

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, 2006

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**INDEPENDENT AUDITORS' REPORT
ON THE SCHEDULE OF NONPUBLIC FUNDS**

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

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, 2006, which collectively comprise the RDC's basic financial statements and have issued our report thereon dated October 27, 2006. 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 *Governmental Auditing Standards*, issued by the Comptroller General of the United States. This Schedule is the responsibility of the 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 *Governmental 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, 2006, 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 balance of nonpublic funds as required by the Official Code of Georgia Annotated, Section 50-8-35 for the year ended June 30, 2006, in conformity with accounting principles generally accepted in the United States.

This report is intended solely for the information and use of the RDC Board of Directors, management, others within the organization, the Georgia Department of Audits, and the Georgia Department of Community Affairs and is not intended to be and should not be used by anyone other than these specified parties.

Banks, Finley, White & Co.
October 27, 2006

CSRA LOCAL DEVELOPMENT CORP, INC.
A COMPONENT UNIT OF THE CSRA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF ON NONPUBLIC FUNDS
FOR THE PERIOD JULY 1, 2005 TO JUNE 30, 2006

Revenues - nonpublic funds:

<u>(place, purpose, and for whom)</u>	<u>(date)</u>		
Servicing fees from Colson Services, Inc.	Various	\$	182,810.32
Processing fees and other fees:			
Hawthorn Suites-Rome	07/14/2005	\$	18,553.69
St Francis Animal Hospital	07/14/2005		8,730.00
Holiday Inn Express	08/22/2005		18,000.00
Amerihost Inn & Suit	09/30/2005		12,574.12
P.A.S Corner Inc	12/31/2005		3,507.00
Southside Christian	12/31/2005		2,880.00
Badcock Home Furniture	12/31/2005		8,998.57
Vision Studios LLC	12/31/2005		8,941.44
M & S Magical Stars	12/31/2005		4,646.25
Rhinehart'S Oyster Bar	01/31/2006		12,632.77
Go Dutch Car Wash LLC	01/31/2006		4,212.04
Sam Carnline Inc	01/31/2006		1,500.00
Division Six Sports	02/28/2006		20,356.36
Bulls Eye Marksman	02/28/2006		6,300.00
Kambiz Sohrabian	03/31/2006		7,260.00
A & S Market	03/31/2006		4,714.50
Culpepper Motor Co.	03/31/2006		12,225.00
CSW Investment Inc	03/31/2006		7,350.00
Hunter's Pet Grooming	03/31/2006		2,880.00
Natalie's Wish LLC	04/30/2006		1,740.00
Papa Bear Enterprise	05/31/2006		3,852.00
Front Line Properties	06/30/2006		3,648.75
The Wash Bucket Farm	06/30/2006		12,262.50
WWG Acquisition/Warren Co. Fees	Various		1,458.31
Reimbursements	Various		2,425.00
			191,648.30
Total revenues - nonpublic funds			374,458.62
Expenditures of nonpublic funds qualifying under O.C.G.A. 50-8-35:			
Bluepoint - Atlanta, Georgia - Meal expense with Randy Griffin, Steve D. (Fidelity Bank)	07/18/2005		33.00
Mally's on 7th - Augusta, Georgia - Meal expense with Randy Griffin, First Bank staff (17 staff members attended)	09/01/2005		294.60

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The accompanying notes are an integral part of this schedule.

CSRA LOCAL DEVELOPMENT CORP, INC.
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SCHEDULE OF ON NONPUBLIC FUNDS
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Mally's on 7th - Augusta, Georgia - Meal expense with Randy Griffin, First National Bank staff (20 staff members attended)	09/22/2005	329.18
Mally's on 7th - Augusta, Georgia - Meal expense with Randy Griffin, GB & T staff (25 staff members attended)	09/26/2005	391.16
French Market Grille - Augusta Georgia - Meal expense with Randy Griffin, Cheryl Check (Merryl Lynch)	10/21/2005	24.49
Reynolds Plantation - Greensboro, Georgia - Drink expense with Randy Griffin, Miguel Alasante (GSBC), Russell Bryan and Danny Preston (Fidelity Bank)	01/23/2006	19.32
Dunkin Donuts/Baskin Robbins - Evans Georgia - Donuts for First Bank Breakfast Training	02/06/2006	19.05
Dunkin Donuts/Baskin Robbins - Evans Georgia - Donuts for SunTrust Bank Breakfast Training	02/24/2006	19.23
Dunkin Donuts/Baskin Robbins - Evans Georgia - Donuts for GB & T Breakfast Training	04/03/2006	25.64
Augusta National Golf Course - 20 Augusta National hats to be used as door prizes @ the GBA & CBA conferences	04/09/2006	470.80
Plantation House Restaurant - Atlanta Georgia - Meal Expense with Randy Griffin, Rich Rhoden (Chair), and Tom Harley	04/18/2006	37.20
Crossroad Grille - Suwannee Georgia - Meal expense with Randy Griffin, Herb Thomson, Robert Long (Homestead Bank)	04/19/2006	39.86
The Fickle Pickle - Roswell Georgia - Meal expense with Randy Griffin, Chad Brown (Bank of North Georgia)	04/25/2006	23.75
International Uniform Inc. - Augusta Georgia - Master's watch for NADCO door prize	05/02/2006	300.00

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Championsgate Golf Resort - Championsgate Florida - Meal expense with Randy Griffin, Miguel Alasante (GSBC), Tim Maund	05/03/2006	40.79
The King & Prince Beach & Golf Resort - St Simons Georgia - Meal expense Randy Griffin	05/25/2006	32.67
The Hampton Club - St Simons Georgia - Golf game with Randy Griffin, Bob Goff (Community First)	06/26/2006	152.10
Other expenditures of nonpublic funds		<u>232,375.85</u>

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Total expenditures of nonpublic funds	<u>234,628.69</u>
Excess of nonpublic funds revenues over expenditures of nonpublic funds	\$ 139,829.93
Beginning fund balance - nonpublic funds, beginning of year	<u>462,194.45</u>
Ending fund balance - nonpublic funds, end of year	<u><u>\$ 602,024.38</u></u>

The accompanying notes are an integral part of this schedule.

**NOTES TO THE SCHEDULE OF NONPUBLIC FUNDS
JUNE 30, 2006**

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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