COMPREHENSIVE ANNUAL FINANCIAL REPORT

Town of Thunderbolt, Georgia

FOR THE FISCAL YEAR ENDED December 31, 2014

PREPARED BY
THE TOWN'S FINANCE DEPARTMENT


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

Town of Thunderbolt, Georgia

Annual Financial Report

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Town of Thunderbolt, Georgia

Annual Financial Report

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INTRODUCTORY SECTION


TOWN OF THUNDERBOLT
INCORPORATED
1856
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CHATHAM COUNTY

BETH E. GOETTE
MAYOR

CAROLINE R. NGUYEN
TOWN ADMINISTRATOR

KAY McCAFFERTY
CLERK/ZONING ADMINISTRATOR

CHARLES W. BARROW
TOWN ATTORNEY



COUNCIL MEMBERS

KIMBERLY CHAPPELL-STEVENS
MAYOR PRO-TEM

DAVID P. CRENSHAW

SHERRY ELMORE-PHILLIPS

JOHN M. HENRY

AL HENDERSON, JR.

DR. EDWARD M. DROHAN, III

May 29, 2015

Citizens of Thunderbolt
Honorable Mayor
Members of Council

The Town's office is pleased to submit the Comprehensive Annual Financial Report of the Town of Thunderbolt, Georgia for the year ended December 31, 2014. The purpose of the report is to provide the Council, Staff, the public and other interested parties with detailed information reflecting the Town's financial condition. This report also satisfies the state law to publish an annual audit within six months of the close of each fiscal year. Responsibility for both accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rest with the Town. To meet these responsibilities management has established a comprehensive framework of internal control. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

KRT, CPAs P.C. have issued an unqualified ("clean") opinion on the Town of Thunderbolt's financial statements for the year ended December 31, 2014. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The Town of Thunderbolt is a small town which owes its name to a legend of a lightning strike that created a freshwater spring on the Wilmington bluff. The Town is located in Chatham County, Georgia adjacent to the City of Savannah.

Thunderbolt was a settlement which evolved into a shipping point for local plantation needs which also serviced the river traffic. In 1856, the Town of Thunderbolt was incorporated as Warsaw and then began its history as a processing port for the fishing community. The Town now encompasses an area of approximately 1.3 square miles and has a current population of approximately 2,668.

The Town Council appoints a Town Administrator to manage the Town on a daily basis and implement the policies and programs enacted by the Council. The Town Council also appoints a Town Clerk. The Town provides a full range of municipal services, including general government, public safety (police and fire), parks and recreation, street and drainage maintenance, code enforcement, solid waste collection and disposal, and water and sewer utilities.

The criteria used by the Town of including activities in preparing its financial statements are set forth in GASB Statement No. 61. Based on these criteria, all municipal services listed above are included in the Town's financial statements. There are no entities which are considered to be component units of the Town. The Town Council adopts and reports annual budgets for its general and special revenue funds as required by state law. The legal level of control (the level at which expenditures may not exceed appropriations) is at the department level.

Local Economy

The Town's economic base remained unchanged during the 2014 fiscal year. Most of the commercial activity in the town is small retail businesses and restaurants, with the exception of a large nursing home and a small shipyard complex. Both employ about 100 people.

Long-term Financial Planning

The majority of our general fund revenue is generated from taxes. We observed a nominal increase in property values for 2014 while adopting a property tax credit for qualifying, fixed income senior residential property owners. Building permit requests grew for 2014 indicated a small recovery of the new construction market in the area which will add some value to the overall property tax base in the future.

We continue to upgrade our water meter system to a radio read system with an estimated completion of December 2015. In addition to upgrading the meter system a continuous effort is given to repairing and replacing aging infrastructure of water and sewer lines resulting in the capture of lost water and revenue over time which in turn will maintain a self-sufficient enterprise fund.

Major Initiatives

The Town has adopted a tax credit for qualifying fixed income senior resident property owners. Infrastructure upgrades and maintenance is a main focus for the Town. Currently, aging hydrants, valves, and water lines are being replaced along with maintenance being conducted on storm water culverts and lines. The Town is moving forward with an addition of a new Floridian Aquifer Groundwater Withdrawal Well System with an updated SCADA system.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2013. In order to be awarded a Certificate of Achievement, the Town published an easily readable and efficiently organized Comprehensive Annual Financial Report. This is the eighth year the Town has received this award and we are proud to have maintained this standard of excellence.

Respectfully Submitted,

Caroline R. Nguyen
Town Administrator

Town of Thunderbolt, Georgia

Principal Officials

December 31, 2014

Mayor	Beth Goette
Town Administrator	Caroline R. Nguyen
Town Clerk	Kay McCafferty
Administrative Clerk	Katina Spaulding
Finance Clerk	Molly Sims
Director of Public Safety	Robert Merriman
Director of Public Works	Ray O'Neill
Town Attorney	Charles W. Barrow

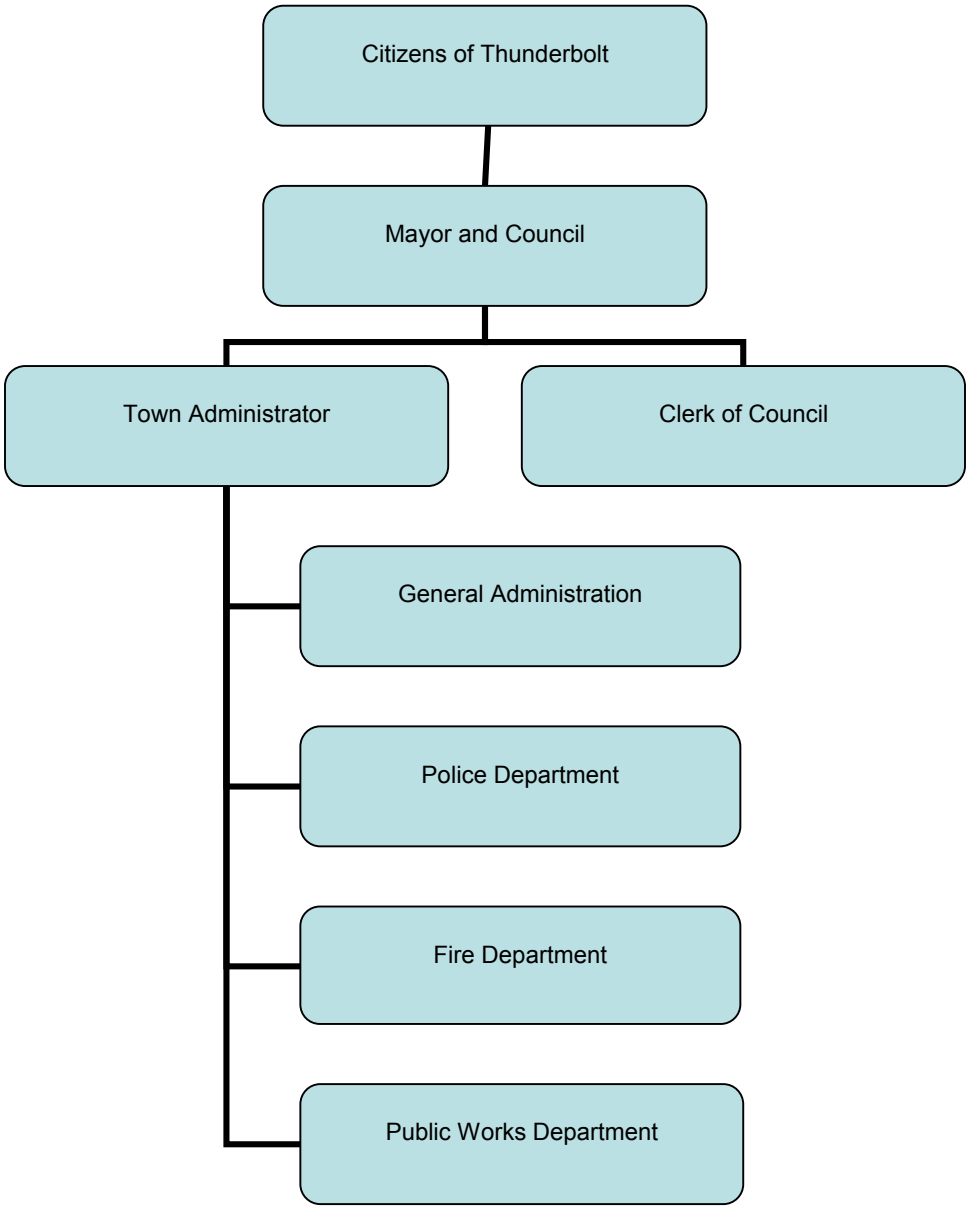
Town Council Members

Beth E. Goette	Mayor
Kimberly Chappell-Stevens	Mayor Pro-tem
John Henry	Councilman
Sherry Phillips	Councilwoman
Clair Alvin (Al) Henderson, Jr.	Councilman
Dr. Edward M. Drohan, III	Councilman
David Crenshaw	Councilman

Town of Thunderbolt, Georgia

Organizational Chart

December 31, 2014



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

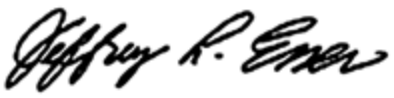
Presented to

Town of Thunderbolt

Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013



Executive Director/CEO


TOWN OF THUNDERBOLT
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GEORGIA
CHATHAM COUNTY

FINANCIAL SECTION


TOWN OF THUNDERBOLT
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CHATHAM COUNTY

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the Town Council
Town of Thunderbolt, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Thunderbolt, Georgia, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Thunderbolt, Georgia, as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the required supplementary information other than Management's Discussion and Analysis beginning on page C-1 and E-1 respectively 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 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 about 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Thunderbolt, Georgia's basic financial statements. The supplementary data as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary data as listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary data as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The information identified in the table of contents as the Introductory and Statistical Sections has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 29, 2015 on our consideration of the Town of Thunderbolt, Georgia'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* in considering Town of Thunderbolt, Georgia's internal control over financial reporting and compliance.

KRT, CPAs P.C.

KRT, CPAs P.C.

Savannah, Georgia
May 29, 2015


TOWN OF THUNDERBOLT
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Management's Discussion and Analysis

Within this section of Town of Thunderbolt, Georgia (the Town) annual financial report, the Town's management is pleased to provide this narrative discussion and analysis of the financial activities of the Town for the calendar year ending December 31, 2014. The Town's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

Financial Highlights

- The Town's assets exceeded its liabilities by $9,345,517 (net position) for the calendar year reported.
- Total net position is comprised of the following:
  - (1) Net investment in capital assets of $6,828,123 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
  - (2) Net position of $509,394 is restricted by constraints imposed from outside the Town such as debt covenants, grantors, laws, or regulations.
  - (3) Unrestricted net position of $2,008,000 represents the portion available to maintain the Town's continuing obligations to citizens and creditors.
- The Town's governmental funds reported total ending fund balance of $2,157,817 this year. This compares to the prior year ending fund balance of $1,480,060 showing an increase of $677,757 during the current year. Unassigned fund balance of $1,600,577 for calendar year 2014 shows a $318,985 increase over the prior year.
- At the end of the current calendar year, unassigned fund balance for the General Fund was $1,600,577 or 75.1% of total General Fund expenditures.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the Town's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The Town also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The Town's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Town's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all of the Town's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town as a whole is improving or deteriorating. Evaluation of the overall health of the Town would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of Town infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the Town's net position changed during the current calendar year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Town's distinct activities or functions on revenues provided by the Town's taxpayers.

Both government-wide financial statements distinguish governmental activities of the Town that are principally supported by taxes from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Primary governmental activities include general government, judiciary, public safety, public works, health and welfare, culture and recreation, and long-term debt. Business type activities include the water and sewer system and trash collection.

The government-wide financial statements are presented on pages D-1 & D-2 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Town uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Town's most significant funds rather than the Town as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of a budgetary comparison schedule in a later section of this report.

The Town has three kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the Town's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages D-4 – D-7 of this report.

Individual fund information is presented in a later section of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the Town charges customers a fee. The one Town proprietary fund is classified as an enterprise fund, which operates the Town's water, sewer and sanitation functions. This enterprise fund essentially encompasses the same functions reported as business-type activities in the government-wide statements. Services are provided to customers external to the Town organization for water and sewer services and trash collection.

