BACON COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2011

Bacon County, Georgia
Annual Financial Report
For the Year Ended December 31, 2011

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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Bacon County, Georgia

I have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Bacon County, Georgia, as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Bacon County, Georgia's management. My responsibility is to express opinions on these financial statements based on my audit. I did not audit the financial statements of the Bacon County Board of Health. Those financial statements were audited by other auditors whose report thereon has been furnished to me, and my opinion, insofar as it relates to the amounts included for the Bacon County Board of Health, is based solely on the report of the other auditors.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit and the report of other auditors provide a reasonable basis for my opinions.

In my opinion, based on my audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Bacon County, Georgia as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated June 28, 2012, on my consideration of Bacon County, Georgia's internal control over financial reporting and my 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 my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of my audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 9 and 39 and 40 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bacon County, Georgia basic financial statements. The Required Supplementary Information is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The combining, individual major and nonmajor fund financial statements and schedules 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 schedule of projects undertaken with special sales tax proceeds on page 89, the combining, individual major and nonmajor fund financial statements, and schedules listed in the table of contents have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Robert W. Goodman CPA

Alma, Georgia
June 28, 2012

Management's Discussion and Analysis

Within this section of Bacon County, Georgia (County) annual financial report, the County's management provides narrative discussion and analysis of the financial activities of the County for the year ended December 31, 2011. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section. The discussion focuses on the County's primary government and, unless otherwise noted, component units reported separately from the primary government are not included.

FINANCIAL HIGHLIGHTS

The County's total assets exceeded its total liabilities by $40,853,412 (net assets) for the year reported. This compares to the previous year when the total assets exceeded the total liabilities by $41,649,608.

Total net assets are comprised of the following:

1. Capital assets, net of related debt, of $36,205,856 include property and equipment, net of accumulated depreciation, and reduced by outstanding debt related to the purchase and construction of capital assets.
2. Net assets of $1,742,939 are restricted by constraints imposed upon the County by laws and regulations.
3. Unrestricted net assets of $2,904,617 represent the portion available to maintain the County's continuing obligations to citizens and creditors.

The County's governmental funds reported total ending fund balance of $4,055,505 this year. This compares to the prior year ending fund balance, of $4,539,092 showing a decrease of $483,587.

At the end of the current year, unrestricted fund balance for the General Fund was $2,187,817 or 30.8% of total General Fund expenditures. The restricted and nonspendable fund balance for the General Fund was $196,388 or 2.7% of total General Fund expenditures.

Overall, Bacon County, Georgia, continues to maintain a strong financial position, in spite of a somewhat depressed economy. The downward trend shown in this year will have to be closely monitored.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities on pages 10-11 provide information about the activities of the County as a whole and present a longer-term view of the County's finances. Fund financial statements start on page 12. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. The remaining statements provide financial information about activities for which the County acts solely as trustee or agent for the benefit of those outside of the government.

Overview of the Financial Statements

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

Government-wide Financial Statements

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall 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 internal activities.

The first of these government-wide financial statements is the Statement of Net Assets. This is the County-wide statement of position presenting information that includes all of the County's assets and liabilities, with the difference reported as Net Assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification to the taxpayer base or the condition of County 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 County's net assets changed during the current 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 County's distinct activities or functions on revenues provided by the County's taxpayers.

Governmental activities include general government, judicial, public safety, public works, health and welfare, culture and recreation and community development. The County's fiduciary activities simply hold resources temporarily for others and are not included in the government-wide statements since these assets are not available to fund County programs.

The County's financial reporting includes the funds of the County (primary government) and, additionally, organizations for which the County is accountable (component units). These component units operate independently or provide services directly to the citizens, though the County remains accountable for their activities. These component units are governed by a board of directors that the County Commission has appointed. The County Health Department and the Alma/Bacon County Joint Development Authority is reported separately from the primary government, though included in the County's overall reporting entity.

The government-wide financial statements are presented on pages 10-11 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 County uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the County's most significant funds rather than the County 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 combining statements in a later section of this report.

All the funds of Bacon County can be divided into categories: (1) governmental funds, (2) proprietary funds and (3) fiduciary funds.

Governmental funds are reported in the fund financial statements and encompass essentially 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 County's governmental funds. These statements report short-term fiscal accountability focusing on the use of spending 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 a 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 statement of revenues, expenditures, and changes in fund balance provide a reconciliation to assist in understanding the differences between these two perspectives.

Budgetary comparison statements are included in the required supplementary information for the general fund. Budgetary comparison schedules for special revenue funds and the capital project funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the County's adopted and final revised budget.

The County maintains one *proprietary fund.* Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses an enterprise fund to account for the Ambulance and Rescue Service.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Ambulance and Rescue Service Fund, which is considered to be a major fund of Bacon County, in the proprietary fund financial statements.

Fiduciary funds (i.e., the agency funds) are reported in the fiduciary fund financial statements, but are excluded from government-wide reporting. Fiduciary fund financial statements report resources that are not available to fund County programs. Fiduciary fund financial statements report similarly to proprietary funds.

The basic fiduciary fund financial statement is presented on page 19 of this report.

Notes to the basic financial statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements are presented on pages 20 - 38 of this report.

Other information

Other supplementary information includes detail by fund and component units for receivables, payables, transfers, and payments within the reporting entity. Supplementary information can be found on pages 39 - 40 of this report.

Major funds and component units are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report on pages 41-88.

Financial Analysis of the County as a Whole

The County's combined net assets were $40,853,412 at December 31, 2011. This is a $796,196 decrease from last year's net assets of $41,649,608. The following table provides a summary of the County's net assets:

Summary of Net Assets

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Assets:						
Current and other assets	$ 5,213,896	$ 5,549,582	$ 228,510	$ 191,690	$ 5,442,406	$ 5,741,272
Capital assets	36,836,870	36,698,119	108,979	140,396	$ 36,945,849	36,838,515
Other noncurrent asset	27,454	23,338		-	$ 27,454	23,338
Total Assets	42,078,220	42,271,039	337,489	332,086	42,415,709	42,579,787
Liabilities:						
Current liabilities	1,013,014	725,177	25,784	50,448	1,038,798	775,625
Long-term liabilities	523,499	177,892	-	-	523,499	177,892
Total Liabilities	1,536,513	903,069	25,784	50,448	1,562,297	953,517
Net Assets:						
Invested in capital assets, net of debt	36,096,877	36,333,547	108,979	140,396	36,205,856	36,473,943
Restricted	1,742,939	2,192,410	-	-	1,742,939	2,192,410
Unrestricted (deficit)	2,701,891	2,842,013	202,726	141,242	2,904,617	2,983,255
Total Net Assets	$ 40,541,707	$ 41,367,970	$ 311,705	$ 281,638	$ 40,853,412	$ 41,649,608

The County continues to maintain a high current ratio. The current assets to current liabilities ratio is an indication of the ability to pay current obligations. The current ratio for governmental activities is 5.15 to 1. This is a strong ratio.

Note that approximately 89% of the governmental activities' net assets are tied up in capital. The County uses these assets to provide services to its citizens.

The County reported positive balances in the net assets for governmental activities. Net assets decreased by $826,263 for governmental activities. The County's overall financial position declined during year 2011, but still is good. Close monitoring of expenditures will be necessary to ensure no further deterioration occurs.

