

**CENTRAL SAVANNAH RIVER AREA
REGIONAL DEVELOPMENT CENTER
AUGUSTA, GEORGIA**

**CSRA LOCAL DEVELOPMENT CORP. INC., -
A COMPONENT UNIT
SCHEDULE OF NONPUBLIC FUNDS
AS REQUIRED BY O.C.G.A. §50-8-35(F)(2)
FOR THE YEAR ENDED JUNE 30, 2005**

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To the Board of Directors
Central Savannah River Area
Regional Development Center
Augusta, Georgia

INDEPENDENT AUDITORS' REPORT
ON THE SCHEDULE OF NONPUBLIC FUNDS

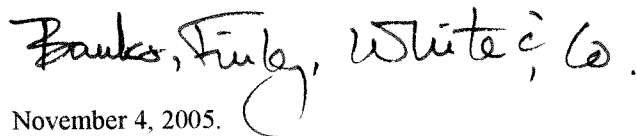
We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Central Savannah River Area Regional Development Center (the "RDC") as of and for the year ended June 30, 2005, which collectively comprise the RDC's basic financial statements and have issued our report thereon dated November 4, 2005. We have also audited the Schedule of Nonpublic Funds (Schedule) of CSRA Local Development Corp. Inc., a component unit of the RDC, as required by the Official Code of Georgia Annotated, Section 50-8-35. 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. This Schedule is the responsibility of management. Our responsibility is to express an opinion on the Schedule of Nonpublic Funds based on our audit.

We conducted our audit of the Schedule in accordance with auditing standards generally accepted in the United States of America and *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 Schedule is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Schedule presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Schedule of Nonpublic Funds was prepared to present the beginning balance, revenue, expenditure and ending balance of nonpublic funds for the year ended June 30, 2005, in accordance with the Official Code of Georgia Annotated, Section 50-8-35. The Schedule of Nonpublic Funds is not intended to be a complete presentation of assets, liabilities, revenues, and expenses.

In our opinion, the Schedule of Nonpublic Funds referred to above presents fairly, in all material respects, the beginning balance, revenue, expenditure, and ending balance of nonpublic funds as required by the Official Code of Georgia Annotated, Section 50-8-35 for the year ended June 30, 2005, in conformity with accounting principles generally accepted in the United States.

This report is intended for the information of the RDC Board of Directors, management, others within the organization, the Georgia Department of Audits, and the Georgia Department of Community Affairs. However, this report is a matter of public record and the distribution is not limited.


November 4, 2005.

CSRA LOCAL DEVELOPMENT CORP, INC.
A COMPONENT UNIT OF THE CSRA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF ON NONPUBLIC FUNDS
FOR THE PERIOD JULY 1, 2004 TO JUNE 30, 2005

Revenues - nonpublic funds:

<u>(place, purpose, and for whom)</u>	<u>(date)</u>		
Servicing fees from Colson Services, Inc.	Various	\$	144,850.13
Processing fees and other fees:			
Registration & sponsorship for CDC meeting	Various	\$	25,512.00
Southern Collision	11/22/04		3,360.00
Franklin White Nissan Fees	08/16/04		4,500.00
Huddle House	09/20/04		2,586.00
Innovative Systems Fees	09/20/04		1,680.00
Evans Diner	11/22/04		2,966.25
Sponseller Eye Care Fees	07/20/04		1,500.00
Precision Paint & Body Fees	01/18/05		1,650.00
Alebachew Haliu	02/22/05		6,352.50
Augusta School of Massage	02/22/05		5,940.00
Gator Cochran Construction	02/22/05		8,058.00
William Mizell Ford, Inc	03/24/05		10,891.29
Wade Electric Inc.	04/20/05		12,060.00
Wheeler True Value	04/20/05		5,136.00
Trucks & Moore Service	05/16/05		10,725.00
Golds Gym	05/16/05		9,625.50
Designer Tile	06/20/05		2,250.00
Just Add Water Inc.	06/20/05		2,358.00
Universal Cabinets	06/20/05		4,620.00
WWG Acquisition/Warren Co. Fees	Various		2,083.30
Total revenues - nonpublic funds			123,853.84
Expenditures of nonpublic funds qualifying under O.C.G.A. 50-8-35:			268,703.97
Frederica House - Brunswick Georgia - Meal expense with Randy Griffin, John Jones (Bank of West), Clayton Black (Middle Ga RDC), Ray Gibons (USSBA Expo)	7/22/2004		139.46
King & Prince Restaurant - St Simons Georgia - Meal expense with Randy Griffin, Miguel Alasante (Bus. Ga)	7/26/2004		49.71

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The accompanying notes are an integral part of this schedule.