The basic enterprise fund financial statements are presented on pages D-8 – D-10 of this report.

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 the Town of Thunderbolt's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page D-11 of this report.

Notes to the Basic Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page D-12 of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning the Town's budget presentation. A budgetary comparison schedule is included as "required supplementary information" for the general fund.

Financial Analysis of the Town as a Whole

The Town's reported a net position at calendar year-end of $9,345,517. The following table provides a summary of the Town's net position:

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current assets	$ 2,382,675	$ 1,676,192	$ 292,086	$ 336,322	$ 2,674,761	$ 2,012,514
Capital assets	4,814,860	5,028,557	2,098,170	2,107,383	6,913,030	7,135,940
Total assets	7,197,535	6,704,749	2,390,256	2,443,705	9,587,791	9,148,454
Current liabilities	42,864	70,930	84,253	135,963	127,117	206,893
Long-term liabilities	115,157	-	-	-	115,157	-
Total liabilities	158,021	70,930	84,253	135,963	242,274	206,893
Net position:						
Net investment in capital assets	4,729,953	5,028,557	2,098,170	2,107,383	6,828,123	7,135,940
Restricted	509,394	192,900	-	-	509,394	192,900
Unrestricted	1,800,167	1,412,362	207,833	200,359	2,008,000	1,612,721
Total net position	$ 7,039,514	$ 6,633,819	$ 2,306,003	$ 2,307,742	$ 9,345,517	$ 8,941,561

The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 55.58 to 1 and 3.46 to 1 for business type activities. These ratios are adequate for both activities and reflect a positive increase over last year.

The Town reported positive balances in net position for both governmental and business-type activities. Net position increased $405,695 for governmental activities and a nominal decrease of $1,739 for business-type activities.

Net investment in capital assets accounts for approximately 66.9% of the governmental activities' net position. The Town uses these capital assets to provide services to its citizens. Capital assets in the business-type activities also provide water and sewer services, and generates revenues for this fund.

The following table provides a summary of the Town's changes in net position:

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenue:						
Program revenue:						
Charges for services	$ 453,513	$ 351,388	$ 1,030,567	$ 1,040,441	$ 1,484,080	$ 1,391,829
Operating grants and contributions	70,433	72,870	-	-	70,433	72,870
Capital grants and contributions	613,415	601,080	56,579	-	669,994	601,080
General Revenue:						
Taxes	1,972,901	1,859,566	-	-	1,972,901	1,859,566
Other	16,953	11,380	13,360	83,904	30,313	95,284
Total revenue	3,127,215	2,896,284	1,100,506	1,124,345	4,227,721	4,020,629
Program expenses:						
General government	537,209	505,887	-	-	537,209	505,887
Judiciary	141,140	140,348	-	-	141,140	140,348
Public safety	1,285,227	1,192,030	-	-	1,285,227	1,192,030
Public works	619,542	483,154	-	-	619,542	483,154
Health and welfare	87,491	39,496	-	-	87,491	39,496
Culture and recreation	46,210	55,041	-	-	46,210	55,041
Housing and development	2,556	9,250	-	-	2,556	9,250
Interest on long-term debt	2,145	20,580	-	-	2,145	20,580
Water, sewer and garbage	-	-	1,102,245	1,214,521	1,102,245	1,214,521
Total program expenses	2,721,520	2,445,786	1,102,245	1,214,521	3,823,765	3,660,307
Excess (deficiency)	405,695	450,498	(1,739)	(90,176)	403,956	360,322
Transfers	-	(58,744)	-	58,744	-	-
Change in net position	405,695	391,754	(1,739)	(31,432)	403,956	360,322
Net position, beginning	6,633,819	6,242,065	2,307,742	2,339,174	8,941,561	8,581,239
Net position, ending	$ 7,039,514	$ 6,633,819	$ 2,306,003	$ 2,307,742	$ 9,345,517	$ 8,941,561

Governmental Activities Revenues

The Town is heavily reliant on taxes to support governmental activities. Taxes provided 63.1% of the Town's total governmental activities revenue. Local option sales taxes account for $802,433 or 40.7% of tax revenues. Real and personal property taxes, $732,799 and utility franchise fees, $225,952, account for 48.6% of tax revenue. The general economy and Town businesses have a major impact on the Town's revenue streams.

Special purpose local option sales tax proceeds of $591,695 accounts for substantially all of the capital grants and contributions. Overall charges for services were up 6.6% over the previous year. The majority of the increase is attributed to the increase in revenue from municipal court fines and related court fees. In addition, beginning in 2014, cell phone antenna rental fees which were reported as miscellaneous revenue in business-type activities in prior years are reported in governmental activities' charges for services.

Governmental Activities Program Expenses

The general government, public safety, and public works functions make up 90.0% of the total governmental activities expenses.

This table presents the cost of each of the Town's functions, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the Town's taxpayers by each of these functions.

	Governmental Activities			
	Total Cost of Services		Net Cost of Services	
	2014	2013	2014	2013
General government	$ 537,209	$ 505,887	$ 190,988	$ 209,076
Judiciary	141,140	140,348	18,401	61,487
Public safety	1,285,227	1,192,030	705,168	664,489
Public works	619,542	483,154	534,753	364,671
Health and welfare	87,491	39,496	84,088	35,854
Culture and recreation	46,210	55,041	46,060	55,041
Housing and developments	2,556	9,250	2,556	9,250
Interest on long-term debt	2,145	20,580	2,145	20,580
Total program expenses	$ 2,721,520	$ 2,445,786	$ 1,584,159	$ 1,420,448

Increase costs in public safety, public works and health and welfare account for the majority of the increase in expenses of governmental activities compared to the prior year. An increase in public safety personnel accounted for approximately $66,300 (71.1%) of the $93,200 increase reported in public safety. Water meter replacement costs of approximately $119,000 funded by governmental activities accounted for most of the $136,400 increase in public works. Additional funding of the senior citizens meal program of approximately $44,800 accounted for almost all of the $47,995 increase in health and welfare.

Business-Type Activities

Revenues vs. Costs

The business-type activities of the Town are water and sewer services and garbage collection. Total charges for services decreased $9,874 or roughly 1.0% compared to the prior year. This decrease is smaller than the previous year's decrease. Miscellaneous revenue for business-type activities decreased approximately $70,500 (84.1%) mostly as a result of reporting cell phone antenna rental revenue in general government charges for services beginning in 2014. Although total revenue decreased $80,418 management was able to reduce operating expenses by approximately $112,300 as compared to 2013. The reduction of about $89,000 in noncapital costs associated with the Town's meter replacement project accounted for 79.4% of the total reduction in expenses.

Financial Analysis of the Town's Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of $2,157,817. Approximately 74.2% of this amount, $1,600,577 is unassigned and is available for spending at the Town's discretion. The remainder of the fund balance is 1) non-spendable ($47,846) because it represents prepaid expenses and 2) restricted for capital projects ($506,446) or to fund public safety programs ($2,948).

Major Governmental Funds

The general fund is the Town's primary operating fund and the largest source of day-to-day service delivery. At the end of the year, unassigned fund balance of the general fund was $1,600,577, while total fund balance was $1,648,423. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 75.1% of total general fund expenditures, while total fund balance represents 77.4% of that same amount.

The general fund's fund balance increased by $361,263 which is comparable to the prior year increase of $331,727. Key factors attributing to the current year increase are:

- Increase in local option sales tax (LOST) revenue of $58,900 (7.3%)
- Increase in title ad valorem tax (TAVT) revenue of $16,971 (21.3%)
- Increase in fines and related court fees of $70,900 (24.5%)
- Cell phone antenna rental fees reported in the general fund increased miscellaneous revenue by approximately $64,800. These fees had been reported in the water, sewer and garbage in prior years.

The General Fund's ending unassigned fund balance experienced an increase of $318,985 over the prior year from $1,281,592 to $1,600,577. We carry this balance primarily for cash flow purposes and to cover any unforeseen emergencies.

The Special Purpose Local Option Sales Tax (SPLOST) Fund's fund balance increased $315,033 during the year. The SPLOST Fund reported revenues of $613,415 which include $591,695 of shared special local option sales tax (SPLOST) revenue from Chatham County and $21,449 in local maintenance improvement grants from the Georgia Department of Transportation. Revenues reported in the SPLOST fund are available for approved capital projects and related debt service.

The Proprietary Fund

The enterprise fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. Therefore, our financial analysis is presented above.

Budgetary Highlights

The general fund revenue exceeded the final budget by just over $300,000. A higher than budgeted franchise utility fee and TVAT collection in addition to an increase in fines and fees accounts for the majority of the additional revenue.

General Fund budget expenditures were also closely monitored. An unexpected increase in costs, at year end, associated with the senior citizens meals program created the need to adjust overall departments.

Capital Assets and Debt Administration

Capital Assets

The Town's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of December 31, 2014, was $4,814,860 and $2,098,170 respectively. The total decrease in this net investment was 5.9% for governmental activities. The business-type activities reported a slight decrease of 0.4%. The overall decrease was 4.3% for the Town as a whole. See Note 2-C for additional information about changes in capital assets during the calendar year and outstanding at the end of the year. The following table provides a summary of capital asset activity.

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Non-depreciable assets:						
Land	$ 290,800	$ 290,800	$ -	$ -	$ 290,800	$ 290,800
Total non-depreciable assets	290,800	290,800	-	-	290,800	290,800
Depreciable assets:						
Buildings and improvements	5,569,013	5,519,804	4,446,588	4,390,672	10,015,601	9,910,476
Machinery, equipment and vehicles	1,386,725	1,265,352	168,462	111,883	1,555,187	1,377,235
Infrastructure	1,211,307	1,211,307	-	-	1,211,307	1,211,307
Total depreciable assets	8,167,045	7,996,463	4,615,050	4,502,555	12,782,095	12,499,018
Less accumulated depreciation	3,642,985	3,258,706	2,516,880	2,395,172	6,159,865	5,653,878
Book value - depreciable assets	4,524,060	4,737,757	2,098,170	2,107,383	6,622,230	6,845,140
Precentage depreciated	44.6%	40.8%	54.5%	53.2%	48.2%	45.2%
Book value - all assets	$ 4,814,860	$ 5,028,557	$ 2,098,170	$ 2,107,383	$ 6,913,030	$ 7,135,940

At December 31, 2014, the depreciable capital assets for governmental activities were 44.6% depreciated. This compares to 40.8% for December 31, 2013. This comparison indicates that the Town is replacing its assets at approximately the same rate as they are depreciating which is a positive indicator.

With the Town's business type activities, 54.5% of the asset values were depreciated at December 31, 2014 compared to 53.2% at December 31, 2013.

Long-term Debt

Governmental Activities:

At the end of the year the town had an outstanding long-term liability balance of $84,907 representing capital leases.

Business-type Activities:

Business-type activities had no outstanding long-term liability as of December 31, 2014.

See Note 2-F for additional information about the Town's long-term debt.

Economic Conditions Affecting the Town

The Town is a small community to the east of the City of Savannah in Chatham County, which is situated along with Intercoastal Waterway – Wilmington River. Our community's population is 2,668. Our community make up is 52% Caucasian, 34% African American, 4% Asian, 9% Hispanic and 1% other. A significant portion of our community is retired and on a fixed income, the median family income in this community is $42,625 with a median home value of $159,200.

Noting the significant portion of the population being of retirement age and on a fixed income, it provides a challenge to continue to provide services to this community with the constantly rising cost of providing services. We have approximately 1,100 homes and of that, nearly 460 receive some type of property tax exemption. The Town's operating budget is a little over $2.3 million.

Contacting the Town's Financial Management

The financial report is designed to provide a general overview of the Town's finances, comply with finance-related laws and regulations, and demonstrate the Town's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Town's Administrator at 2821 River Drive, Thunderbolt, GA 31404.