	Summary of Statement of Activities					
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program Revenues						
Charges for services	$ 1,526,923	$ 1,616,723	$ 416,379	$ 430,528	$ 1,943,302	$ 2,047,251
Grants and entitlements	851,865	1,369,506	3,050	4,336	$ 854,915	$ 1,373,842
General Revenues				-	$ -	$ -
Property taxes	2,924,583	3,009,740	-	-	$ 2,924,583	$ 3,009,740
Other taxes	2,464,962	2,296,275	-	-	$ 2,464,962	$ 2,296,275
Interest	1,199	13,611	-	149	$ 1,199	$ 13,760
Other revenues	701,585	268,215	-	-	$ 701,585	$ 268,215
Total Revenues	8,471,117	8,574,070	419,429	435,013	8,890,546	9,009,083
Expenses:						
General government	1,099,233	1,183,592	-	-	1,099,233	1,183,592
Judicial	576,202	546,916	-	-	576,202	546,916
Public safety	2,570,354	2,385,184	-	-	2,570,354	2,385,184
Public works	3,856,609	3,275,233	-	-	3,856,609	3,275,233
Health and welfare	472,842	414,567	-	-	472,842	414,567
Culture and recreation	136,383	153,915	-	-	136,383	153,915
Housing and development	557,505	446,391	-	-	557,505	446,391
Interest	28,252	10,688	-	-	28,252	10,688
Ambulance and rescue	-	-	381,362	365,472	381,362	365,472
Total Expenses	9,297,380	8,416,486	381,362	365,472	9,678,742	8,781,958
Excess (Deficiency)	(826,263)	157,584	38,067	69,541	(788,196)	227,125
Tranfer	-	-	-	-	-	-
Extraordinary items - misappropriated funds		(16,100)	(8,000)	(109,000)	(8,000)	(125,100)
Change in net assets	(826,263)	141,484	30,067	(39,459)	(796,196)	102,025
Beginning net assets	41,367,970	41,226,486	281,638	321,097	41,649,608	41,547,583
Prior period adjustment	-	-	-	-	-	-
Ending net assets	$ 40,541,707	$ 41,367,970	$ 311,705	$ 281,638	$ 40,853,412	$ 41,649,608

Financial Analysis of the County'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 financial requirements.

The General Fund is the County's primary operating fund and the largest source of day-to-day service delivery. The general fund reported ending fund balances of $2,384,205. Of this year-end total, $2,079,209 is unassigned indicating availability for continuing County service requirements. Restricted, assigned, and nonspendable fund balances totals $304,996.

Capital Asset and Debt Administration

Capital assets

The County's investment in capital assets, net of accumulated depreciation, for governmental activities as of December 31, 2011, was $36,836,870. The total increase in the net investment was (0.3%) for governmental activities.

	Capital Assets (Net of accumulated depreciation)					
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Non-depreciable assets:						
Land	$ 1,433,832	$ 1,433,832	$ -	$ -	$ 1,433,832	$ 1,433,832
Construction in progress	350,139	74,541	-	-	$ 350,139	$ 74,541
Total non-depreciable assets	1,783,971	1,508,373	-	-	1,783,971	1,508,373
Depreciable assets:						
Buildings and improvements	10,562,925	10,120,418	-	-	10,562,925	10,120,418
Machinery and equipment	4,139,844	3,730,018	467,054	467,054	4,606,898	4,197,072
Infrastructure	40,858,447	40,858,447	-	-	40,858,447	40,858,447
Total depreciable assets	55,561,216	54,708,883	467,054	467,054	56,028,270	55,175,937
Total Capital Assets	57,345,187	56,217,256	467,054	467,054	57,812,241	56,684,310
Less accumulated depreciation:						
Buildings and improvements	3,182,643	2,966,439	-	-	3,182,643	2,966,439
Machinery and equipment	2,649,725	2,695,572	358,075	326,658	3,007,800	3,022,230
Infrastructure	14,675,949	13,857,126	-	-	14,675,949	13,857,126
Total Accumulated Depreciaton	20,508,317	19,519,137	358,075	326,658	20,866,392	19,845,795
Book value - depreciable assets	$ 36,836,870	$ 36,698,119	$ 108,979	$ 140,396	$ 36,945,849	$ 36,838,515

See Note D on page 29 for additional information about the County's capital assets.

Long-term debt

At the end of the year, the County had total debt outstanding of $739,993. This total amount is supported by pledged revenues generated primarily by the County's governmental activities, and real and personal property.

The County's other long-term debt relates to capital leases.

	Outstanding Debt					
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Notes outstanding	$ 57,880	$ 215,495	$ -	$ -	$ 57,880	$ 215,495
Capital leases	682,113	149,077	-	-	682,113	149,077
Compensated absences	-	-	-	-	-	-
Total	$ 739,993	$ 364,572	$ -	$ -	$ 739,993	$ 364,572

See Note F on pages 32-34 for additional information about the County's long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The County's elected and appointed officials considered many factors when setting the fiscal year 2011 budget and tax rates. Sales tax, which is the second largest revenue source increased for the year ended December 31, 2011, which was reflected of some improvement in retail sales during the year. Property tax, the largest revenue source, slightly decreased for the year ended December 31, 2011. Slow or no growth in assessed valuations is expected to continue in the next fiscal year.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the County's finances, comply with finance-related laws and regulations, and demonstrate the County's commitment of public accountability. If you have questions about this report or would like to request additional information, contact:

Bacon County Board of Commissioners
P.O. Box 356
Alma, Georgia 31510
Telephone: (912) 632-5214

BASIC FINANCIAL STATEMENTS

Bacon County, Georgia
Statement of Net Assets
December 31, 2011

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Bacon County Board of Health	Alma/Bacon County Joint Development Authority
Assets					
Cash and cash equivalents	$3,557,008	$ 144,126	$ 3,701,134	$ 261,793	$ 153,576
Receivables:		-		-	-
Accounts	328,365	-	328,365	-	-
Property taxes	841,790	-	841,790	-	-
Sales taxes	332,824	-	332,824	-	-
Interfund	14,875	(14,875)	-		
Intergovernmental	38,724	91,159	129,883	74,730	-
Interest	729	-	729	-	-
Prepaid expenses	40,962	8,100	49,062	-	-
Inventories	58,619	-	58,619	-	-
Capital Assets:				-	-
Nondepreciable	1,783,971	-	1,783,971	-	477,679
Depreciable, net	35,052,899	108,979	35,161,878	6,863	34,237
Other noncurrent asset	27,454	-	27,454	-	-
Total Assets	$42,078,220	337,489	42,415,709	343,386	665,492
Liabilities					
Current Liabilities					
Accounts payable	717,205	25,784	742,989	-	661
Accrued expenses	65,945	-	65,945	-	-
Intergovernmental payable	13,370		13,370	-	-
Capital leases due within one year	199,869	-	199,869	-	-
Notes payable due within one year	16,625	-	16,625	-	-
Compensated absences payable	-	-	-	17,829	-
				-	
Total Current Liabilities	1,013,014	25,784	1,038,798	17,829	661
Long-Term Liabilities					
Capital lease obligation (net of current portion)	482,244	-	482,244	-	-
Notes payable (net of current portion)	41,255	-	41,255	-	-
Total Long-Term Liabilities	523,499	-	523,499	-	-
Total Liabilities	1,536,513	25,784	1,562,297	17,829	661
Net Assets					
Invested in capital assets, net of related debt	36,096,877	108,979	36,205,856	6,863	511,916
Restricted for:			-		
Capital projects	1,288,142	-	1,288,142	-	-
Health and welfare	-	-	-	172,266	-
Housing and development	1,033	-	1,033	-	-
Judical	31,543	-	31,543	-	-
Public safety	419,611	-	419,611	-	-
Public works	2,610	-	2,610	-	-
Unrestricted	2,701,891	202,726	2,904,617	146,428	152,915
Total Net Assets	$ 40,541,707	$ 311,705	$ 40,853,412	$ 325,557	$ 664,831

See accompanying notes to the basic financial statements.