CSRA LOCAL DEVELOPMENT CORP, INC.
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King & Prince Beach Restaurant - St Simons Georgia - Meal expense with Randy Griffin, John Kaye (CNL)	7/27/2004	42.96
Monroe Golf & Country Club - Monroe Georgia - Meal expense with Randy Griffin, Meridith Malcomb and Doug Cathey (National Bank of Walton Co)	8/30/2004	32.85
The Trophy Shop - Augusta Georgia - Plaque for Cedric Johnson, Chairman	9/17/2004	153.59
SD Marina DW's Pub - San Diego California - Meal expense with Randy Griffin, Tom Dorman and Katrina Winberg (Gwinnett Banking Co)	10/15/2004	89.02
French Market Grill - Augusta Georgia - Meal expense with Randy Griffin, Tom Kaye (CNL), Jim Rierdan and Tom Mclaughlin (GB & T)	11/17/2004	53.15
Tubbys Tankhouse -Savannah Georgia - Meal expense with Randy Griffin and Sheila Greene (United County Bank)	12/3/2004	54.09
Bernie's Restaurant - Savannah Georgia - Meal expense with Randy Griffin and Barbara Chakales (Attorney)	12/6/2004	52.50
Dunkin Donuts/Baskin Robbins - Evans Georgia - Donuts for First National Bank Breakfast Training	1/26/2005	11.96
Jrs Log House - Norcross Georgia - Meal expense with Randy Griffin Alec Dudley and Tony Finelli (E Summit Bank)	1/31/2005	29.66
	1/31/2005	73.34
Brio Atlanta - Atlanta Georgia - Meal expense with Randy Griffin, Marvin Cosgray		
El Campesino Mexico - Cornelia Georgia - Meal expense with Randy Griffin, Sheila Greene, Carol Clark (United County Bank)	2/9/2005	21.89
Krispy Kream - Athens Bogart Georgia - Donuts for Athens First Breakfast Training	2/10/2005	41.12
Ted's Montana Grill - Peachtree City Georgia - Meal expense with Randy Griffin, Sheila Crews and Jim Daughtry (Regions Bank), Jim Jones (Bank of the West)	3/7/2005	55.06
Kroger - Augusta Georgia - Master's brochures for Bankers	3/18/2005	1,396.35

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SCHEDULE OF ON NONPUBLIC FUNDS
FOR THE PERIOD JULY 1, 2004 TO JUNE 30, 2005

Augusta National Golf Course - 3 sets of golf bags to be used as door prizes @ the CDC, GBA & NADCO Conferences	4/6/2005	584.22	
Olde Mill Steakhouse- Chamblee Georgia - Meal expense with Summit Bank Staff - Randy Griffin, Cheryl Beer, Valerie Warga, Andree London, Pamela Van Fleet	4/22/2005	78.36	
Augusta National Golf Course- Augusta Georgia - Prizes for CDC Statewide Conference - Casino Night	5/25/2005	638.26	
Other expenditures of nonpublic funds		<u>214,806.55</u>	
Total expenditures of nonpublic funds			<u>218,404.10</u>
Excess of nonpublic funds revenues over expenditures of nonpublic funds, before transfers			50,299.87
Transfer			<u>(175,000.00)</u>
Excess of nonpublic funds revenues over expenditures of nonpublic funds and transfers			(124,700.13)
Beginning fund balance - nonpublic funds, beginning of year			<u>586,894.58</u>
Ending fund balance - nonpublic funds, end of year			<u><u>\$ 462,194.45</u></u>

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The accompanying notes are an integral part of this schedule.

**NOTES TO THE SCHEDULE OF NONPUBLIC FUNDS
JUNE 30, 2005**

NOTE 1 - SCHEDULE OF NONPUBLIC FUNDS

The employees and representatives of CSRA Local Development Corp. Inc. (CSRA LDC), a component unit of the Central Savannah River Area Regional Development Center, are authorized to expend nonpublic funds for the business meals and incidental expenses of bona fide industrial prospects and other persons who attend any meeting at their request to discuss the location or development of new business, industry, or tourism within the region of the Central Savannah River Area Regional Development Center, in accordance with the Official Code of Georgia annotated, Section 50-8-35. Nonpublic funds are defined by state law as the servicing fees which are received by a nonprofit corporation for administering federal or state revolving loan programs or loan packaging programs.

According to the Official Code of Georgia annotated, Section 50-8035(f)(2), a schedule is required to be included within the annual audit of each nonprofit corporation which reports the beginning balance of unexpended nonpublic funds; the date, amount, and source of all receipts of nonpublic funds; the date, place purpose and persons for whom expenditures were made for all such expenditures of nonpublic funds; and the ending balance of unexpended nonpublic funds.

NOTE 2 - BASIS OF ACCOUNTING

The Schedule of Nonpublic Funds is prepared in accordance with the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The CSRA LDC expends all "public" funds (those funds not within the definition of "nonpublic" funds) first on operating costs with any remaining deficit coming from the "nonpublic funds".

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