GOVERNMENT-WIDE FINANCIAL STATEMENTS


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

Town of Thunderbolt, Georgia

Statement of Net Position

December 31, 2014

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 1,969,279	$ 196,739	$ 2,166,018
Receivables	365,550	20,033	385,583
Prepaid	47,846	9,079	56,925
Restricted assets			
Cash and cash equivalents	-	66,235	66,235
Capital assets			
Land and construction in progress	290,800	-	290,800
Other capital assets, net of depreciation	4,524,060	2,098,170	6,622,230
Total assets	7,197,535	2,390,256	9,587,791
LIABILITIES			
Accounts payable	20,751	18,018	38,769
Deposits payable	-	66,235	66,235
Unearned revenue	22,113	-	22,113
Long-term liabilities			
Due within one year			
Capital leases payable	33,710	-	33,710
Compensated absences	30,250	-	30,250
Due in more than one year			
Capital leases payable	51,197	-	51,197
Total liabilities	158,021	84,253	242,274
NET POSITION			
Net investment in capital assets	4,729,953	2,098,170	6,828,123
Restricted for			
Capital projects	506,446	-	506,446
Other purposes	2,948	-	2,948
Unrestricted	1,800,167	207,833	2,008,000
Total net position	$ 7,039,514	$ 2,306,003	$ 9,345,517

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

Town of Thunderbolt, Georgia

Statement of Activities

For the Year Ended December 31, 2014

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities:				
General government	$ 537,209	$ 157,383	$ -	$ 188,838
Judicial	141,140	122,739	-	-
Public safety	1,285,227	169,838	70,433	339,788
Public works	619,542	-	-	84,789
Health and welfare	87,491	3,403	-	-
Culture and recreation	46,210	150	-	-
Housing and development	2,556	-	-	-
Interest on long-term debt	2,145	-	-	-
Total governmental activities	2,721,520	453,513	70,433	613,415
Business-type activities:				
Water and sewer	863,463	796,726	-	56,579
Garbage	238,782	233,841	-	-
Total business-type activities	1,102,245	1,030,567	-	56,579
Total	$ 3,823,765	$ 1,484,080	$ 70,433	$ 669,994

General revenues:	
Taxes:	
Property taxes	
Sales and use taxes	
Selective sales and use taxes	
Business and occupation taxes	
Unrestricted investment earnings	
Miscellaneous	
Gain on disposal of capital assets	
Total general revenues and transfers	
Change in net position	
Net position - beginning	
Net position - ending	

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
$ (190,988)	$ -	$ (190,988)
(18,401)	-	(18,401)
(705,168)	-	(705,168)
(534,753)	-	(534,753)
(84,088)	-	(84,088)
(46,060)	-	(46,060)
(2,556)	-	(2,556)
(2,145)	-	(2,145)
(1,584,159)	-	(1,584,159)
-	(10,158)	(10,158)
-	(4,941)	(4,941)
-	(15,099)	(15,099)
(1,584,159)	(15,099)	(1,599,258)
958,751	-	958,751
802,433	-	802,433
75,586	-	75,586
136,131	-	136,131
1,304	311	1,615
9,548	13,049	22,597
6,101	-	6,101
1,989,854	13,360	2,003,214
405,695	(1,739)	403,956
6,633,819	2,307,742	8,941,561
$ 7,039,514	$ 2,306,003	$ 9,345,517


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

FUND FINANCIAL STATEMENTS


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

Town of Thunderbolt, Georgia

Governmental Funds

Balance Sheet

December 31, 2014

	General	Special Purpose Local Option Sales Tax Fund	Other Governmental Fund - Asset Forfeiture	Total Governmental Funds
ASSETS				
Cash and cash equivalents	$ 1,590,647	$ 375,684	$ 2,948	$ 1,969,279
Receivables	256,237	109,313	-	365,550
Due from other funds	-	43,562	-	43,562
Prepaid items	47,846	-	-	47,846
Total assets	$ 1,894,730	$ 528,559	$ 2,948	$ 2,426,237
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	$ 20,751	$ -	$ -	$ 20,751
Due to other funds	43,562	-	-	43,562
Unearned revenue	-	22,113	-	22,113
Total liabilities	64,313	22,113	-	86,426
Deferred Inflows of Resources				
Unavailable revenue - taxes	107,732	-	-	107,732
Unavailable revenue - franchise fees	47,627	-	-	47,627
Unavailable revenue - business licenses	26,635	-	-	26,635
Total deferred inflows of resources	181,994	-	-	181,994
Combined liabilities and deferred inflows of resources	246,307	22,113	-	268,420
Fund Balances				
Nonspendable	47,846	-	-	47,846
Restricted:				
Capital projects	-	506,446	-	506,446
Public Safety	-	-	2,948	2,948
Unassigned	1,600,577	-	-	1,600,577
Total fund balances	1,648,423	506,446	2,948	2,157,817
Total liabilities, deferred inflows of resources and fund balances	$ 1,894,730	$ 528,559	$ 2,948	$ 2,426,237

Town of Thunderbolt, Georgia

Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities

December 31, 2014

Total Governmental Fund Balances		$ 2,157,817
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds. However, in the statement of net position the cost of these assets are capitalized and expensed over their estimated lives through annual depreciation expense.		
Cost of capital assets	$ 8,457,845	
Less: accumulated depreciation	(3,642,985)	4,814,860
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds balance sheet.		
Property taxes	107,732	
Franchise taxes	47,627	
Occupational licenses	26,635	181,994
Long-term and related liabilities are not due and payable in the current period and therefore are not reported in the governmental funds balance sheet.		
Capital leases payable		(84,907)
Compensated absences		(30,250)
Net Position of Governmental Activities		$ 7,039,514

Town of Thunderbolt, Georgia

Governmental Funds

Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Year Ended December 31, 2014

	General	Special Purpose Local Option Sales Tax Fund	Other Governmental Fund - Asset Forfeiture	Total Governmental Funds
REVENUES				
Taxes	$ 1,920,173	$ -	$ -	$ 1,920,173
Licenses and permits	93,010	-	-	93,010
Intergovernmental	68,874	613,144	1,459	683,477
Charges for services	3,823	-	-	3,823
Fines and forfeitures	289,519	-	-	289,519
Investment earnings	1,302	271	2	1,575
Miscellaneous	96,416	-	-	96,416
Total revenues	2,473,117	613,415	1,461	3,087,993
EXPENDITURES				
Current				
General government	538,368	-	-	538,368
Judicial	142,440	-	-	142,440
Public safety	1,027,526	-	-	1,027,526
Public works	299,792	-	-	299,792
Health and welfare	78,128	-	-	78,128
Culture and recreation	39,042	-	-	39,042
Housing and development	2,556	-	-	2,556
Capital Outlay	-	371,247	-	371,247
Debt Service				
Principal	2,397	32,436	-	34,833
Interest	612	1,533	-	2,145
Total expenditures	2,130,861	405,216	-	2,536,077
Excess (deficiency) of revenues over (under) expenditures	342,256	208,199	1,461	551,916
OTHER FINANCING SOURCES (USES)				
Captial lease proceeds	12,906	106,834	-	119,740
Sale of general capital assets	6,101	-	-	6,101
Total other financing sources (uses)	19,007	106,834	-	125,841
Net changes in fund balances	361,263	315,033	1,461	677,757
Fund balances at beginning of year	1,287,160	191,413	1,487	1,480,060
Fund balances at end of year	$ 1,648,423	$ 506,446	$ 2,948	$ 2,157,817

Town of Thunderbolt, Georgia

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

For the Year Ended December 31, 2014

Net change in Fund Balances - Total Governmental Funds		$ 677,757
Amounts reported for governmental activities in the statement of activities are different because:		
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 as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays	$ 170,582	
Depreciation expense	(384,279)	(213,697)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes, franchise fees and business licenses:		
Deferred at December 31, 2014	181,994	
Deferred at December 31, 2013	(148,873)	33,121
Governmental funds report debt proceeds as an other financing source. Hoewever, in the statement of activities, debt proceeds are recognized as a long-term liability.		
Capital leases		(119,740)
Repayment of debt principal is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position.		
Capital leases		34,833
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.		
Compensated absences at December 31, 2014	30,250	
Compensated absences at December 31, 2013	23,671	(6,579)
Change in Net Position of Governmental Activities		$ 405,695

Town of Thunderbolt, Georgia

Proprietary Fund

Statement of Net Position

December 31, 2014

ASSETS	
Current assets	
Cash and cash equivalents	$ 196,739
Receivables (net of allowance)	20,033
Prepaid items	9,079
Restricted cash and cash equivalents	66,235
Total current assets	292,086
Noncurrent assets	
Depreciable capital assets, net of depreciation	2,098,170
Total assets	2,390,256
LIABILITIES	
Accounts payable	18,018
Payable from restricted assets:	
Customer deposits payable	66,235
Total current liabilities	84,253
NET POSITION	
Investment in capital assets	2,098,170
Unrestricted	207,833
Total net position	$ 2,306,003

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

Town of Thunderbolt, Georgia

Proprietary Fund

Statement of Revenues, Expenses, and Changes in Fund Net Position

For the Year Ended December 31, 2014

OPERATING REVENUES	
Charges for services	$ 1,030,567
Other income	13,049
Total operating revenues	1,043,616
OPERATING EXPENSES	
Purchased and contractual services	872,336
Materials and supplies	108,201
Depreciation	121,708
Total operating expenses	1,102,245
Operating income (loss)	(58,629)
NONOPERATING REVENUES (EXPENSES)	
Investment earnings	311
Total nonoperating revenues (expenses)	311
Income before capital contributions	(58,318)
Capital contributions	56,579
Change in net position	(1,739)
Net position, beginning of year	2,307,742
Net position, end of year	$ 2,306,003

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

Town of Thunderbolt, Georgia

Proprietary Fund

Statement of Cash Flows

For the Year Ended December 31, 2014

CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from customers	$ 1,056,801
Cash payments to suppliers for goods and services	(1,040,788)
Net cash provided (used) by operating activities	16,013
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Acquisitions and construction of capital assets	(55,916)
Net cash (used) by capital and related financing activities	(55,916)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest earned on cash and investments	311
Net cash provided (used) by investing activities	311
Net increase (decrease) in cash and cash equivalents	(39,592)
Cash and cash equivalents, beginning of year	302,566
Cash and cash equivalents, end of year	$ 262,974
Operating income (loss)	$ (58,629)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	121,708
Change in assets and liabilities:	
Decrease (increase) in accounts receivables	12,944
Decrease (increase) in prepaid items	(8,300)
(Decrease) Increase in accounts payable	(51,951)
(Decrease) increase in customer deposits	1,825
(Decrease) increase in deferred inflow of resources	(1,584)
Total adjustments	74,642
Net cash provided (used) by operating activities	$ 16,013
Noncash capital and related financing activities:	
Contributions of capital assets from government	56,579

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

Town of Thunderbolt, Georgia

Fiduciary Fund

Statement of Fiduciary Assets and Liabilities

December 31, 2014

	Municpal Court Fund
ASSETS	
Cash and cash equivalents	$ 17,201
Total assets	$ 17,201
LIABILITIES	
Due to others	$ 17,201
Total liabilities	$ 17,201

Note 1 Summary of Significant Accounting Policies

A. Financial Reporting Entity
B. Government-wide and Fund Financial Statements
C. Measurement Focus, Basis of Accounting and Basis of Presentation
D. Assets, Liabilities, and Net Position or Equity

Note 2 Detail Notes on Funds and Activities

A. Cash and Investments
B. Accounts Receivable
C. Capital Assets
D. Interfund Transactions and Balances
E. Capital Leases
F. Long-term Debt

Note 3 Other Information

A. Employee Pension Plan
B. Risk Management
C. Commitments and Contingencies


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

Note 1 – Summary of Significant Accounting Policies

The Town complies with generally accepted accounting principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. 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 Government Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Town has elected not to follow subsequent private-sector guidance. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

Generally accepted accounting principles define the reporting entity and provide parameters to use in determining which potential component units should be included in a primary government's financial statements. Inclusion is based on financial accountability or the fact that exclusion would make the financial statements misleading or incomplete. The financial reporting entity consists of (a) primary government, (b) organizations for which the primary government is financially accountable and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The nucleus of a financial reporting entity usually is a primary government; however, a governmental organization other than a primary government (such as a component unit, a joint venture, a jointly governed organization, or another stand-alone government) serves as the nucleus for its own reporting entity when it issues separate financial statements.