Bacon County, Georgia
Statement of Activities
For the Year Ended December 31, 2011

Functions/Programs	Expenses	Program Revenues: Charges for Services and Fines	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Units: Bacon County Board of Health	Component Units: Alma/Bacon County Joint Development Authority
Primary government:									
Governmental activities:									
General government	$ 1,099,233	$ 137,680	$ -	$ -	(961,553)	$ -	$ (961,553)	$ -	$ -
Judicial	576,202	97,395	-	-	(478,807)	-	(478,807)	-	-
Public safety	2,570,354	585,425	14,474	-	(1,970,455)	-	(1,970,455)	-	-
Public works	3,856,609	484,897	41,229	690,713	(2,639,770)	-	(2,639,770)	-	-
Health and welfare	472,842	1,790	85,600	-	(385,452)	-	(385,452)	-	-
Culture and recreation	136,383	-	-	-	(136,383)	-	(136,383)	-	-
Housing and development	557,505	219,736	19,849	-	(317,920)	-	(317,920)	-	-
Interest	28,252	-	-	-	(28,252)	-	(28,252)	-	-
Total governmental activities	9,297,380	1,526,923	161,152	690,713	(6,918,592)	-	(6,918,592)	-	-
Business-type activities:									
Ambulance and Rescue Service	381,362	416,379	-	3,050	-	38,067	38,067	-	-
Total business-type activities	381,362	416,379	-	3,050	-	38,067	38,067	-	-
Total primary government	$ 9,678,742	$ 1,943,302	$ 161,152	$ 693,763	(6,918,592)	38,067	(6,880,525)	-	-
Component units:									
Bacon County Board of Health	$ 436,870	$ 172,266	$ 269,734	$ -	-	-	-	5,130	-
Alma/Bacon County Joint Development Authority	139,001	6,528	91,666	-	-	-	-	-	(40,807)
Total component units	$ 575,871	$ 178,794	$ 361,400	$ -	-	-	-	5,130	(40,807)
General revenues:									
Taxes:									
Property taxes levied for general government purposes					2,924,583	-	-	-	-
Sales taxes					2,006,653	-	-	-	-
Insurance premium tax					319,137		-	-	-
Other taxes					139,172	-	-	-	-
Investment earnings					1,199	-	-	-	257
Miscellaneous					686,016	-	-	-	-
Gain on sell of capital assets					15,569	-	-	-	-
Extraordinary Items:									
Missappropriation of funds					-	(8,000)	-	-	-
Total General Revenues and Extraordinary Items					6,092,329	(8,000)	6,084,329	-	257
Change in Net Assets					(826,263)	30,067	(796,196)	5,130	(40,550)
Net Assets - Beginning of Year					41,367,970	281,638	41,649,608	320,427	705,381
Net Assets - End of Year					$ 40,541,707	$ 311,705	$ 40,853,412	$ 325,557	$ 664,831

See accompanying notes to the basic financial statements.

FUND FINANCIAL STATEMENTS

Bacon County, Georgia
Balance Sheet
Governmental Funds
December 31, 2011

	General	2005 SPLOST	Multiple Grant	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	$ 2,031,904	$ 1,218,290	$ 100,384	$ 206,430	$ 3,557,008
Receivables:					
Accounts	277,076	-	-	51,289	328,365
Property taxes	841,790	-	-	-	841,790
Sales taxes	125,925	206,899	-	-	332,824
Interfund	237,592	-	-	137,204	374,796
Intergovernmental	-	-	13,370	25,354	38,724
Interest	729	-	-	-	729
Prepaids	40,962	-	-	-	40,962
Inventories	58,619	-	-	-	58,619
				-	
Total Assets	$ 3,614,597	$ 1,425,189	$ 113,754	$ 420,277	$ 5,573,817
Liabilities and Fund Balances					
Liabilities					
Accounts payable	$ 665,497	$ -	$ -	$ 51,708	$ 717,205
Accrued expenditures	65,820	-	-	125	65,945
Interfund payable	137,204	222,717	-	-	359,921
Intergovernmental payable	-	-	13,370		13,370
Deferred revenue	361,871	-	-	-	361,871
		-			-
Total Liabilities	1,230,392	222,717	13,370	51,833	1,518,312
Fund Balances					
Nonspendable	99,581	-	-	-	99,581
Restricted for:					
Capital projects	-	1,202,472	75,216	10,454	1,288,142
Housing and development	-	-	-	1,033	1,033
Judicial	-	-	-	31,543	31,543
Public safety	96,807	-	-	322,804	419,611
Public works	-	-	-	2,610	2,610
Unrestricted:					
Assigned:					
Capital projects	-	-	25,168	-	25,168
Culture and recreation	1,785	-	-	-	1,785
Health and welfare	26,241	-	-	-	26,241
Housing and development	80,582	-	-	-	80,582
Unassigned	2,079,209	-	-	-	2,079,209
Total Fund Balances	2,384,205	1,202,472	100,384	368,444	4,055,505
Total Liabilities and Fund Balances	$ 3,614,597	$ 1,425,189	$ 113,754	$ 420,277	$ 5,573,817

See accompanying notes to the basic financial statements.

Bacon County, Georgia
Reconciliation of the Governmental Funds Balance Sheet
to the Government-wide Statement of Net Assets
December 31, 2011

Total Governmental Fund Balances		$ 4,055,505
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.		
Cost of capital assets	$ 57,345,187	
Less accumulated depreciation	(20,508,317)	36,836,870
Other assets are not available to pay for current period expenditures and therefore are deferred in the funds		
Property taxes		361,871
Net pension asset used in governmental activities is not a financial resource and, therefore, is not reported in the funds		27,454
Non-current liabilities are not due and payable in the current period and therefore are not reported in the funds		
Notes payable	(57,880)	
Capital leases	(682,113)	(739,993)
Net Assets of Governmental Activities		$ 40,541,707

See accompanying notes to the basic financial statements.

Bacon County, Georgia
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2011

	General	2005 SPLOST	Multiple Grant	Other Governmental Funds	Total Governmental Funds
Revenues					
Property taxes	$ 3,034,704	$ -	$ -	$ -	$ 3,034,704
Other taxes	1,210,943	1,254,019	-	-	2,464,962
Licenses and permits	16,599	-	-	-	16,599
Intergovernmental	33,614	-	742,195	76,056	851,865
Charges for services	1,167,955	-	-	196,373	1,364,328
Fines and forfeitures	114,951	-	-	47,644	162,595
Investment earnings	1,199	-	-	-	1,199
Miscellaneous	669,418	-	-	-	669,418
Total Revenues	6,249,383	1,254,019	742,195	320,073	8,565,670
Expenditures					
Current:					
General government	1,076,173	-	-	-	$ 1,076,173
Judicial	573,880	-	-	2,322	576,202
Public safety	2,285,033	-	-	186,783	2,471,816
Public works	2,079,521	-	-	76,302	2,155,823
Health and welfare	406,087	-	51,986		458,073
Culture and recreation	118,533	-	-	-	118,533
Housing and development	484,646	-	-	19,915	504,561
Intergovernmental		951,424	-	-	951,424
Debt service:					-
Principal	47,012	205,404	-	-	252,416
Interest	10,386	17,866	-		28,252
Capital outlay	-	437,464	647,223	14,703	1,099,390
Total Expenditures	7,081,271	1,612,158	699,209	300,025	9,692,663
				-	
Excess (Deficiency) of Revenues Over (Under) Expenditures	(831,888)	(358,139)	42,986	20,048	(1,126,993)
Other Financing Sources (Uses):					
Proceeds of general capital asset dispositions	15,569	-	-	-	15,569
Proceeds from capital leases	627,837	-	-	-	627,837
Total Other Financing Sources and Uses	643,406	-	-	-	643,406
				-	
Net Change in Fund Balances	(188,482)	(358,139)	42,986	20,048	(483,587)
				-	
Fund Balances - Beginning of Year	2,572,687	1,560,611	57,398	348,396	4,539,092
				-	
Fund Balances - End of Year	$ 2,384,205	$ 1,202,472	$ 100,384	$ 368,444	$ 4,055,505

See accompanying notes to the basic financial statements.

Bacon County, Georgia
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Government-wide Statement of Activities
For the Year Ended December 31, 2011

Net Change in Fund Balances - Total Governmental Funds		$ (483,587)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures on the governmental fund type operating statement. 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 the capitalized capital outlays exceeded depreciation expense in the current period.		
Depreciation expense	$ (1,341,487)	
Capital outlay	1,480,237	138,750
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations)		
Cost of assets sold/disposed	$ (352,307)	
Accumulated depreciation	352,307	-
Revenues reported in the statement of activities that do not provide current financial resources are not reported as revenues at the fund financial reporting level.		
Property taxes:		
Deferred at 12/31/10	$ (471,993)	
Deferred at 12/31/11	361,871	
Net pension obligation:		
Balance at 12/30/10	(23,337)	
Balance at 12/30/11	27,454	(106,005)
The issuance of long-term debt (i.e., bonds, leases, notes) provides current financial resources to governmental funds. The repayment of principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.		
Debt issued or incurred:		
Issuance of capital leases	$ (627,837)	
Principal repayments:		
Repayment of notes	157,615	
Repayment of capital leases	94,801	(375,421)
Change in Net Assets of Governmental Activities		$ (826,263)

See accompanying notes to the basic financial statements.

