

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1999

NOTE 3. STATE APPROPRIATION: (CONTINUED)

The total amount of 1999 State appropriated funds authorized to be carried forward to fiscal year 2000 was \$126,039. Proviso 72.48 of the 1999-2000 Appropriations Act under which the \$126,039 was carried forward, allows for a carryforward of unspent fiscal year 1998-1999 appropriation up to a maximum 10% of the Commission's original appropriation less any reduction to the 1998-1999 fiscal year excluding amounts carried forward under separate carryforward authority.

The amount of 1998 State appropriated authorized funds brought forward to fiscal year 1999 was \$252,818 of which \$252,273 was brought forward under Proviso 72.48 of the 1999 Appropriation Act for fiscal year 1998-1999 expenditures. The proviso allowed for a carry forward of up to a maximum of 10% of its original appropriation less any reductions. \$545 was brought forward under Proviso 63A.2 of the 1998-1999 Appropriations Act for fiscal year expenditures for Total Quality Management training. This proviso allows unspent funds to be carried forward to the next fiscal year.

NOTE 4. DEPOSITS:

All deposits of the Commission are under the control of the State Treasurer who, by law, has sole authority for investing State funds.

The following schedule reconciles deposits within the footnotes to the balance sheet amounts:

<u>Balance Sheet</u>		<u>Footnotes</u>	
Cash and Cash Equivalents	\$6,489,837	Petty Cash	\$ 200
		Deposits Held by State Treasurer	<u>6,489,637</u>
Totals	<u>\$6,489,837</u>	Totals	<u>\$6,489,837</u>

Deposits Held by State Treasurer

State law requires full collateralization of all State Treasurer bank balances. The State Treasurer must correct any deficiencies in collateral within seven days.

With respect to investments in the State's internal cash management pool, all of the State Treasurer's investments are insured or registered or are investments for which the securities are held by the State or its agent in the State's name. Information pertaining to reported amounts, fair values, and credit risk of the State Treasurer's investments is disclosed in the Comprehensive Annual Financial Report of the State of South Carolina.

Cash and cash equivalents reported on the balance sheet and interest/investment income reported on the statement of revenues, expenditures and changes in fund balance include \$6 in unrealized gains as of June 30, 1999.