Blended Component Units

Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the Town Council or the component unit provides services entirely to the Town. These component units' funds are blended into those of the Town's by appropriate activity type to compose the primary government presentation. Currently, the Town has no blended component units.

Discretely Presented Component Units

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending. Currently, the Town has no discretely presented component units.

Membership in Regional Commission

Under Georgia law, the Town is a member of the Coastal Regional Commission and is required to pay annual dues thereto. During its year ended December 31, 2014, the Town paid $3,335 in such dues. Membership in a CRC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the CRC in Georgia. The CRC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a CRC. Management believes that the CRC is currently accumulating sufficient financial resources to meet its financial obligations. Separate financial statements may be obtained from:

Coastal Georgia Regional Commission
P.O. Box 1917
Brunswick, Georgia 31521

Note 1 – Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. *Government activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are 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 and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within thirty days after year-end. Expenditures generally are recognized when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as, expenditures related to compensated absences and claims and judgments, are recorded when they are due.

Property taxes, sales tax, franchise fees, grants from other governments, and interest on investments are susceptible to accrual. Revenues from fines, forfeits and penalties become measurable and available when cash is received by the Town and are recognized as revenue at that time.

The Town reports the following major governmental funds:

- The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the government, except those required to be accounted for in another fund.
- The *Special Purpose Local Option Sales Tax Fund* is used to account for resources restricted for the acquisition or construction of specific capital projects or items. The reporting entity includes only one capital project fund and it is used to account for the acquisition of capital assets with the 1% special purpose local option sales tax (SPLOST) proceeds.

Note 1 – Summary of Significant Accounting Policies (continued)

The Town reports the following major enterprise fund:

- The *Water, Sewer and Garbage Fund* accounts for water, sewer and garbage services provided to the residents of the Town. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service.

Additionally, the Town reports the following fund types:

Governmental Funds

- The *Special Revenue Fund*, a fund type used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The *Police Department Asset Forfeiture Fund* accounts for all activities associated with the Town's participation in the U.S. Department of Justice Equitable Sharing Program.

Fiduciary Funds

- The *Municipal Court Fund,* a fund type to account for assets held in a trustee or agency capacity for others and therefore are not available to support Town programs. The Town has one agency fund that accounts for the receipts and disbursements of funds by the Town's municipal court activities.

As a general rule, the effect of interfund activity has been removed from the government-wide financial statements. Exceptions to this general rule are charges for sales and purchases of goods and services between the Town's water and sewer function and various other functions of the Town. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expense from nonoperating items. Operating revenues and expense generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water, Sewer and Garbage Fund are charges to customers for services provided. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Assets, Liabilities and Net Position or Equity

Deposits and Investments

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the Town to invest in obligations of or obligations guaranteed by the U.S. Government and agencies or corporations of the U.S. Government; obligations of any state; obligations of any political subdivision of any state; certificates of deposit or time deposits of any national state bank or savings and loan which have deposits insured by the FDIC or FSLIC; prime bankers acceptances; repurchase agreements; and the Local Government Investment Pool of the State of Georgia (Georgia Fund 1). Investments are reported at fair value.

Note 1 – Summary of Significant Accounting Policies (continued)

Receivables

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property taxes, grants and other similar intergovernmental revenues since they are usually both measurable and available. Nonexchange revenues collectible but not available are deferred in the fund financial statements. Accounts receivable comprise the majority of proprietary fund receivables. Trade receivables are shown net of an allowance for uncollectibles.

Property taxes are levied as of January 1 on property values assessed on the same date. A millage rate of 6.288 mills was adopted on August 13, 2014. Tax bills were rendered on September 15, 2014 and are considered past due 60 days after the respective tax billing date at which time the applicable property is subject to lien and penalties and interest are assessed.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

General capital assets are capital assets, which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds.

General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary fund are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund.

General infrastructure assets acquired prior to July 1, 2003 are not reported in the basic financial statements. General infrastructure assets include all roads and bridges and other infrastructure assets acquired subsequent to July 1, 2003. All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are reported at their fair market value as of the date received. The Town maintains a capitalization threshold of one thousand dollars ($1,000). The Town is only required to report major general infrastructure assets prospectively. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

All capital assets are depreciated, except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Building and improvements	5 - 50 years	
Machinery and equipment	3 - 20 years	3 - 20 years
Vehicles	4 - 15 years	4 - 15 years
Public domain infrastructure	20 years	
Water and sewer system		50 years

Note 1 – Summary of Significant Accounting Policies (continued)

Compensated Absences

It is the Town's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay (when material) is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-term Obligations

In the government-wide financial statements and proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, or business-type activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. The Town did not have any premiums, discounts or issuance costs related to any outstanding bonds.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Equity Classifications

Equity is classified as net position and displayed in three components in the government-wide financial statements.

- *Net investment in capital assets* consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- *Restricted net position* consist of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- *Unrestricted net position* consists of all other net position that do not meet the definition of "restricted" or "net investment in capital assets".

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

- *Restricted fund balance* reflects constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Note 1 – Summary of Significant Accounting Policies (continued)

- *Committed fund balance* can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the town council – the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the city council removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
- *Assigned fund balance* reflects the amounts constrained by the town's "intent" to be used for specific purposes, but are neither restricted nor committed. The town's fund balance policy provides town council and town manager the authority to assign amount to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the general fund, that are not classified as nonspendable and are neither restricted nor committed.
- *Unassigned fund balance* is the residual classification for the general fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the town's policy to use externally restricted resources first, then unrestricted resources – committed, assigned, and unassigned – in order as needed.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that may affect the amounts reported in the financial statements and the related notes. Accordingly, actual results could differ from these estimates.

Note 2 – Stewardship, Compliance, and Accountability

For the year ended December 31, 2014, expenditures exceeded appropriations in the following general fund departments (legal level of budgetary control):

Mayor and Council	$ 474	Streets and highways	$ 1,098
General and administrative	9,484	Museum	3,319
Government buildings	1,782	Debt service - principal	2,397
Muncipal court	3,168	Debt service - interest	612

These over expenditures were funded by additional revenues.

(This area purposely left blank)

Note 2 – Detailed Notes on Funds and Activities

A. Cash and Investments

Deposits

At year-end the carrying amount of the Town's deposits was $2,249,044 and the bank balance was $2,360,453. As of December 31, 2014 the entire bank balance was insured and collateralized with securities held by the pledging financial institution's agent in the Town's name.

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to the Town. The Official Code of Georgia Annotated (OCGA) Section 45-8-12 provides that there shall not be on deposit at any time in any depository for a time longer than ten days a sum of money which has not been secured by a surety bond, by guarantee of insurance, or by collateral. The aggregate of the face value of such surety bond and the market value of securities pledged shall be equal to not less than 110% of the public funds being secured after the deduction of the amount of depository insurance. The Town has no custodial credit risk policy that would require additional collateral requirements.

Reconciliation of financial statements to notes:

Basic financial statements:	
Cash and cash equivalents.....	$ 2,166,018
Restricted cash	66,235
Agency fund.....	17,201
Total.....	$ 2,249,454
Notes to financial statements:	
Deposits.....	$ 2,249,044
Cash on hand.....	410
Total.....	$ 2,249,454

B. Accounts Receivable

Receivables as of year-end for the government's individual major funds and non-major funds in the aggregate including the applicable allowance for uncollectible accounts are as follows:

Receivable	General Fund	SPLOST Fund	Water, Sewer and Garbage Fund	Total
Taxes.....	$ 253,457	$ -	$ -	$ 253,457
Accounts.....	-	-	22,411	22,411
Intergovernmental.....	4,471	109,313	-	113,784
Gross receivables	257,928	109,313	22,411	389,652
Less:				
Allowance for uncollectibles.....	(1,691)	-	(2,378)	(4,069)
Net receivables.....	$ 256,237	$ 109,313	$ 20,033	$ 385,583

All accounts receivable are expected to be collected within the subsequent fiscal year.

Note 2 – Detailed Notes on Funds and Activities (continued)

C. Capital Assets

Changes in capital asset of governmental activities for the year ended December 31, 2014 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Non-Depreciable Assets:				
Land	$ 290,800	$ -	$ -	$ 290,800
Depreciable Assets:				
Buildings and improvements	5,519,804	49,209	-	5,569,013
Machinery, equipment and vehicles	1,265,352	121,373	-	1,386,725
Infrastructure	1,211,307	-	-	1,211,307
Sub-total assets	8,287,263	170,582	-	8,457,845
Accumulated Depreciation				
Buildings and improvements	(1,645,411)	(195,680)	-	(1,841,091)
Machinery, equipment and vehicles	(1,016,517)	(128,034)	-	(1,144,551)
Infrastructure	(596,778)	(60,565)	-	(657,343)
Sub-total accumulated depreciation	(3,258,706)	(384,279)	-	(3,642,985)
Total Governmental Activities	$ 5,028,557	$ (213,697)	$ -	$ 4,814,860

Depreciation expense was charged to governmental activities as follows:

General government	$ 35,091
Public safety	104,007
Public works	205,564
Health and welfare	9,364
Culture and recreation	30,253
Total depreciation expense	$ 384,279

Changes in capital asset of business-type activities for the year ended December 31, 2014 was as follows:

	Ending Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Depreciable Assets:				
Buildings and improvements	$ 4,390,672	$ 55,916	$ -	$ 4,446,588
Machinery, equipment and vehicles	111,883	56,579	-	168,462
Sub-total assets	4,502,555	112,495	-	4,615,050
Accumulated Depreciation				
Buildings and improvements	(2,316,511)	(108,523)	-	(2,425,034)
Machinery, equipment and vehicles	(78,661)	(13,185)	-	(91,846)
Sub-total accumulated depreciation	(2,395,172)	(121,708)	-	(2,516,880)
Total Business-Type Activities	$ 2,107,383	$ (9,213)	$ -	$ 2,098,170

Note 2 – Detailed Notes on Funds and Activities (continued)

D. Interfund Transactions and Balances

Interfund receivable and payable balances at December 31, 2014, are as follows:

Receivable Fund	Payable Fund	Amount	Purpose
SPLOST Fund	General Fund	$ 43,562	Grant funding (LMIG) transferred to the SPLOST fund

These balances represent loans between the borrower fund and the lender fund. These balances resulted from the time lag between the dates that 1) interfund goods or services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. Interfund receivables and payables are reported in the fund financial statements; however, they are eliminated in the government-wide financial statements if the interfund loan is between governmental funds.

Interfund transfers are used to 1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, 2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and 3) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers are eliminated in the government-wide financial statements if the interfund transfer is within the governmental fund group. The town did not have any interfund transfers during the year ended December 31, 2014.

E. Capital Leases

The town has entered into lease agreements as lessee for financing the acquisition of equipment and vehicles valued at $101,766. This year, $17,974 was included in depreciation expense. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

	Governmental Activities
Machinery and Equipment.....	$ 119,740
Less: Accumulated depreciation.....	(17,974)
Total.....	$ 101,766

The following is a schedule of the minimum lease payments under the capital leases, and the present value of the net minimum lease payments at December, 31 2014.

Year Ending December 31,	Governmental Activities Principal	Interest	Total
2015	$ 33,710	$ 4,484	$ 38,194
2016	35,525	2,669	38,194
2017	14,951	793	15,744
2018	721	11	732
Totals.....	$ 84,907	$ 7,957	$ 92,864

Note 2 – Detailed Notes on Funds and Activities (continued)

F. Long-term Debt

Changes in Long-Term Liabilities

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Capital leases.....	-	119,740	34,833	84,907	33,710
Compensated absences.....	23,671	53,489	46,910	30,250	30,250
Total Governmental Activities	$ 23,671	$ 173,229	$ 81,743	$ 115,157	$ 63,960

For governmental activities, compensated absences are liquidated by the general fund.