Bacon County, Georgia
Proprietary Funds
Statement of Net Assets
December 31, 2011

	Business-Type Activities - Enterprise Funds	
	Ambulance and Rescue Service	Total
Assets		
Current Assets:		
Cash and cash equivalents	$ 144,126	$ 144,126
Accounts receivable, net	91,159	91,159
Prepaid expenses	8,100	8,100
Total Current Assets	243,385	243,385
Capital Assets		
Depreciable	108,979	108,979
Total Assets	352,364	352,364
Liabilities		
Current Liabilities:		
Accounts payable	25,784	25,784
Interfund Payable	14,875	14,875
Total Current Liabilities	40,659	40,659
Total Liabilities	40,659	40,659
Net Assets		
Invested in capital assets	108,979	108,979
Unrestricted	202,726	202,726
Total Net Assets	$ 311,705	$ 311,705

See accompanying notes to the basic financial statements.

Bacon County, Georgia
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Year Ended December 31, 2011

	Business-Type Activities - Enterprise Funds	
	Ambulance and Rescue Service	Total
Operating Revenues		
Charges for services	$ 416,379	$ 416,379
Total Operating Revenues	416,379	416,379
Operating Expenses		
Personal services	254,736	254,736
Purchased services	29,186	29,186
Supplies	66,023	66,023
Depreciation	31,417	31,417
Total Operating Expenses	381,362	381,362
Operating Income	35,017	35,017
Non-operating Revenue		
Intergovernmental	3,050	3,050
Total Non-operating Revenue	3,050	3,050
Extraordinary Items		
Misappropriation of funds	(8,000)	(8,000)
Total Extraordinary Items	(8,000)	(8,000)
Change in Net Assets	30,067	30,067
Net Assets, Beginning of Year	281,638	281,638
Net Assets, End of Year	$ 311,705	$ 311,705

See accompanying notes to the basic financial statements.

Bacon County, Georgia
Proprietary Funds
Statement of Cash Flows
For the Year Ended December 31, 2011

	Business-Type Activities - Enterprise Funds	
	Ambulance and Rescue Service	Total
Cash Flows from Operating Activities		
Cash received from customers	$ 454,408	$ 454,408
Cash payments to employees for services	(254,736)	(254,736)
Cash payments to suppliers for goods and services	(104,998)	(104,998)
Cash payments from missappropriation of funds	(8,000)	(8,000)
Net Cash Provided (Used) by Operating Activities	86,674	86,674
Cash Flows from Capital Financing Activities		
Grant proceeds	3,050	3,050
Acquisition of Capital Assets	-	-
Net Cash Provided by Capital Financing Activities	3,050	3,050
Net Increase (Decrease) in Cash and Cash Equivalents	89,724	89,724
Cash and Cash Equivalents, Beginning of Year	54,402	54,402
Cash and Cash Equivalents, End of Year	$ 144,126	$ 144,126
Reconciliation of Operating Income to Net Cash Provided by Operating Activities		
Operating income (loss)	$ 35,017	$ 35,017
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	31,417	31,417
Changes in assets and liabilities:		
Decrease in accounts receivable	38,029	38,029
Decrease in accounts payable	(24,664)	(24,664)
Increase in Interfund Payable	14,875	14,875
Net Cash Provided by (Used in) Operating Activities	$ 94,674	$ 94,674

See accompanying notes to the basic financial statements.

Bacon County, Georgia
Statement of Fiduciary Assets and Liabilities
December 31, 2011

	Agency Funds
Assets	
Cash	$ 101,069
Total Assets	$ 101,069
Liabilities	
Due to others	$ 101,069
Total Liabilities	$ 101,069

See accompanying notes to the basic financial statements.

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental activities at the government-wide financial reporting level and to its enterprise fund, provided they do not conflict with or contradict GASB pronouncements. The County does not follow subsequent private-sector guidance.

The more significant of the County's accounting policies are described below.

A. Reporting entity

Bacon County, Georgia (the "County") is a state-chartered county, chartered under the provision of the State of Georgia. The County is governed by a full-time Chairman and a five member Council who serve on a part-time basis and are elected to staggered four-year terms. There are additional officers elected countywide. State law pertaining to county government provides for the independent election of these county officials. The officials are all part of the County's legal entity. These elected officials are the sheriff, tax commissioner, state court judge, magistrate/probate court judge and superior court judge. The offices of the independently elected officials are separate from the County and therefore are reported as part of the primary government.

The state constitution and state law pertaining to county government provide for the independent election of the superior court judges and the district attorney. The cost of operations of the superior court judges and the district attorney offices is shared with the State of Georgia. Only that portion of the cost for which the County is responsible is reported in these financial statements.

The County has implemented the Governmental Accounting Standards Board Statement 14 "The Financial Reporting Entity". 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 jointly governed organization, or another stand alone government) serves as the nucleus for its own reporting entity when it issues separate financial statements.

The County has met the criteria for classification as a primary government. The County has a separately elected governing body, is legally separate and is fiscally independent of other state and local governments. All funds, organizations, institutions, agencies, departments and officers that are not legally separate of the primary government, for financial reporting purposes, are part of the primary government and are included in the financial statements of the County.

Discretely Presented Component Units

Bacon County Board of Health - The Bacon County Board of Health is responsible for providing general health care within the County of Bacon, Georgia. The Board of Health consists of seven members. Board membership is automatic for the County Commission Chairman, County Superintendent of Schools and the Mayor of the City of Alma who serve while holding office. The remaining four members serve six year terms with three members being appointed by the Commissioners of Bacon County, Georgia and one member being appointed by the Alma City Council. The financial operations of the Bacon County Board of Health are presented as a governmental fund type. The Board of Health maintains its financial records on a year-end which is different from the County's year-end. Therefore, the audited financial statements as of and for the year ended June 30, 2011 have been presented.

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Alma-Bacon County Joint Development Authority - Created in 2003, the Alma-Bacon County Joint Development Authority (the "Development Authority") is responsible for industrial and commercial development within the Bacon County, Georgia. The Development Authority board consists of seven members, six of who are appointed by the Bacon County, Georgia County Commission and one by the City Council of the City of Alma, Georgia for staggered terms. The Development Authority is financed by advalorem taxes levied by the Bacon County, Georgia County Commission. The Authority meets the GASB 14 criteria for inclusion as a component unit. The financial statements of the component have been included as a discretely presented component unit. The year end of the component unit is December 31, 2011, which is the same year end as Bacon County, Georgia. Financial information of the component unit is reported in a column separate from the County's financial information to emphasize that it is legally separate from the County.

Complete financial statements for the individual component units discussed above may be obtained at the following address:
Bacon County
Board of Commissioners
P.O. Box 356
Alma, GA 31510

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are normally 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 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 agency funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement 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 financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as 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.

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 60 days of the end of the current year. Expenditures generally are recorded 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 only when payment is due.

Property taxes, sales taxes, licenses, garbage charges and interest associated with the current year are all considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County uses the following fund types:

Governmental funds:

The focus of governmental fund measurement (in the fund financial statements) is upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income.

The County reports the following major governmental funds:

General Fund - The General Fund of the County, accounts for all financial resources except those required to be accounted for in another fund.

2005 SPLOST Fund - The 2005 SPLOST Fund is used to account for the collection and disbursement of the 2005 1% Special Local Option Sales Tax (SPLOST) funds to be used for the acquisition of equipment or construction of major capital facilities or infrastructure and other projects.

Multiple Grant Fund – The Multiple Grant Fund is used to account for financial resources used for the acquisition or construction of major capital facilities, mainly roads. The County's multiple grant fund is used to account for grant money received from the State of Georgia Department of Transportation and grant money from other sources.

Additionally the County reports the following fund types:

Special Revenue Funds - The special revenue funds account for the proceeds of specific revenue sources, the expenditures for which are legally restricted for purposes specified in grant agreements, or are for a specific project or purpose.

Capital Projects Funds - The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds. The County's capital project funds are used to account for grant monies received for capital purposes from the Department of Housing and Urban Development under the Community Development Block Grant program and grant monies from other sources.

Proprietary funds:
Proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The focus of proprietary funds measurement is upon determination of operating income, changes in net assets, financial position and cash flows. The generally accepted accounting principles applicable are similar to those in the private sector.

