12.1	12.1	12.5
Water and Sewer	30	30	30	30	30	33	34	33	33
Solid Waste	34	34	32	33	36.8	37.8	37.8	38.8	38.8
Chesapeake Hills Golf Course	-	- -	-	-	-	-	-	10.9	10.9
Total	679.3	612	690.3	720.5	791.7	815.6	827.1	850.1	858.3

NOTES:
(1) Source: Calvert County's Adopted Operating and Capital Budgets FY2004-FY2011
(2) Eight years of statistical data is reported on this schedule. Prior to implementing GASB 34, the county did not maintain this type of information.

County Commissioners of Calvert County, Maryland
Operating Indicators by Function
Last Ten Fiscal Years
(unaudited, see related notes)
Schedule 16

Function:	FY2002 Actual	FY2003 Actual	FY2004 Actual	FY2005 Actual	FY2006 Actual	FY2007 Actual	FY2008 Actual	FY2009 Actual	FY2010 Actual	FY2011 Actual
General Government										
Circuit court										
Case transactions	6,912	5,927	6,680	7,007	9,763	12,028	13,884	14,363		16,085
Technology services										
Work orders completed	N/A	N/A	N/A	N/A	3,945	4,348	4,124	4,050	3,375	5,500
Support to desktop/laptop computers	N/A	N/A	N/A	N/A	512	665	750	795	835	910
Treasurers office										
Credit card dollars collected	5,702	55,692	146,477	182,444	300,051	283,659	480,062	466,182	489,490 *	519,000
Credit card transactions	5	58	139	168	287	247	323	291	306 *	320
Real estate tax bills	N/A	N/A	39,765	40,468	40,988	41,265	41,390	41,757	42,236	42,238
Finance and budget										
Purchase orders processed	5,771	5,916	5,632	5,641	6,705	7,046	7,291	7,273	6,717	6,851
Accounts payable checks	15,038	15,374	15,949	15,493	15,015	17,050	16,349	15,693	14,852	14,950
Average number of employees per pay	800	860	906	930	936	945	992	1,017	1,049	1,050
Fixed assets maintained	12,072	12,491	13,326	14,551	15,364	15,973	14,503	15,255	15,804	16,357
Health care benefits managed	650	667	692	717	738	935	958	997	1,021	1,015
Public Safety										
Transportation										
Yearly ridership	112,672	108,094	107,753	113,354	132,648	132,728	133,270	134,786	109,705	135,500
Inspections and permits										
Building permits issued	N/A	2,410	2,430	2,425	2,504	2,098	1,812	1,428	1,500	1,500
Grading permits issued	N/A	1,256	1,053	855	820	717	672	707	750	750
Electrical permits issued	N/A	2,298	2,007	2,424	2,438	1,986	1,666	1,425	1,600	1,600
Plumbing permits issued	N/A	1,746	1,625	1,667	1,279	1,074	943	757	800	800
Control center										
Number of incidents handled	N/A	106,560	N/A	117,936	130,478	148,947	160,063	164,807	173,047 *	181,699
Fire and rescue										
Total calls responded	16,000	16,100	16,500	16,900	17,560	19,747	20,743	20,021	20,800 *	20,750
Animal control										
Calls for service	4,325	4,955	5,103	5,354	7,377	7,506	8,139	8,063	8,000 *	8,000
Detention center										
Average daily population	168	181	212	227	212	238	228	237	244	260
Work release (adp)	62	69	74	73	68	75	85	67	44	82
Sheriff's office										
Calls for service	38,849	49,148	54,789	71,959	65,454	76,223	85,941	94,535	103,988 *	88,120
Murder cases	-	2	1	1	-	2	1	-	-	-
Rape cases	16	7	8	11	4	-	6	10	17	10
Robbery cases	14	15	10	20	9	16	15	27	26	27
Aggravated assault cases	221	177	120	121	171	173	272	187	123	56
Theft cases	622	753	677	899	935	947	1,051	1,067	1,204	1,100
Auto theft cases	56	69	62	65	77	92	92	82	92	55
Domestic violence incidents responded to	N/A	N/A	N/A	N/A	1,103	1,189	1,231	1,354	1,239 *	1,276
Business & community patrol checks	N/A	N/A	N/A	N/A	23,414	30,419	38,032	41,835	36,604 *	37,702
Sex offenders registered in Calvert County	N/A	N/A	N/A	N/A	99	108	110	121	106 *	109
School related incidents/investigations	N/A	N/A	N/A	N/A	351	403	293	322	343 *	353
Public Works										
Major and minor subdivisions	N/A	1,073	989	1,040	205	227	175	143	149	196
Road plans	N/A	48	67	120	32	33	41	17	24	30
Project management										
Miles of roadway resurfaced	20	20	17	13	11	13	15	14	12	8
Fleet maintenance										
Work orders	N/A	2,350	2,500	2,600	2,226	2,211	2,371	3,529	2,837	3,500
Recreation										
Public library										
Circulation of materials	707,703	808,178	879,152	930,098	920,727	962,246 *	1,035,223	1,114,737	1,154,634	1,153,773
Railway museum										
Outreach participants	N/A	N/A	3,300	3,924	3,621	3,900	4,000	4,100	4,150	4,200
Participants in programs	N/A	N/A	N/A	N/A	N/A	2,547	2,434	3,569	5,118	4,200
Urban Development										
Planning and zoning										
Major and minor subdivisions (new applications)	49	60	49	47	47	63	40	21	34	45
Water and Sewer										
Number of customers	N/A	N/A	N/A	N/A	4,587	4,788	4,799	5,037	5,076	5,104