Note 3 – Other Information

A. Employee Pension Plan

Plan Description – The Town of Thunderbolt Retirement Plan (the Plan) is an agent multiple employer defined benefit plan covering all full time employees. The Plan is affiliated with the Georgia Municipal Employees Benefit System (GMEBS), a statewide, agent multiple-employer type plan adminstered by the Georgia Municipal Association. The Georgia Municipal Association handles all administrative and investment functions relative to the Plan. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. That report may be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, SW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

Summary of Plan, Eligibility, and Benefits – essentially all regular employees of the Town are eligible to participate after one year of service. Generally, a member's retirement pension benefits vest after 5 years of service. Members are eligible for normal retirement benefits at age 65 with 5 years of service. For normal retirement, benefit payments are based on the member's last 5-year average annual salary (average final compensation) times 1.25% prior to March 1, 2001 and 1.50% on or after March 1, 2001, multiplied by the length of service (years and months).

All active participants of the plan are eligible for disability benefits from their first day of plan participation. Disability benefit payments are calculated in the same manner as retirement benefits, except that disability benefits are not less than 20% of the monthly average earnings of the last 12 months.

Benefits described above are in summary form and, accordingly, not all conditions, limitations, and restrictions are mentioned. These benefit provisions and all other requirements are established and amended by Town Council.

Note 3 – Other Information (continued)

As of July 1, 2014, the date of the latest actuarial valuation, the number of participants was as follows:

Retired participants and beneficiaries.....	24
Terminated vested participants.....	20
Active vested participants.....	24
Total participants.....	68

Contributions and Funding Policy – The Plan is subject to minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). The Board of Trustees of GMEBS has adopted an actuarial funding policy for determination of annual contributions and the systematic funding of liabilities arising under the Plan. Participants are not required to contribute to the plan. The Town's is required to contribute at an actuarially determined rate. For 2014, the actuarially determined rate was 11.35% of covered payroll.

Annual Pension Cost – For 2014, the Town's annual pension cost of $89,017 for the Plan was equal to the Town's required and actual contributions.

The required contribution was determined as part of the July 1, 2013 actuarial valuation using the following methods and assumptions:

Valuation Date	7/1/2014
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Closed level dollar for remaining unfunded liability
Remaining Amortization Method	Remaining amortization period varies for the bases, with a net effective amortization period of 22 years.
Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at the end of the year. The actuarial value is adjusted, if necessary, to be within 20% of the market value.
Actuarial Assumptions:	
Net Investment Rate of Return	7.75%
Projected Salary Increases	3.50% pluse age and service based merit increases
Social Security Wage Base Increase	3.50%
Inflation	3.50%
Cost of Living Adjustments	0.00%

Trend information – Provides an indication of the progress made in accumulating sufficient assets to pay benefits when due, is presented below.

Schedule of Employer Contributions

Fiscal Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed
12/31/2011	$ 60,355	100 %
12/31/2012	63,472	100
12/31/2013	83,967	100
12/31/2014	89,017	100

Fund Status and Funding Progress – As of July 1, 2014, the most recent actuarial valuation date, the actuarial value of assets was $1,258,748; the actuarial accrued liability for benefits was $1,474,142; the unfunded actuarial liability was $215,394; the plan was 85.39% funded; the covered payroll (annual payroll of active employees covered by the plan) was $690,168; and the ratio of the UAAL to the covered payroll was 31.21%.

Note 3 – Other Information (continued)

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

B. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; and workers compensation for which the Town carries the following insurance coverages. There were no significant reductions of insurance coverage compared to the prior year. Settled claims have not exceeded coverage in any of the past three fiscal years.

Risk Pools

The Town joined the Georgia Interlocal Risk Management Agency (GIRMA). Insurance coverage and deductible options for property, casualty and crime under the policy are selected by Town's management based on the anticipated needs. The Town is required to pay all premiums, applicable deductibles and assessments billed by GIRMA, as well as following loss reduction and prevention procedures established by GIRMA. GIRMA's responsibility includes paying claims, and representing the Town in defense and settlement of claims. GIRMA's basis for estimating the liabilities for unpaid claims is "IBNR" established by an actuary. The Town has not compiled a record of the claims paid up to the applicable deductible for the prior year or the current fiscal year. The Town is unaware of any claims which the Town is liable (up to the applicable deductible) which were outstanding and unpaid at December 31, 2014. No provisions have been made in the financial statements for the year ended December 31, 2014 for any estimate of potential unpaid claims.

The Town has elected to be a member of the Georgia Municipal Association Workers' Compensation Self-Insurance Fund (GMAWCSIF), a risk management agency created under Georgia law. As a participant in the GMAWCSIF, the Town has no legal obligation to pay its own workers' compensation claims. The Town is required to make an annual contribution to the fund in an amount that is determined on the basis of actuarial projections of losses. With payment of the Town's annual contribution, the Town has effectively transferred the risk and responsibility for payment of its workers' compensation claims. However, the enabling statute creating the GMAWCSIF permits the fund to levy an assessment upon its members to make up any deficiency the fund may have in surplus or reserves. No amount has been recorded in the financial statements for this contingency as management believes the likelihood for assessment is remote.

Self-Insurance

The Town pays unemployment claims to the state department of labor on a reimbursement basis. Liabilities for such claims are immaterial and are not accrued.

C. Commitments and Contingencies

The Town receives a number of grants that are subject to program compliance audits by the grantors. Noncompliance with the terms and provisions of these grant agreements could result in contingent liabilities to the grantor agencies.

The Town attorney is not aware of any pending or threatening claims of litigation of a material nature in relation to the overall financial statements.

REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MANAGEMENT'S DISCUSSION & ANALYSIS


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

Town of Thunderbolt, Georgia

General Fund

Budgetary Comparison Schedule

For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 1,706,800	$ 1,706,800	$ 1,920,173	$ 213,373
Licenses and permits	79,050	79,050	93,010	13,960
Intergovernmental revenues	62,448	62,448	68,874	6,426
Charges for services	-	-	3,823	3,823
Fines and forfeitures	196,700	196,700	289,519	92,819
Investment earnings	500	500	1,302	802
Miscellaneous	78,400	78,400	96,416	18,016
Total revenues	2,123,898	2,123,898	2,473,117	349,219
EXPENDITURES				
Current operating:				
General governmental				
Mayor and Council	28,575	32,211	32,685	(474)
General and administrative	401,442	387,079	396,927	(9,848)
Government buildings	35,524	46,758	48,540	(1,782)
Judicial				
Municipal court	143,172	139,272	142,440	(3,168)
Public safety				
Police	750,950	754,167	752,183	1,984
Fire	310,400	279,946	275,343	4,603
Public works				
Streets and highways	340,205	358,910	360,008	(1,098)
Health and welfare				
Senior Citizens	49,475	84,000	78,128	5,872
Culture and recreation				
Youth and recreation	34,315	21,515	19,883	1,632
Museum	25,640	15,840	19,159	(3,319)
Housing and development				
Planning and zoning	4,200	4,200	2,556	1,644
Debt service:				
Principal	-	-	2,397	(2,397)
Interest	-	-	612	(612)
Total expenditures	2,123,898	2,123,898	2,130,861	(6,963)
Excess (deficiency) of revenues over (under) expenditures	-	-	342,256	342,256
OTHER FINANCING SOURCES (USES)				
Capital lease proceeds	-	-	12,906	12,906
Sale of surplus property	-	-	6,101	6,101
Total other financing sources (uses)	-	-	19,007	19,007
Net change in fund balance	-	-	361,263	361,263
Fund balance, beginning of year (restated)	1,287,160	1,287,160	1,287,160	-
Fund balance, end of year	$ 1,287,160	$ 1,287,160	$ 1,648,423	$ 361,263

I. Budgetary Information

A. Budgets and Budgetary Accounting

State law requires the Town to adopt by ordinances or resolutions an annual balanced budget for the general fund and the debt service fund. A budget is balanced when the sum of estimated revenues and appropriated fund balance is equal to appropriations. The legal level of budgetary control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget is the department level within each individual fund. Appropriations lapse at year-end.

The Town follows these procedures in establishing the budgetary data reflected in the financial statements.

1. During the month of August, department heads prepare budget requests to submit to the Town Administrator.
2. The Town Administrator reviews the budget requests during September.
3. Committee meetings are held during October.
4. Town Council holds budget hearings and approves the budget in November with a final budget adopted prior to December 31.
5. Amendments to the budget must be approved by the Town Council. The Town Administrator may approve budget transfers within departments.
6. Formal budgetary integration is employed for the general fund and the debt service fund on a basis consistent with generally accepted accounting principles. Project length budgets are adopted for the capital projects funds.

Supplemental appropriations and decreases in budget appropriations were properly approved by the Town Council. For the year ended December 31, 2014, the following supplemental increases and decreases in appropriations were approved:

Fund Type	Original Appropriation	Supplemental Appropriation	Supplemental Decreases	Final Appropriation
General Fund	$ 2,123,898	$ 71,317	$ 71,317	$ 2,123,898
Asset Forfeiture	-	-	-	-

B. Excess of Expenditures over Appropriation

General Fund:

Mayor and Council	$ 474	Streets and highways	$ 1,098
General and administrative	9,848	Museum	3,319
Government buildings	1,782	Debt service - principal	2,397
Municipal court	3,168	Debt service - interest	612

The over expenditures were funded by additional revenues.

Town of Thunderbolt, Georgia

Required Supplementary Information – Schedule of Funding Progress

December 31, 2014

The City contributes to the Georgia Municipal Employees Benefit System (GMEBS), a state-wide, agent multiple-employer defined benefit plan. The amounts reflected herein represent the City's portion as reported by GMEBS.

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2011	$ 1,203,419	$ 1,391,522	$ 188,103	86.48%	$ 680,945	27.62%
7/1/2012	1,210,280	1,456,016	245,736	83.12%	727,209	33.79%
7/1/2013	1,216,447	1,464,350	247,903	83.07%	755,136	32.83%
7/1/2014	1,258,748	1,474,142	215,394	85.39%	690,168	31.21%


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

SUPPLEMENTARY DATA – FUND SCHEDULE AND STATE MANDATED PROGRAM INFORMATION


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

Town of Thunderbolt, Georgia

Police Department Asset Forfeiture Fund

Budgetary Comparison Schedule

For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	$ -	$ -	$ 1,459	$ 1,459
Investment earnings	-	-	2	2
Total revenues	-	-	1,461	1,461
EXPENDITURES				
Current operating:				
Police	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balance	-	-	1,461	1,461
Fund balance, beginning of year	1,487	1,487	1,487	-
Fund balance, end of year	$ 1,487	$ 1,487	$ 2,948	$ 1,461

Town of Thunderbolt, Georgia

Municipal Court Agency Fund

Statement of Changes in Assets and Liabilities

For the Year Ended December 31, 2014

	Balance 1/1/2014	Addtions	Deletions	Balance 12/31/2014
ASSETS				
Cash.....	$ 14,647	$ 96,120	$ 93,566	$ 17,201
Total assets.....	$ 14,647	$ 96,120	$ 93,566	$ 17,201
LIABILITIES				
Due to others.....	$ 14,647	$ 96,120	$ 93,566	$ 17,201
Total liabilities.....	$ 14,647	$ 96,120	$ 93,566	$ 17,201

Town of Thunderbolt, Georgia

Schedule of Expenditures of Special Local Option Sales Tax Proceeds

For the Year Ended December 31, 2014

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Cumulative Total
2008 - 2014 SPLOST Referendum					
Capital Outlay Projects:	$ 1,953,700	$ 1,173,401			
Roads, streets and bridges			$ -	$ 48,832	$ 48,832
Public safety equipment			268,928	53,711	322,639
Public works vehicles and equipment			45,151	21,385	66,536
Water systems			267,123	119,036	386,159
Debt Service:					
General Obligation Debt Service	1,046,300	997,446	921,798	-	921,798
Capital leases - police cars			75,648	-	75,648
Total 2008 - 2014 SPLOST	3,000,000	2,170,847	1,578,648	242,964	1,821,612
2014 - 2020 SPLOST Referendum					
Capital Outlay Projects:	3,750,000	3,750,000			
Roads, streets and bridges			-	-	-
Stormwater and drainage			-	-	-
Water and sewer system			-	-	-
Public safety vehicles and equipment			-	-	-
Public works vehicles and equipment			-	-	-
Fire protections			-	-	-
Administrative facilities			-	-	-
	3,750,000	3,750,000	-	-	-
Total SPLOST expenditures	$ 6,750,000	$ 5,920,847	$ 1,578,648	$ 242,964	$ 1,821,612

Reconciliation of Schedule of Projects Constructed with Special Sales Tax Proceeds to Expenditures Reported in the Special Purpose Local Option Sales Tax Fund:

Total SPLOST Fund expenditures and transfers out (see page D - 6)	$ 405,216
Capital lease proceeds	(106,834)
Local maintenance and improvement grant	(21,449)
Debt service on capital assets included on schedule	(33,969)
Total SPLOST expenditures	$ 242,964


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

STATISTICAL SECTION

This part of the Town of Thunderbolt, Georgia's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

Contents	Page

Financial Trends..... G-2

These schedules contain trend information to help the reader understand how the Town's financial position has changed over time.