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Enterprise Fund – Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The County has the following major enterprise fund:

Bacon County Ambulance and Rescue Service – The Bacon County Ambulance and Rescue Service Fund was established for the control of the operating revenue and expense of the County's ambulance and rescue service.

Fiduciary funds:
Fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting, and are used to report assets held in a trustee or agency capacity for others and therefore are not available to support County programs. The reporting focus is upon net assets and changes in net assets and employs accounting principles similar to proprietary funds. There are five agency funds, which account for the receipts and disbursements of funds by the tax commissioner and various clerks of court.

Non-current governmental assets/liabilities:

GASB Statement 34 eliminates the presentation of account groups, but provides for these reports to be maintained and incorporates the information into the governmental column in the government-wide statement of net assets.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. An exception of this general rule is payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, liabilities, and net assets or equity

1. Deposits

The County has defined cash and cash equivalents to include cash on hand, demand deposits, amounts with fiscal agents and investments with an original maturity of three months or less. Time deposits are classified as cash and cash equivalent without regard to maturity date.

Investments are stated at fair value based on quoted market prices.

Statutes authorize the County to invest in obligations of the U.S. Treasury, other U.S. Government agencies, the State of Georgia, other counties, municipal corporations and political subdivisions of the State of Georgia and pooled investment programs sponsored by the State of Georgia for the investment of local government funds.

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Receivables

In the fund financial statements, material receivables in governmental funds include revenue accounts such as property taxes, grants and other similar intergovernmental revenues since they are both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis of accounting. Accounts receivable account for the majority of the proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

3. Inventories and prepaid items

On the government-wide financial statements, Inventories are stated at the lower of cost of market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements, inventories of governmental funds are stated at cost. Cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased (i.e., the purchases method). At year-end, fund balance is reserved for a like amount of inventory on hand.

Payments made to vendors for services that will benefit future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements.

4. Restricted assets

Proceeds from certain revenues and other resources in the General Fund, Special Revenue Funds and Capital Projects Funds are classified as restricted assets on the balance sheet because their use is limited by applicable statutes or agreements. When an expense is incurred for which both restricted and unrestricted net assets are available, restricted resources are applied first.

5. Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide statement of net assets but does not report these assets in the governmental fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of five thousand dollars. The County's infrastructure consists of roads and bridges. The County's infrastructure was reported retroactively in 2007. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacements. Depreciation is computed using the straight-line method over the following useful lives:

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Asset Class	Governmental Activities Estimated Lives	Capitalization Threshold
Primary Government:		
Buildings and improvements	25 - 50	$50,000
Machinery and equipment	7 - 10	$5,000
Infrastructure	25 - 50	$50,000
Component Units:		
Machinery and equipment	5 - 20	$5,000

At the inception of capital leases at the governmental fund reporting level, expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments.

6. Compensated absences

The liability for compensated absences has not been accrued as this amount is payable only if approved by the County Chairman and if the employee is separated in good standing. Accumulated annual leave must be taken during the year it is earned. The maximum accumulation of sick leave is 45 days. Employees will not be paid for accumulated sick leave upon separation.

7. Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of these funds. Notes are recognized as a liability in the governmental fund financial statements when due.

8. Fund Equity

Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net assets."

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. Amounts are classified as nonspendable, restricted, committed, assigned, or unassigned. Fund considered to be nonspendable are items that are not available to fund expenditures, such as fund balance associated with inventories or prepaid expenses. The County's nonspendable fund balance totaled $99,581 and is comprised of prepaid expenses of $ 40,962 and inventory of $ 58,619. The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, and external resource provider, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purpose determined by a formal action of the government's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposed but do not meet the criteria to be classified as restricted or committed. Assigned fund balance may be assigned by the Board of Commissioners or a designee to whom the Board delegates authority. Assigned fund balance is established by the Board through adoption or amendment of the budget as intended for a specific purpose. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed.

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned. The County applies restricted fund balance first when an expense is incurred for purposes for which both restricted and unrestricted fund balances are available. Additionally, the County would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are incurred.

Net Assets – Net assets represents the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditor, grantors, or laws or regulations of other governments. All other net assets are reported as unrestricted.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

9. Revenues, expenditures, and expenses

   a. Operating and non-operating revenues and expenses

      Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods or services. Also included are all revenues and expenses not related to capital and related financing, non-capital financing, or investing activities. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

      When both restricted and unrestricted resources are available for use, the County's policy is to use restricted resources first, then unrestricted resources as needed.

   b. Expenditures/expenses

      In the government-wide financial statements, expenses are classified by function for governmental activities. Administrative overhead charges are made to various functions and are included in direct expenses. In the fund financial statements, governmental fund expenditures are classified by character i.e. current (further classified by function), debt service, and capital outlay. Proprietary fund expenses are classified as operating and non-operating.

      In the fund financial statements, governmental funds report expenditures of current financial resources. Proprietary funds report expenses relating to use of economic resources.

10. Interfund transactions

    Interfund transactions are reflected as loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transfers are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide columnar presentation.

I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. 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 those estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary information

The County normally adopts an annual operating budget for all governmental funds except the capital projects funds, which have an adopted project budget. The budget resolution reflects the total of each department's appropriation in each fund. For 2011 the County did not adopt annual budgets for the Juvenile Court, Jail Commissary, Confiscated Assets or the Emergency Management Agency Special Revenue Funds.

Budgets are adopted on a basis consistent with GAAP with the exception of the capital projects funds, which have project length budgets, rather than annual budgets.

The following departments overspent the final 2011 annual budget:

General Fund:

Tax Commissioner	8,760
Tax Assessors	5,438
General Government – Bldg. & Plant	25,541
State Court	434
Juvenile Court	5,996
Grand Jury	399
Sheriff	26,497
Jail Operations	61,110
School Resource Officer	1,677
Fire Department-Alma	61,746
EMS-Ambulance	18,067
Health	1,218
Welfare	870
Airport	41,892
Debt Service	59,818

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level within each individual fund. Any change in total to a fund or departmental appropriation within a fund requires approval of the Board of County commissioners. The County Chairman may make transfers of appropriations within a department.

The appropriated budget is prepared by fund, function, and department. Transfers of appropriations between departments require the approval of the commissioners. The legal level of budgetary control (i.e., the level at which expenditures may not exceed appropriations) is the department level. The commissioners did not make supplementary budget appropriations during the year.

All unexpended annual appropriations lapse at year-end.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits

Deposits – The County's cash and investment policy limits deposits to demand and money market accounts and time deposits at local banks. The County's deposits shall be secured by Federal Depositary Insurance Corporation (FDIC) coverage and/or bank pledges. State statutes require banks holding public funds to secure these funds by FDIC insurance, securities pledged at par value, and surety bonds at face value in combined aggregate totaling not less than 110 percent of the public funds held.

Custodial Credit Risk – Deposits - The custodial credit risk for deposits is the risk that, in the event of bank failure, the County's deposits may not be recovered.

As of December 31, 2011, all of the County's deposits were covered either by FDIC coverage or collateralized by the financial institution or a combination of the two. At year-end the bank balance of the County's demand and time deposits was $3,870,170 and the carrying amount was $3,802,203.

Also, both the Bacon County Board of Health and the Alma/Bacon County Joint Development Authority's deposits were covered either by FDIC coverage or were entirely insured or collateralized with securities held by the component unit's agent in the component unit's name.

Primary government cash and cash equivalents reconciliation:

	Cash and Cash Equivalents
Primary Government - Fund Reporting Level:	
Governmental Funds - Balance Sheet	$ 3,557,008
Proprietary Fund Type Statement of Net Assets	144,126
Statement of Fiduciary Assets and Liabilities	101,069
Total	$ 3,802,203

B. Receivables

Receivables at December 31, 2011 consisted of taxes, accounts (billings for user charges) and intergovernmental receivables arising from grants and utility usage by the City of Alma.

Receivables and payables are recorded on the County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

The allowance for uncollectibles is as follows:

- General fund - $ 7,026

III. DETAILED NOTES ON ALL FUNDS (continued)

C. Property Taxes

The major receivable of the County is property taxes receivable. Property is appraised and a lien on such property becomes enforceable 60 days after the final notification of delinquency of property taxes. Property tax millage rates are usually adopted in September and tax bill are rendered in October.