NOTES:
(1) Source: Calvert County's Adopted Operating and Capital Budget FY2002-2012
(2) Source: Calvert County Sheriff's Office

County Commissioners of Calvert County, Maryland
Capital Asset Statistics by Function
Last Seven Fiscal Years
(unaudited, see related notes below)
Schedule 17

Function:	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Public Safety							
Police:							
Stations	1	1	1	1	1	1	1
Patrol units	89	115	115	120	141	140	141
Special purpose units	0	0	0	0	0	5	6
Fire protection:							
Fire stations	7	7	7	7	7	5	6
Pumpers	12	12	12	12	12	12	12
Ambulances	15	15	15	15	15	14	14
Rescue trucks	6	6	6	6	6	7	7
Aerial trucks/towers	3	3	3	3	3	3	3
Brush units	12	12	12	12	12	13	13
Tankers	5	5	5	5	5	5	5
Jet skis	2	2	2	2	2	2	2
Dive rescue van	1	1	1	1	1	1	1
Fire-rescue boats	3	3	3	3	3	3	3
Mass casualty unit/trailer	1	1	1	1	1	1	1
Inflatable boats	6	6	6	6	6	6	6
Paramedic units	5	5	5	5	5	5	5
Air cascade units	0	0	1	1	1	2	2
Other utility types	24	24	24	24	24	25	25
Community Resources							
Transportation:							
Passenger buses	17	17	18	18	17	17	17
Public Works							
County owned streets in miles	435	446	446	446	446	452	452
Recreation							
Baseball fields	20	20	20	20	20	20	20
Football fields	7	7	7	7	7	7	7
Basketball courts	6	6	6	6	6	6	6
Tennis courts	10	10	10	10	10	10	10
Pools	1	2	2	2	2	3	3
Golf course	0	0	0	0	0	1	1
Playgrounds and parks in acres	360	360	360	360	360	360	360
Water and Sewer							
Water mains in miles	75	75	75	75	75	77	77
Water treatment plants	21	21	21	21	21	21	21
Storage tanks	14	14	14	14	14	14	14
Sewer lines and storm drains in miles	66	66	66	66	66	66	66
Sewer treatment plants	9	9	9	9	9	9	9
Sewer pumping stations	27	27	27	27	39	39	39

NOTES:
(1) Source: Various county departments
(2) Seven years of statistical data is reported on this schedule, as this detail was not maintained prior to FY05.