Revenue Capacity..... G-12

These schedules contain information to help the reader understand and assess the factors affecting the Town's ability to generate its most significant local revenue sources, the property tax and the sales tax.

Debt Capacity..... G-18

These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

Economic and Demographic Information..... G-22

These schedules offer economic and demographic indicators to help the reader understand the environment within which the Town's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operating Information..... G-24

These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Town's financial reports for the relevant year.


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CHATHAM COUNTY


TOWN OF THUNDERBOLT
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Town of Thunderbolt, Georgia

Net Position by Component
Last Ten Calendar Years

	2005	2006	2007	2008
Governmental activities				
Net investment in capital assets	$ 3,810,025	$ 4,609,607	$ 5,201,222	$ 5,571,486
Restricted	885,895	583,050	480,302	80,114
Unrestricted	844,362	1,016,170	1,060,505	724,923
Total governmental activities net position	$ 5,540,282	$ 6,208,827	$ 6,742,029	$ 6,376,523
Business-type activities				
Net investment in capital assets	$ 2,619,630	$ 2,535,429	$ 2,451,719	$ 2,393,011
Unrestricted	(23,948)	98,357	98,947	29,232
Total business-type activities net position	$ 2,595,682	$ 2,633,786	$ 2,550,666	$ 2,422,243
Primary Government				
Net investment in capital assets	$ 6,429,655	$ 7,145,036	$ 7,652,941	$ 7,964,497
Restricted	885,895	583,050	480,302	80,114
Unrestricted	820,414	1,114,527	1,159,452	754,155
Total primary government net position	$ 8,135,964	$ 8,842,613	$ 9,292,695	$ 8,798,766

2009	2010	2011	2012	2013	2014
$ 5,327,967	$ 4,927,843	$ 4,891,646	$ 4,903,897	$ 5,028,557	$ 4,729,953
53,706	139,712	226,123	269,041	192,900	509,394
563,460	910,035	892,761	1,069,127	1,412,362	1,800,167
$ 5,945,133	$ 5,977,590	$ 6,010,530	$ 6,242,065	$ 6,633,819	$ 7,039,514
$ 2,343,529	$ 1,964,734	$ 2,069,866	$ 2,014,726	$ 2,107,383	$ 2,098,170
(125,824)	(149,256)	69,038	324,448	200,359	207,833
$ 2,217,705	$ 1,815,478	$ 2,138,904	$ 2,339,174	$ 2,307,742	$ 2,306,003
$ 7,671,496	$ 6,892,577	$ 6,961,512	$ 6,918,623	$ 7,135,940	$ 6,828,123
53,706	139,712	226,123	269,041	192,900	509,394
437,636	760,779	961,799	1,393,575	1,612,721	2,008,000
$ 8,162,838	$ 7,793,068	$ 8,149,434	$ 8,581,239	$ 8,941,561	$ 9,345,517

Town of Thunderbolt, Georgia

Changes in Net Position
Last Ten Calendar Years

	2005	2006	2007
Expenses			
Governmental activities:			
General government	$ 479,775	$ 527,178	$ 643,814
Judiciary	266,557	231,718	179,944
Public safety	746,133	950,418	1,001,452
Public works	506,965	549,250	609,750
Health and welfare	71,193	80,253	83,237
Culture and recreation	37,238	51,124	50,365
Housing and development	-	-	-
Interest on long-term debt	84,209	66,168	57,479
Total governmental activities expenses	2,192,070	2,456,109	2,626,041
Business-type activities:			
Water, sewer and garbage	602,060	626,293	739,373
Total business-type activities expense	602,060	626,293	739,373
Total primary government expenses	$ 2,794,130	$ 3,082,402	$ 3,365,414
Program Revenues			
Governmental activities:			
Charges for services:			
General government	$ 111,751	$ 156,348	$ 138,187
Judicial	-	-	-
Public safety	252,317	275,026	253,669
Public works	141,978	135,784	145,802
Health and welfare	-	-	-
Culture and recreation	-	-	-
Operating grants and contributions	4,555	35,349	40
Capital grants and contributions	65,120	31,315	31,281
Total governmental activities program revenues	575,721	633,822	568,979
Business-type activities - water and sewer:			
Charges for services	482,924	618,075	591,808
Capital grants and contributions	-	-	-
Total business type activities program revenues	482,924	618,075	591,808
Total primary government program revenues	$ 1,058,645	$ 1,251,897	$ 1,160,787
Net (Expense)/Revenue			
Governmental activities	$(1,616,349)	$(1,822,287)	$(2,057,062)
Business-type activities	(119,136)	(8,218)	(147,565)
Total primary government net expense	$(1,735,485)	$(1,830,505)	$(2,204,627)

2008	2009	2010	2011	2012	2013	2014
$ 742,976	$ 762,101	$ 645,839	$ 588,695	$ 491,179	$ 505,887	$ 537,209
163,223	130,087	124,176	135,754	131,344	140,348	141,140
1,122,919	983,655	946,705	1,044,245	1,053,793	1,192,030	1,285,227
765,921	728,230	489,378	588,242	656,029	483,154	619,542
69,476	59,665	68,646	58,601	42,414	39,496	87,491
49,412	56,210	56,428	48,785	46,101	55,041	46,210
-	1,581	126	805	1,223	9,250	2,556
4,048	54,535	46,947	34,708	32,250	20,580	2,145
2,917,975	2,776,064	2,378,245	2,499,835	2,454,333	2,445,786	2,721,520
832,106	946,493	1,475,046	915,155	1,085,874	1,214,521	1,102,245
832,106	946,493	1,475,046	915,155	1,085,874	1,214,521	1,102,245
$ 3,750,081	$ 3,722,557	$ 3,853,291	$ 3,414,990	$ 3,540,207	$ 3,660,307	$ 3,823,765
$ 120,483	$ 126,800	$ 247,907	$ 87,469	$ 85,853	$ 124,416	$ 157,383
-	98,462	104,837	79,159	84,016	78,861	122,739
202,552	153,616	170,676	134,753	131,664	144,469	169,838
156,244	201,006	455 [1]	30	-	-	-
-	-	-	-	-	3,642	3,403
-	-	-	-	-	-	150
34,306	-	113,391	46,734	76,105	72,870	70,433
7,062	6,446	31,515	536,815	569,439	601,080	613,415
520,647	586,330	668,781	884,960	947,077	1,025,338	1,137,361
618,919	687,655	1,024,361	1,029,266	1,095,164	1,040,441	1,030,567
15,000	-	5,000	-	-	-	56,579
633,919	687,655	1,029,361	1,029,266	1,095,164	1,040,441	1,087,146
$ 1,154,566	$ 1,273,985	$ 1,698,142	$ 1,914,226	$ 2,042,241	$ 2,065,779	$ 2,224,507
$(2,397,328)	$(2,189,734)	$(1,709,464)	$(1,614,875)	$(1,507,256)	$(1,420,448)	$(1,584,159)
(198,187)	(258,838)	(445,685)	114,111	9,290	(174,080)	(15,099)
$(2,595,515)	$(2,448,572)	$(2,155,149)	$(1,500,764)	$(1,497,966)	$(1,594,528)	$(1,599,258)

(continued)

Town of Thunderbolt, Georgia

Changes in Net Position
Last Ten Calendar Years

	2005	2006	2007
General Revenues and Other Changes in Net Position			
Governmental activities:			
Property taxes for general purposes	$ 693,288	$ 753,111	$ 847,535
Sales taxes for general purposes	717,651	779,466	769,804
Selective sales and use taxes	67,571	75,101	83,485
Business and occupation taxes	117,195	112,616	127,902
Grants and contributions not restricted to specific programs	617,607	713,122	712,361
Miscellaneous	37,870	47,416	49,177
Gain (loss) on disposal of capital assets	-	-	-
Transfers	(113,787)	-	-
Total governmental activities	2,137,395	2,480,832	2,590,264
Business-type activities - water and sewer:			
Miscellaneous income	40,109	46,322	64,445
Transfers	113,787	-	-
Total business-type activities	153,896	46,322	64,445
Total primary government	$ 2,291,291	$ 2,527,154	$ 2,654,709
Change in Net Position			
Governmental activities	$ 521,046	$ 658,545	$ 533,202
Business-type activities	34,760	38,104	(83,120)
Total primary government	$ 555,806	$ 696,649	$ 450,082

Notes:

[1] *Beginning in 2010 management began reporting garbage revenues and expenses in the Town's enterprise fund.*

2008	2009	2010	2011	2012	2013	2014
$ 887,908	$ 864,353	$ 895,896	$ 847,244	$ 861,947	$ 894,723	$ 958,751
736,057	703,088	678,670	728,607	760,848	743,482	802,433
84,015	31,348	74,014	14,156	65,996	83,735	75,586
130,966	129,737	125,966	125,140	132,920	137,626	136,131
160,846	-	-	-	-	-	-
32,030	29,818	36,892	24,093	18,657	2,265	10,852
-	-	(98,813)	69,032	23,601	9,115	6,101
-	-	(17,258)	(160,457)	(125,178)	(58,744)	-
2,031,822	1,758,344	1,695,367	1,647,815	1,738,791	1,812,202	1,989,854
69,764	54,300	43,700	48,858	65,802	83,489	13,360
-	-	17,258	160,457	125,178	58,744	-
69,764	54,300	60,958	209,315	190,980	142,233	13,360
$ 2,101,586	$ 1,812,644	$ 1,756,325	$ 1,857,130	$ 1,929,771	$ 1,954,435	$ 2,003,214
$ (365,506)	$ (431,390)	$ (14,097)	$ 32,940	$ 231,535	$ 391,754	$ 405,695
(128,423)	(204,538)	(384,727)	323,426	200,270	(31,847)	(1,739)
$ (493,929)	$ (635,928)	$ (398,824)	$ 356,366	$ 431,805	$ 359,907	$ 403,956

(concluded)

Town of Thunderbolt, Georgia

Fund Balances, Governmental Funds
Last Ten Calendar Years

	Calendar Year Ending December 31,				
	2005	2006	2007	2008	2009
General Fund					
Reserved	$ 31,998	$ 23,855	$ 20,401	$ 22,583	$ 78,615
Unreserved	776,188	934,613	947,924	488,560	357,515
Total general fund	$ 808,186	$ 958,468	$ 968,325	$ 511,143	$ 436,130
All Other Governmental Funds					
Reserved	$ 884,525	$ 581,674	$ 478,926	$ 78,788	$ 52,378
Unreserved, reported in:					
Debt service fund	1,371	1,376	1,376	1,326	1,328
Total all other governmental funds	$ 885,896	$ 583,050	$ 480,302	$ 80,114	$ 53,706

	Calendar Year Ending December 31,				
	2010	2011	2012	2013	2014
General Fund					
Reserved	$ 83,638	$ -	$ -	$ -	$ -
Unreserved	621,898	-	-	-	-
Nonspendable	-	17,811	3,729	5,568	47,846
Unassigned	-	748,431	978,020	1,281,592	1,600,577
Total general fund	$ 705,536	$ 766,242	$ 981,749	$ 1,287,160	$ 1,648,423
All Other Governmental Funds					
Reserved	$ 131,257	$ -	$ -	$ -	$ -
Unreserved, reported in:					
Special revenue funds	7,147	-	-	-	-
Debt service fund	1,308	-	-	-	-
Restricted:					
Capital Project Fund	-	218,295	257,075	191,413	506,446
Special revenue fund	-	7,828	11,966	1,487	2,948
Assigned:					
Debt service fund	-	456	3,035	-	-
Total all other governmental funds	$ 139,712	$ 226,579	$ 272,076	$ 192,900	$ 509,394

The Town of Thunderbolt implemented GASBS No. 54 for the calendar year ended December 31, 2011.