The County's property tax calendar for 2011 was as follows:
Property taxes attached as an enforceable lien on property as of January 1, 2011. The tax levy of 13.988 mills was approved on August 25, 2011. Taxes became due on December 20, 2011 and became delinquent on January 15, 2012.

The County bills and collects its own property taxes and also collects property, vehicle and mobile home taxes for the County Board of Education, the City of Alma and the State of Georgia. Collection of the County's and other governmental agencies' taxes is the responsibility of the Tax Commissioner's Office, which is accounted for in an agency fund.

D. Capital Assets

Primary Government:
Governmental Activities:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 1,433,832	$ -	$ -	$ 1,433,832
Construction in progress	74,541	350,139	(74,541)	350,139
Total capital assets, not being depreciated	1,508,373	350,139	(74,541)	1,783,971
Capital assets, being depreciated				
Buildings	8,112,109	270,365	-	8,382,474
Improvements	2,008,309	172,142	-	2,180,451
Equipment, vehicles and furniture	3,730,018	762,133	(352,307)	4,139,844
Infrastructure	40,858,447	-	-	40,858,447
Total capital assets, being depreciated	54,708,883	1,204,640	(352,307)	55,561,216
Less accumulated depreciation for:				
Buildings	(2,442,967)	(164,503)	-	(2,607,470)
Improvements	(523,472)	(51,701)	-	(575,173)
Equipment, vehicles and furniture	(2,695,572)	(306,460)	352,307	(2,649,725)
Infrastructure	(13,857,126)	(818,823)	-	(14,675,949)
Total accumulated depreciation	(19,519,137)	(1,341,487)	352,307	(20,508,317)
Total capital assets, being depreciated, net	35,189,746	(136,847)	-	35,052,899
Net governmental activities capital assets	$ 36,698,119	$ 213,292	$ (74,541)	$ 36,836,870

III. DETAILED NOTES ON ALL FUNDS (continued)

Business-Type Activities:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated				
Equipment	$ 467,054	$ -	$ -	$ 467,054
Total capital assets, being depreciated	467,054	-	-	467,054
Less accumulated depreciation for:				
Equipment	(326,658)	(31,417)	-	(358,075)
Total accumulated depreciation	(326,658)	(31,417)	-	(358,075)
Net business-type activities capital assets	$ 140,396	$ (31,417)	$ -	$ 108,979

Discretely Presented Component Units

Capital assets activity for the Bacon County Board of Health for the year ended June 30, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated				
Equipment	$ 48,671	$ 7,625	$ -	$ 56,296
Total capital assets, being depreciated	48,671	7,625	-	56,296
Less accumulated depreciation for:				
Equipment	(48,671)	(762)	-	(49,433)
Total accumulated depreciation	(48,671)	(762)	-	(49,433)
Net Board of Health capital assets	$ -	$ 6,863	$ -	$ 6,863

III. DETAILED NOTES ON ALL FUNDS (continued)

Capital assets activity for the Alma/Bacon County Joint Development Authority for the year ended December 31, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 477,679			$ 477,679
Total capital assets, not being depreciated	477,679	-	-	477,679
Capital assets, being depreciated				
Buildings	25,809	-	-	25,809
Equipment	7,917	-	-	7,917
Infrastructure	13,750	-	-	13,750
Total capital assets, being depreciated	47,476	-	-	47,476
Less accumulated depreciation for:				
Buildings	(4,355)	(645)	-	(5,000)
Equipment	(4,358)	(1,017)	-	(5,375)
Infrastructure	(2,177)	(687)	-	(2,864)
Total accumulated depreciation	(10,890)	(2,349)	-	(13,239)
Total capital assets, being depreciated, net	36,586	(2,349)	-	34,237
Net Alma/Bacon County Joint Development Authority activities capital assets	$ 514,265	$ (2,349)	$ -	$ 511,916

Depreciation expense was charged to governmental activities as follows:

General government	$ 58,638
Public safety	131,921
Public works	1,027,865
Health and social services	14,769
Culture and recreation	17,850
Housing and development	90,444
Total depreciation expense	$1,341,487

III. DETAILED NOTES ON ALL FUNDS (continued)

E. Interfund receivables, payables and transfers

Interfund Balances – Interfund balances at December 31, 2011 consisted of the following amounts and represent charges for services or reimbursable expenses. The County expects to repay all interfund balances within one year.

	Payable from:			
Payable to:	General Fund	Ambulance and Rescue Service	2005 SPLOST	Total
E-911 Fund	137,204	-	-	137,204
General Fund	-	14,875	222,717	237,592
Total	$ 137,204	$ 14,875	$ 222,717	$ 374,796

Interfund Transfers – The County had no interfund transfers for the year ended December 31, 2011.

F. Liabilities

Notes Payable

Governmental Activities:

Primary government:

The County entered into a community facility installment loan agreement on February 18, 2005 with the United States Department of Agriculture totaling $45,000 for the replacement of the library building roof. The note bears interest at 4.25%. Beginning March 18, 2006, principal and interest is payable in monthly installments of $503 thru March 18, 2015. At December 31, 2011, the outstanding balance on the note payable was $17,756.

The annual debt service requirement to maturity of the note payable at December 31, 2011 is as follows:

Year Ending December 31,	Principal	Interest	Total
2012	5,385	651	6,036
2013	5,619	417	6,036
2014	5,862	174	6,036
2015	890	5	895
	$ 17,756	$ 1,247	$ 19,003

III. DETAILED NOTES ON ALL FUNDS (continued)

The County has entered into a vehicle installment loan agreement on May 26, 2010 with the United States Department of Agriculture totaling $57,000 for the financing on four vehicles. The note bears interest at 4.125%. Beginning June 26, 2010, principal and interest is payable in monthly installments of $1,057 thru May 26, 2015. At December 31, 2011, the outstanding balance on the note payable was $40,124.

The annual debt service requirement to maturity of the note payable at December 31, 2011 is as follows:

Year Ending December 31,	Principal	Interest	Total
2012	11,240	1,444	12,684
2013	11,712	972	12,684
2014	12,205	479	12,684
2015	4,967	49	5,016
	$ 40,124	$ 2,944	$ 43,068

Capital Leases

The County leases assets under capital leases. The economic substance of the leases is that the County is financing the acquisition of the assets through the lease over its term, and accordingly, the leases have been recorded at the present value of their future minimum lease payments as of the inception date. Gross amounts of assets recorded under capital leases at December 31, 2011 were $884,047 in equipment.

Future minimum lease payments are as follows:

Year	Amount
2012	222,426
2013	98,658
2014	256,718
2015	144,759
2016	13,651
Total minimum lease payments	736,212
Lease amount representing interest	(54,100)
Present value of future lease payments	$ 682,113

III. DETAILED NOTES ON ALL FUNDS (continued)

Changes in Long-term Liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental activities:					
Primary government					
Notes payable	$ 215,495		$ (157,615)	$ 57,880	$ 16,625
Capital leases	149,077	627,837	(94,801)	682,113	199,869
Total primary government	364,572	627,837	(252,416)	739,993	216,494
Total governmental activities	$ 364,572	$ 627,837	$ (252,416)	$ 739,993	$ 216,494

Short-term debt
The County did not incur any short-term debt during the year.

G. Sanitary landfill postclosure care costs

On April 8, 1994 the Alma-Bacon County Sanitary Landfill was closed. Various state and federal laws and regulations require certain maintenance and monitoring to be performed on the site. Expenditures since that date are expensed as incurred. The annual cost of maintaining and monitoring the closed sanitary landfill is estimated to be $8,500. However, the actual cost of postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. No liability has been recorded in the accounts of Bacon County, Georgia for future costs.

IV. OTHER NOTES

A. Risk management

Interlocal Risk Management Agency - The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County joined together with other counties in the state as part of the Interlocal Risk Management Agency (IRMA) for property and liability insurance and the Association of County Commissioners of Georgia (ACCG) Group Self-Insurance Worker's Compensation Fund (WCSIF), public entity risk pools currently operating as common risk management and insurance programs for member local governments. The ACCG administers both risk pools.

As part of these risk pools, the County is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pools' agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

IV. OTHER NOTES (continued)

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member governments' contracts and in accordance with the workers' compensation laws of Georgia. The funds are to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

The County has not compiled a record of the claims paid up to the applicable deductible for the prior or current fiscal year. The County is not aware of any claims, which the County is liable for (up to the applicable deductible) which were outstanding and unpaid at December 31, 2011. No provision has been made in the financial statements for the year ended December 31, 2011, for any estimate of potential unpaid claims.

The County carries a combined property, casualty and crime coverage with the ACCG–IRMA.

B. Contingent liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County has an agreement with the Bacon County Hospital Authority that in the event of nonpayment by the hospital authority of hospital revenue bonds, the County will levy a hospital bond tax millage rate sufficient to cover the current principal and interest payment of the hospital revenue bonds. The County has never been called upon to make any direct payments pursuant to such guarantee.

Bacon County is a defendant in various legal proceedings and litigations arising in the normal course of operations. Although the outcome of these proceedings is not presently determinable, in the opinion of the county attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

Development Authority: Bacon County Development Authority is a defendant in a legal proceeding involving the wrongful termination of its former employee. As of the date this audit was issued a judgment against the Bacon County Development Authority was entered on June 7, 2012 in the total amount of $276,175.69. A Notice of Appeal to the Eleventh Circuit United States Court of Appeals has been filed. Attorneys for Bacon County Development Authority believe the Authority's position is strong on appeal. As of December 31, 2011 no judgment had been made in this case. Therefore, no liability has been recorded as of year end.

C. Joint ventures

Bacon County, Georgia, in conjunction with cities and counties in the eighteen county South Georgia area are members of the Southern Georgia Regional Commission (SGRC). Membership in a regional commission (RC) is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the RCs. Each county and municipality in the state is required by law to pay the minimum annual dues to the RC. The County paid annual dues in the amount of $9,028 to the SGRC for the year ended December 31, 2011. The SGRC Board membership includes the chief elected official of each county and the chief elected official of each municipality. Additional council members are appointed from the region by the Governor, Lieutenant Governor and the Speaker of the House of Representatives. Separate financial statements are available at the following address: Southern Georgia Regional Commission. 327 West Savannah Avenue, Valdosta, GA 31503, or by calling 229-333-5277.

IV. OTHER NOTES (continued)

The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) defines regional commissions as "public agencies and instrumentalities of their members". Georgia law also provides that member governments are liable for any debts or obligations of an RC beyond its resources (O.C.G.A. 50-8-39.1).

Southeast Georgia Development Authority - Bacon County, Georgia in conjunction with Appling and Jeff Davis counties have jointly created a regional development authority, which has been named the Southeast Georgia Development Authority. The purpose of the authority is to create a jointly owned regional industrial park consisting of approximately 125 acres located between the Cities of Baxley and Hazlehurst in Appling County, Georgia. Bacon County committed to one-third of the purchase price of the land which amounted to $75,000. The County Chairman serves on the board of the Southeast Georgia Development Authority. Separate financial statements are available from the following address: Bacon County Board of Commissioners, 502 West 12th Street, Alma, Georgia 31510.

D. Special purpose local option sales tax (SPLOST)

On November 8, 2005, Bacon County voters approved a referendum imposing a special one percent retail sales and use tax for a limited period of time not to exceed six years, for the collection of an estimated $6,000,000, from the imposition date of April 1, 2006. This revenue is reported in the 2005 SPLOST special revenue fund. The purpose is to fund various capital projects of the County, City of Alma, Bacon County Hospital, Bacon County Development Authority and the Alma-Bacon County Recreation Department.

E. Pension plan

Primary Government

Plan Description

The County's defined benefit pension plan, Bacon County Defined Benefit Plan (BCDBP), provides for benefits upon retirement, death, disablement, and termination of employment, if certain eligibility conditions are met. BCDBP is affiliated with the Association County Commissioners of Georgia Defined Benefit Plan (ACCGDBP), an agent multiple-employer pension plan administered by the Association County Commissioners of Georgia, which acts as a common investment and administrative agent for participating counties in Georgia. The constitution of the State of Georgia enables the governing authority of the County, the Board of Commissioners, to establish and amend the benefit provisions of the plans that participate in ACCGDBP. The Association County Commissioners of Georgia issues a publicly available financial report that includes financial statements and required supplementary information for ACCGDBP. That report may be obtained by writing to the Association County Commissioners of Georgia, Suite 1000, 50 Hurt Plaza, Atlanta, Georgia 30303.

Any full-time employee is eligible to participate that meets the provisions as set out in the adoption agreement. Participants are one hundred percent vested after five years of service. Members are eligible for normal retirement upon attaining age 65 and 3 years of participation in the Plan. Early retirement is available upon a member attaining age 60, 10 years of service and 3 years of participation.

Funding Policy

The County is required to contribute at an actuarially determined rate in accordance with Section 47-20 of the Georgia Code, which sets forth the minimum funding standards for state and local government pension plans. Plan members are not required to contribute to the Plan. The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish and amend the contribution rates for the County and its plan participants.

IV. OTHER NOTES (continued)

Annual Pension Cost

The County's required and actual employer contribution was $78,732 for the 2011 plan year. The required contribution was determined as part of the January 1, 2011, actuarial valuation using the "Projected Unit Credit" actuarial cost method. The actuarial value of BCDBP assets was determined based on the asset's market value. The actuarial assumptions used in the valuation include: (a) a 3% inflation rate, (b) an 7.75% investment rate of return, (c) salary increases at 4.5%-7.0% based on age, and (d) no post-retirement benefit increases. The unfunded actuarial accrued liability of the BCDBP is being amortized as a level percent of pay on a closed basis over a remaining amortization period of 10 years.

Three Year Trend Information

Year Ended December 31,	Annual Pension Cost (APC)	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation(Asset)
2008	56,738	58,062	102.3%	(19,079)
2009	61,213	65,472	107.0%	(23,338)
2010	75,792	79,908	105.4%	(27,454)
2011	77,126	N/A	N/A	N/A

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
01/01/09	683,797	894,763	210,966	76.4%	832,258	25.3%
01/01/10	733,618	982,416	248,798	74.7%	998,534	24.9%
01/01/11	797,017	1,013,760	216,743	78.6%	1,004,944	21.6%

Annual required contribution	$ 76,977
Interest on net obligation	(2,128)
Adjustment to annual required contribution	2,277
Annual cost (expense)	77,126
Contributions made	N/A
Increase in net obligation	N/A
Net obligation-beginning of year	(27,454)
Net obligation-end of year	$ N/A

IV. OTHER NOTES (continued)

F. Defined contribution plan

Bacon County adopted the ACCG 401(a) Defined Contribution and the ACCG 457 Deferred Compensation Programs on May 27, 2008. The plan is administered by the Association County Commissioners of Georgia (ACCG). To be eligible, an employee must work a minimum of 32 hours per week and must have a minimum of 6 months continuous employment with the County. The County will match employee contributions to the plan equal to 50% of the amount the participant is contributing to a section 457(b) eligible deferred compensation plan but in no event will matching contributions made on behalf of a participant exceed 3% of the participant's includable compensation. Employer matching contributions are 100% vested after a participant has been employed as an eligible employee for 5 years. Matching contributions remain 0% vested until the participant satisfies the full vesting period. The total amount contributed by the County in 2011 to the 401(a) defined contribution plan was $ 17,354. The employees contributed $36,062 to their 457(b) deferred compensation plan. The County has the sole authority of amending and changing the plan.

G. Agreement

On April 15, 1996, financing for the Bacon County Department of Family and Children Services (DFACS) project, which consisted of purchase of land and construction of a building, was provided through an annually renewable installment purchase agreement. Bacon County is financially responsible under the installment purchase agreement for payments due during each one year term of the agreement. The County enters into an annual rental agreement with the Georgia Department of Human Resources which provides the funds to the County to pay the installment purchase agreement payments.

If the State of Georgia fails to appropriate funding with which to make payments under the lease purchase agreement, Bacon County has the option of not renewing the installment purchase agreement for the next one year term. Bacon County has no financial obligation under the installment purchase agreement following termination except for any unpaid amounts due for the one year term in effect at the time of termination.

No asset or liability has been recorded in the County's financial statements as a result of this agreement.