TOWN OF THUNDERBOLT
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Town of Thunderbolt, Georgia

Changes in Fund Balances, Governmental Funds
Last Ten Calendar Years

	2005	2006	2007	2008
Revenues				
Sales tax	$ 1,400,379	$ 1,523,903	$ 1,513,446	$ 836,905
Other taxes	838,267	167,050	274,712	865,635
Licenses and permits	108,137	154,925	134,851	119,143
Revenue from other governmental units	704,160	800,350	759,353	202,214
Charges for services	167,726	169,745	165,748	157,852
Fines and fees	209,186	242,488	237,059	202,284
Miscellaneous	60,809	48,491	49,217	28,830
Total revenue	3,488,664	3,106,952	3,134,386	2,412,863
Expenditures				
Current:				
General government	478,999	502,031	619,669	720,360
Judiciary	266,557	231,718	179,944	163,223
Public safety	674,474	810,045	854,626	1,029,764
Public works	418,498	452,735	617,230	561,904
Health and welfare	60,778	69,839	72,823	59,062
Culture and recreation	19,772	15,731	14,972	14,819
Hosuing and development	-	-	-	-
Capital outlay	1,453,733	1,430,920	185,365	16,442
Debt service:				
Principal	99,542	389,884	675,005	640,384
Interest and other charges	81,843	112,566	106,461	67,475
Total expenditures	3,554,196	4,015,469	3,326,095	3,273,433
Excess (Deficiency) of revenues over (under) expenditures	(65,532)	(908,517)	(191,709)	(860,570)
Other Financing sources (uses)				
Debt issuance	725,000	756,724	98,818	-
Transfers in	340,265	112,294	109,483	228,154
Transfers out	(454,052)	(112,294)	(109,483)	(228,154)
Sale of capital assets and other	2,610	-	-	3,200
Total other financing sources (uses)	613,823	756,724	98,818	3,200
Net change in fund balances	$ 548,291	$ (151,793)	$ (92,891)	$ (857,370)
Debt service as a percentage of noncapital expenditures	8.64%	19.44%	24.88%	21.73%

Notes:

Noncapital expenditures are total expenditures less capital outlay.

Housing and development account classifications were added beginning with year end December 31, 2009. Prior to December 31, 2009, Housing and development were combined in Public works.

[1] *Beginning in 2010 management began reporting garbage revenue and expense in the Town's enterprise fund.*

2009	2010	2011	2012	2013	2014
$ 717,571	$ 695,136	$ 728,607	$ 760,848	$ 743,482	$ 802,433
1,068,429	1,126,256	1,072,260	1,093,498	1,105,189	1,117,740
124,868	166,910	83,833	85,381	87,774	93,010
14,301	139,234	581,946	645,308	673,764	683,477
207,447	5,109 [1]	4,237	1,607	3,742	3,823
247,569	272,696	210,116	214,545	218,645	289,519
21,089	42,564	25,696	18,893	24,252	97,991
2,401,274	2,447,905	2,706,695	2,820,080	2,856,848	3,087,993
718,231	630,219	555,357	470,331	456,739	538,368
130,087	124,176	135,754	131,196	139,706	142,440
975,110	874,287	965,777	957,576	1,032,381	1,027,526
485,846	280,900 [1]	438,272	320,087	308,572	299,792
49,251	57,181	49,237	33,050	30,132	78,128
21,617	14,661	21,366	18,682	27,623	39,042
1,581	126	805	1,223	9,250	2,556
33,535	20,920	238,577	266,501	153,899	371,247
129,456	89,898	191,255	324,091	460,846	34,833
54,535	49,074	44,907	32,087	20,580	2,145
2,599,249	2,141,442	2,641,307	2,554,824	2,639,728	2,536,077
(197,975)	306,463	65,388	265,256	217,120	551,916
87,825	-	-	97,325	-	119,740
113,281	114,805	211,200	307,745	402,964	-
(113,281)	(115,140)	(211,200)	(432,923)	(402,964)	-
8,729	2,730	82,185	23,601	9,115	6,101
96,554	2,395	82,185	(4,252)	9,115	125,841
$ (101,421)	$ 308,858	$ 147,573	$ 261,004	$ 226,235	$ 677,757
7.17%	6.55%	9.83%	15.57%	19.37%	1.71%

Town of Thunderbolt, Georgia

Schedule of Tax Revenues and Franchise Fees
Last Ten Calendar Years

Year Ending December 31,	Property and Intangible Tax	Local Option Sales Tax	Business & Insurance Premium Tax	Malt and Alchol Beverage Tax	Utility and Cablevision Franchise Fees	Annual Totals
2004	$ 477,885	$ 1,400,379	$ 117,195	$ 67,571	$ 175,616	$ 2,238,646
2005	524,440	1,523,903	122,616	75,101	189,330	2,435,390
2006	607,825	1,513,446	127,902	83,485	199,142	2,531,800
2007	660,285	836,905	130,966	84,015	158,277	1,870,448
2008	651,783	717,571	129,737	67,459	187,010	1,753,560
2009	712,578	695,136	125,966	74,014	213,698	1,821,392
2010	650,254	728,607	125,140	70,816	226,050	1,800,867
2011	683,002	760,848	132,920	65,996	211,580	1,854,346
2012	698,122	743,482	136,382	62,635	208,050	1,848,671
2014	702,326	802,433	136,131	60,432	218,851	1,920,173

Prior to 2008, SPLOST revenue received through Chatham County was reported along with the local option sales tax. SPLOST proceeds received from Chatham County are shared revenue and are reported as intergovernmental revenue in the Town's financial statements.


TOWN OF THUNDERBOLT
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Town of Thunderbolt, Georgia

Assessed and Actual Value of Taxable Property
Last Ten Calendar Years

Calendar Year	Real Property		Personal Property		Utilities and Other Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2005	$ 76,731,956	$ 191,829,890	$ 10,120,785	$ 25,301,963	$ 417,254	$ 1,043,135
2006	86,903,900	217,259,750	10,466,753	26,166,883	455,639	1,139,098
2007	106,036,852	265,092,130	9,959,554	24,898,885	448,245	1,120,613
2008	110,266,126	275,665,315	6,193,530	15,483,825	707,391	1,768,478
2009	106,239,926	265,599,815	5,085,440	12,713,600	729,121	1,822,803
2010	99,935,046	249,837,615	4,697,625	11,744,063	749,699	1,874,248
2011	96,651,603	241,629,008	5,146,110	12,865,275	757,863	1,894,658
2012	97,882,662	244,706,655	5,405,260	13,513,150	887,241	2,218,103
2013	99,047,908	247,619,770	5,466,699	13,666,748	954,021	2,385,053
2014	98,120,513	245,301,283	5,265,247	13,163,118	966,485	2,416,213

Source: Chatham County Board of Assessors

Note: The ratio of total assessed to total estimated value is set at 40% by state law.

Tax rates are per $1,000 net assessed value.

Total			
Assessed Value	Estimated Actual Value	Ratio of Total Assessed To Total Estimated Value	Total Direct Tax Rate
$ 87,269,995	$ 218,174,988	40.00%	6.080
97,826,292	244,565,731	40.00%	6.080
116,444,651	291,111,628	40.00%	6.080
117,167,047	292,917,618	40.00%	6.018
112,054,487	280,136,218	40.00%	6.119
105,382,370	263,455,926	40.00%	6.377
102,555,576	256,388,941	40.00%	6.377
104,175,163	260,437,908	40.00%	6.496
105,468,628	263,671,571	40.00%	6.288
104,352,245	260,880,614	40.00%	6.288

Town of Thunderbolt, Georgia

Direct and Overlapping Property Tax Rates
Last Ten Calendar Years

	Direct	Overlapping Rates			
Tax Year	Town of Thunderbolt	School District	County	State	Total
2005	6.080	17.277	12.163	0.250	35.770
2006	6.080	14.642	11.912	0.250	32.884
2007	6.080	13.795	10.537	0.250	30.662
2008	6.018	13.404	10.537	0.250	30.209
2009	6.119	13.404	10.537	0.250	30.310
2010	6.377	14.131	10.537	0.250	31.295
2011	6.377	14.631	11.109	0.250	32.367
2012	6.496	14.631	11.109	0.200	32.436
2013	6.288	15.880	12.950	0.150	35.268
2014	6.288	15.881	12.543	0.100	34.812

Source: Chatham County Commission - Board Minutes and town records.

Town of Thunderbolt, Georgia

Principal Property Tax Payers
Current and Nine Years Ago

	2014			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Thunderbolt Marine Inc	$ 4,836,080	1	4.63%	$ 2,800,200	2	3.01%
River Crossing Investors LLC	4,435,200	2	4.24%	3,088,800	1	3.32%
Foster, William M	2,984,120	3	2.86%	2,464,400	3	2.65%
First Chatham Bank	1,677,471	4	1.61%			0.00%
Morning Star Marinas/Bahai Bleu	1,449,480	5	1.39%	1,130,000	4	1.21%
Hall Family Properties LLC	1,272,000	6	1.22%	1,008,000	6	1.08%
Board of Education	1,263,670	7	1.21%			
Georgia Power	725,219	8	0.69%			
Victory Storage Company	709,040	9	0.68%	1,094,795	5	1.18%
JBPP LLC	696,840	10	0.67%			0.00%
A Store & Lock, Inc.				872,400	7	0.94%
Sea Ray of Savannah				856,772	8	0.92%
Kimberly K. Fox				788,800	9	0.85%
Regency Thunderbolt, Inc.				744,200	10	0.80%
Total	$ 20,049,120		19.18%	$ 14,848,367		15.96%

Town of Thunderbolt, Georgia

Property Tax Levies and Collections
Last Ten Calendar Years

Calendar Year [1]	Total Tax Levy [2]	Collected within the Calendar Year of the Levy		Collections for subsequent years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	$ 441,196	$ 364,384	82.59%	$ 76,805	$ 441,189	100.00%
2006	474,827	414,363	87.27%	60,462	474,825	100.00%
2007	565,045	481,253	85.17%	83,781	565,034	100.00%
2008	600,714	322,532	53.69%	278,204	600,736	100.00%
2009	632,134	417,189	66.00%	213,551	630,740	99.78%
2010	621,106	554,797	89.32%	64,665	619,462	99.74%
2011	589,675	533,382	90.45%	53,558	586,940	99.54%
2012	618,919	574,672	92.85%	37,998	612,670	98.99%
2013	599,812	551,734	91.98%	32,567	584,301	97.41%
2014	604,535	542,916	89.81%	-	542,916	89.81%

Source: Town records.

[1] Taxes are assessed for the calendar year beginning January 1.

[2] The total tax levy includes real property, industrial area, personal property and public utilities. The total tax levy is the original state approved levy after adjustments for cancelations, releases, errors and additions.

Town of Thunderbolt, Georgia

Local Option Sales Tax History
Last Ten Calendar Years

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
January	$ 53,867	$ 51,269	$ 58,283	$ 61,001	$ 52,893	$ 56,288	$ 62,577	$ 68,888	$ 53,446	$ 56,623
February	64,744	63,751	67,448	68,037	45,966	56,780	52,164	56,203	61,506	60,234
March	52,462	62,161	57,076	47,448	44,186	56,018	57,220	60,242	66,188	68,641
April	56,235	61,476	58,742	62,664	37,856	61,334	58,114	67,950	57,879	66,625
May	61,183	61,598	62,803	66,133	51,793	57,220	61,436	61,993	63,553	68,057
June	59,491	70,617	67,211	62,727	56,015	59,365	61,037	65,249	63,599	68,655
July	61,948	62,706	66,564	68,238	59,261	58,548	63,362	66,890	61,510	70,702
August	61,736	68,959	59,919	63,302	65,382	58,307	66,157	64,595	62,752	67,514
September	60,478	75,073	69,589	63,701	54,799	58,091	63,495	61,094	61,637	66,038
October	66,465	63,623	65,380	58,022	55,990	55,186	62,607	64,302	60,970	66,188
November	64,117	80,839	68,423	69,551	46,951	57,027	56,981	63,000	58,434	66,285
December	56,139	43,607	62,173	56,744	56,288	54,254	55,772	60,055	71,854	76,501
Pro Rata Adjustment	2,377	3,078	2,887	1,368	4,082	431	1,373	387	152	369
Total	$ 721,242	$ 768,757	$ 766,498	$ 748,936	$ 631,462	$ 688,849	$ 722,295	$ 760,848	$ 743,480	$ 802,433

Town of Thunderbolt, Georgia

Ratios of Outstanding Debt by Type
Last Ten Calendar Years

Year Ended June 30,	Governmental Activities			Business-type Activities		Total Primary Government	Percentage of Personal Income [a]	Per Capita [a]
	General Obligation Bonds	Capital Leases	Notes Payable	GEFA Loans	Capital Leases			
2005	$ 1,140,043	$ 102,712	$ 725,000	$ 249,565	$ -	$ 2,217,320	3.82%	$ 901
2006	1,085,043	129,552	1,120,000	236,903	-	2,571,498	4.33%	1,045
2007	1,030,043	168,365	560,000	223,749	-	1,982,157	3.27%	806
2008	970,043	94,286	-	210,086	-	1,274,415	2.06%	518
2009	905,043	117,655	-	195,887	-	1,218,585	1.79%	460
2010	835,043	43,824	-	181,138	33,842	1,093,847	1.55%	410
2011	665,000	22,612	-	165,817	-	853,429	1.18%	319
2012	390,000	70,846	-	149,900	-	610,746	0.87%	229
2013	-	-	-	-	-	-	0.00%	-
2014	-	84,907	-	-	-	84,907	0.12%	32

Note: *Details regarding the town's outstanding debt can be found in the notes to the financial statements.*

[a] *These ratios are calculated using personal income and population for the prior calendar year.*

Town of Thunderbolt, Georgia

Ratios of Net General Bonded Debt Outstanding
Last Ten Calendar Years

Calendar Year	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2005	$ 1,140,043	$ -	$ 1,140,043	0.52%	$ 463
2006	1,085,043	-	1,085,043	0.44%	441
2007	1,030,043	-	1,030,043	0.35%	419
2008	970,043	-	970,043	0.33%	394
2009	905,043	-	905,043	0.32%	342
2010	835,043	-	835,043	0.32%	313
2011	665,000	-	665,000	0.26%	249
2012	390,000	-	390,000	0.15%	146
2013	-	-	-	0.00%	-
2014	-	-	-	0.00%	-

Note:
Details regarding the town's outstanding debt can be found in the notes to the financial statements.

[a] *See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page G-14 for property value data.*

[b] *Population data can be found in the Schedule of Demographic and Economic Statistics on page G-24.*

Town of Thunderbolt, Georgia

Direct and Overlapping Governmental Activities Debt
As of December 31, 2014

	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Overlapping debt repaid with property taxes:			
Chatham County, Georgia:			
DSA Chatham County Projects Series 2005	$ 10,230,000	0.95%	$ 97,366
DSA Chatham County Projects Series 2005A	3,870,000	0.95%	36,834
DSA Union Mission Series 2009	2,060,000	0.95%	19,607
DSA Union Mission Series 2011	2,680,000	0.95%	25,508
Mosquito Control	3,699,106	0.95%	35,207
Savannah-Chatham County School Board:			
General Obligation Bonded Debt	48,457,887	0.95%	461,209
Overlapping other debt:			
Capital leases:			
Savannah-Chatham County School Board	11,937,255	1.13%	134,328
Subtotal, overlapping debt			810,059
Town of Thunderbolt direct debt			84,907
Total direct and overlapping debt			$ 894,966

Sources:

Assessed value data used to estimate applicable percentages provided by the Chatham County Board of Assessors.
Debt outstanding data provided by each governmental unit.

Note:

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Thunderbolt. This process recognizes that, when considering the town's ability to issue and repay long-term-debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

[a] *For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the town's boundaries and dividing it by each unit's total taxable value. For overlapping other debt (County), the percentage of overlapping applicable is estimated using the town's population and dividing it by the county's population. For overlapping other debt (School), the percentage of overlapping applicable is estimated using the town's school enrollment and dividing it by the school district's total enrollment.*

Town of Thunderbolt, Georgia

Legal Debt Margin Information
Last Ten Calendar Years

	Calendar Year				
	2005	2006	2007	2008	2009
Total assessed value of taxable property	$ 87,269,995	$ 97,826,292	$ 116,444,651	$ 117,167,047	$ 112,054,487
Less exemptions for bond purposes	299,169	-	-	-	-
Net assessed value for bond purposes	$ 86,970,826	$ 97,826,292	$ 116,444,651	$ 117,167,047	$ 112,054,487
Debt limit percentage	10%	10%	10%	10%	10%
Debt limit	$ 8,697,083	$ 9,782,629	$ 11,644,465	$ 11,716,705	$ 10,538,237
Total net debt applicable to limit:					
General obligation bonds (net of set aside)	1,140,043	1,085,043	1,030,043	970,043	905,043
Legal debt margin	$ 7,557,040	$ 8,697,586	$ 10,614,422	$ 10,746,662	$ 9,633,194
Total net debt applicable to the limit as a percentage of debt limit	1.31%	1.11%	0.88%	0.83%	0.81%

	Calendar Year				
	2010	2011	2012	2013	2014
Total assessed value of taxable property	$ 105,382,370	$ 102,555,576	$ 104,175,163	$ 105,468,628	$ 104,352,245
Less exemptions for bond purposes	-	-	-	-	-
Net assessed value for bond purposes	$ 105,382,370	$ 102,555,576	$ 104,175,163	$ 105,468,628	$ 104,352,245
Debt limit percentage	10%	10%	10%	10%	10%
Debt limit	$ 10,255,558	$ 10,546,863	$ 10,417,516	$ 10,546,863	$ 10,435,225
Total net debt applicable to limit:					
General obligation bonds (net of set aside)	835,043	665,000	390,000	-	-
Legal debt margin	$ 9,420,515	$ 9,881,863	$ 10,027,516	$ 10,546,863	$ 10,435,225
Total net debt applicable to the limit as a percentage of debt limit	0.79%	0.65%	0.37%	0.00%	0.00%

The present constitutional limit on direct general obligation bonds for the Town of Thunderbolt is the amount equivalent to 10% of the net assessed valuation of taxable property for debt service (bond) purposes.

The Constitutional debt limitation applies to all general obligation bonds authorized. Additional general obligation bonds may be authorized to be issued if so approved by a majority of those voting in an election held for that purpose. The Town of Thunderbolt has no general obligation bonds authorized but unissued.

Town of Thunderbolt, Georgia

Demographic and Economic Statistics
Last Ten Calendar Years

Year	Population	Personal Income [2]	Per Capita Personal Income [1]	Unemployment Rate [3]
2005	2,460	$ 58,048,620	$ 23,597	4.6%
2006	2,460	59,325,360	24,116	4.1%
2007	2,460	60,631,620	24,647	5.8%
2008	2,460	61,964,940	25,189	5.4%
2009	2,649	68,193,207	25,743	8.5%
2010	2,668	70,776,704	26,528	9.0%
2011	2,672	72,087,824	26,979	8.7%
2012	2,670	70,554,750	26,425	8.7%
2013	2,670	71,782,950	26,885	6.8%
2014	2,688	73,524,864	27,353	6.6%

Source:

[1] United States Census Bureau - Community Facts

[2] Personal income has been estimated based upon the municipal population and per capita personal income presented.

[3] State Department of Labor

Town of Thunderbolt, Georgia

Principal Employers
Current Year and Nine Years Ago

	2014			2005		
Employer	**Employees**	**Rank**	**Percentage of Total Metro Area Employment**	**Employees**	**Rank**	**Percentage of Total Metro Area Employment**
Gulfstream Aerospace	10,126	1	8.39%	4,505	2	3.63%
Memorial Health	5,000	2	4.14%	5,473	1	4.41%
Savannah-Chatham Board of Education	4,808	3	3.98%	4,200	3	3.39%
Ft. Stweart/Hunter Army Airfield	4,637	4	3.84%	3,212	5	2.59%
St Joseph's Candler Hospital	3,304	5	2.74%	3,400	4	2.74%
Wal-Mart	2,935	6	2.43%	2,421	6	1.95%
City of Savannah	2,795	7	2.32%	1,600	7	1.29%
Chatham County	1,600	8	1.33%			
Savannah College of Art and Design	1,590	9	1.32%	1,200	9	0.97%
Kroger	1,070	10	0.89%	1,100	10	0.89%
Georgia Pacific Savannah River Mill				1,420	8	1.15%
	37,865		31.37%	28,531		23.01%

Source: Savannah Economic Development Authority - Leading Employers

Note: This data includes employer and employee information for the Savannah Metropolitan Service Area.

Town of Thunderbolt, Georgia

Full Time City Employees by Function/Program
Last Ten Calendar Years

	Full-time and Part-time Town Employees as of December 31				
Function/Program	**2005**	**2006**	**2007**	**2008**	**2009**
General government	6	6	7	7	7
Judiciary	3	3	3	3	3
Public safety	10	10	16	13	13
Public works	7	7	-	-	-
Total	26	26	26	23	23

	Full-time and Part-time Town Employees as of December 31				
Function/Program	**2010**	**2011**	**2012**	**2013**	**2014**
General government	6	7	7	7	7
Judiciary	3	3	3	4	4
Public safety	13	14	14	13	17
Public works	-	6	5	6	6
Total	22	30	29	30	34

Source: Town Personnel Records

Town of Thunderbolt, Georgia

Operating Indicators by Function
Last Ten Calendar Years

	Calendar Year				
	2005	**2006**	**2007**	**2008**	**2009**
Police:					
Number of emergency calls	na	na	1,825	1,916	2,642
Fire:					
Number of emergency calls	83	64	375	615	463
Public works:					
Street resurfacing (miles)	0.3	-	-	0.2	-

	Calendar Year				
	2010	**2011**	**2012**	**2013**	**2014**
Police:					
Number of emergency calls	2,640	2,180	3,200	3,391	3,296
Fire:					
Number of emergency calls	449	371	373	393	388
Public works:					
Street resurfacing (miles)	-	-	-	-	>1.0

Sources: Town records

na - The number of police department emergency calls prior to 2007 is not available.

Town of Thunderbolt, Georgia

Capital Asset Statistics by Function

Last Ten Calendar Years

	Calendar Year				
	2005	**2006**	**2007**	**2008**	**2009**
Police:					
Stations	1	1	1	1	1
Fire:					
Fire stations	1	1	1	1	1
Public works:					
Streets (miles)	11	11	11	11	11
Streetlights	210	210	210	210	210
Traffic signals	3	3	3	3	3
Parks and recreation:					
Parks	4	4	4	4	4
Water:					
Water mains (miles)	10	10	10	10	10
Maximum daily capacity (thousands of gallons)	400	400	400	400	400
Wastewater:					
Sanitary sewers (miles)	10	10	10	10	10

	Calendar Year				
	2010	**2011**	**2012**	**2013**	**2014**
Police:					
Stations	1	1	1	1	1
Fire:					
Fire stations	1	1	1	1	1
Public works:					
Streets (miles)	11	11	11	11	11
Streetlights	210	210	210	210	210
Traffic signals	3	3	3	3	3
Parks and recreation:					
Parks	4	4	4	4	4
Water:					
Water mains (miles)	10	10	10	10	10
Maximum daily capacity (thousands of gallons)	400	400	400	400	400
Wastewater:					
Sanitary sewers (miles)	10	10	10	10	10

Sources: Town records and Georgia Department of Transportation, Office of Transportation

COMPLIANCE SECTION


TOWN OF THUNDERBOLT
INCORPORATED
1856
GEORGIA
CHATHAM COUNTY

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*

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the Town Council
Town of Thunderbolt, Georgia

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Thunderbolt, Georgia, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated May 29, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Town of Thunderbolt, Georgia's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of City's internal control.

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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether Town of Thunderbolt, Georgia's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KRT, CPAs P.C.



Savannah, Georgia
May 29, 2015

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