I. Extraordinary Items

A misappropriation of funds occurred in the Ambulance and Rescue Service Fund, an enterprise fund. In 2011, the identified misappropriation was $8,000 in the Ambulance and Rescue Service Fund. This amount has been identified as Extraordinary Items in the financial statements. Total prior year misappropriations were $238,613. As of the date of the report a recovery amount of $49,000 was recovered for identified misappropriations.

REQUIRED SUPPLEMENTARY INFORMATION

Bacon County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget- Positive (Negative)
Revenues				
Taxes	$ 4,891,500	$ 4,891,500	$ 4,245,647	$ (645,853)
Licenses and permits	11,200	11,200	16,599	5,399
Intergovernmental	22,500	22,500	33,614	11,114
Charges for services	1,051,670	1,051,670	1,167,955	116,285
Fines and forfeitures	92,925	92,925	114,951	22,026
Investment earnings	6,000	6,000	1,199	(4,801)
Miscellaneous	210,500	210,500	669,418	458,918
Total Revenues	6,286,295	6,286,295	6,249,383	(36,912)
Expenditures				
Current				
General government	1,070,025	1,079,418	1,076,173	3,245
Judicial	614,298	616,959	573,880	43,079
Public safety	2,068,215	2,151,003	2,285,033	(134,030)
Public works	1,670,725	2,314,342	2,079,521	234,821
Health and welfare	249,579	254,520	255,244	(724)
Culture and recreation	131,865	131,865	118,533	13,332
Housing and development	503,401	507,838	484,646	23,192
Debt service				
Principal	141,745	141,745	192,950	(51,205)
Interest	6,678	6,678	15,291	(8,613)
Total Expenditures	6,456,531	7,204,368	7,081,271	123,097
Excess (Deficiency) of Revenues Over (Under) Expenditures	(170,236)	(918,073)	(831,888)	86,185
Other Financing Sources (Uses)				
Interfund transfers	170,236	170,236	-	(170,236)
Proceeds of general capital asset dispositions	-	-	15,569	15,569
Proceeds from capital leases	-	628,000	627,837	(163)
Total Other Financing Sources (Uses)	170,236	798,236	643,406	(154,830)
Net Change in Fund Balances	$ -	(119,837)	(188,482)	$ (68,645)
Fund Balances - Beginning		2,572,687	2,572,687	
Fund Balances - Ending		$ 2,452,850	$ 2,384,205	

Note 1 - *Budgetary Information*

Budgets for the general fund are adopted on a basis that is consistent with accounting principles generally accepted in the United States as applied to governments.

The following departments overspent the final general fund 2011 annual budget:

General Fund:

Tax Commissioner	8,760
Tax Assessors	5,438
General Government - Bldg. & Plant	25,541
State Court	434
Juvenile Court	5,996
Grand Jury	399
Sheriff	26,497
Jail Operations	61,110
School Resource Officer	1,677
Fire Department - Alma	61,746
EMS-Ambulance	18,067
Health	1,218
Welfare	870
Airport	41,892
Debt Service	59,818

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

AND SCHEDULES

Bacon County, Georgia
General Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 2,031,904	$ 1,872,844
Restricted cash		223,334
Receivables:		
Accounts	277,076	247,944
Property taxes	841,790	914,019
Sales taxes	125,925	111,308
Interfund	237,592	12,924
Intergovernmental	-	36,087
Interest	729	1,843
Prepaids	40,962	39,809
Inventory	58,619	60,272
Total Assets	$ 3,614,597	$ 3,520,384
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 665,497	$ 415,572
Accrued expenditures	65,820	60,133
Interfund	137,204	-
Deferred revenue	361,871	471,992
Total Liabilities	1,230,392	947,697
Fund Balances		
Nonspendable	99,581	100,081
Restricted for:		
Public safety	96,807	90,020
Unrestricted:		
Assigned:		
Culture and recreation	1,785	1,581
Health and welfare	26,241	25,305
Housing and Development	80,582	57,908
Unassigned	2,079,209	2,297,792
Total Fund Balances	2,384,205	2,572,687
Total Liabilities and Fund Balances	$ 3,614,597	$ 3,520,384

Bacon County, Georgia
General Fund
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended December 31, 2011 and 2010

	2011	2010
Revenues		
Taxes	$ 4,245,647	$ 4,142,641
Licenses and permits	16,599	16,603
Intergovernmental	33,614	174,754
Charges for services	1,167,955	1,308,538
Fines and forfeitures	114,951	115,621
Investment earnings	1,199	7,813
Miscellaneous	669,418	236,181
Total Revenues	6,249,383	6,002,151
Expenditures		
Current		
General government	1,076,173	1,139,075
Judicial	573,880	544,835
Public safety	2,285,033	2,041,789
Public works	2,079,521	1,439,695
Health and welfare	255,244	367,933
Culture and recreation	118,533	128,322
Housing and development	484,646	369,888
Debt Service		
Principal	192,950	159,497
Interest	15,291	10,688
Total Expenditures	7,081,271	6,201,722
Excess (Deficiency) of Revenues Over (Under) Expenditures	(831,888)	(199,571)
Other Financing Sources (Uses)		
Proceeds of general fixed asset dispositions	15,569	141,294
Proceeds from capital leases	627,837	57,000
Total Other Financing Sources (Uses)	643,406	198,294
Net Change in Fund Balances	(188,482)	(1,277)
Fund Balances - Beginning	2,572,687	2,573,964
Fund Balances - Ending	$ 2,384,205	$ 2,572,687

Bacon County, Georgia
General Fund
Schedule of Revenues and Other Financing Sources - Budget and Actual
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes				
Real property				
Current	$ 2,940,000	$ 2,940,000	$ 2,225,572	$ (714,428)
Timber	35,000	35,000	55,421	20,421
Real property-prior year	350,000	350,000	304,561	(45,439)
Personal property-current year				
Motor vehicle tax	325,000	325,000	365,322	40,322
Mobile home tax	35,000	35,000	41,010	6,010
Intangibles	20,000	20,000	17,673	(2,327)
Railroad equipment	2,500	2,500	2,896	396
Property not on digest	7,000	7,000	22,249	15,249
Real estate transfer	4,000	4,000	3,856	(144)
Local option sales and use taxes	725,000	725,000	752,634	27,634
Alcoholic beverage excise taxes	38,000	38,000	49,581	11,581
Insurance premium taxes	340,000	340,000	319,137	(20,863)
Financial institution taxes	20,000	20,000	19,847	(153)
Penalties and interest on taxes	50,000	50,000	65,888	15,888
Total Taxes	4,891,500	4,891,500	4,245,647	(645,853)
Licenses and Permits				
Business licenses - alcoholic beverages	5,200	5,200	6,650	1,450
Insurance lapse penalty	1,000	1,000	-	(1,000)
Late tag penalty	5,000	5,000	9,949	4,949
Total Licenses and Permits	11,200	11,200	16,599	5,399
Intergovernmental Revenues				
State government grants	22,500	22,500	33,614	11,114
Total Intergovernmental	22,500	22,500	33,614	11,114

(continued)

Bacon County, Georgia
General Fund
Schedule of Revenues and Other Financing Sources - Budget and Actual (continued)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
Revenues				
Charges for Services				
General government				
Court costs, fees and charges	93,000	93,000	97,395	4,395
Motor vehicle tag collection fees	14,000	14,000	14,306	306
Other:				
Election qualifying fees	500	500	-	(500)
Solid waste administration fees	2,500	2,500	5,597	3,097
Sale of maps	2,500	2,500	1,080	(1,420)
Commissions on tax collections	47,000	47,000	116,697	69,697
Public safety	181,400	181,400	226,457	45,057
Streets and public improvements	750	750	1,365	615
Utilities/enterprise - sanitation	430,000	430,000	430,229	229
Other/enterprise - Airport charges	160,000	160,000	219,736	59,736
Culture and recreation	3,500	3,500	-	(3,500)
Other charges for services	16,520	16,520	23,587	7,067
Reimbursements	100,000	100,000	31,506	(68,494)
Total Charges for Services	1,051,670	1,051,670	1,167,955	116,285
Fines and Forfeitures				
Court	81,925	81,925	102,096	20,171
Other	11,000	11,000	12,855	1,855
Total Fines and Forfeitures	92,925	92,925	114,951	22,026
Investment Earnings	6,000	6,000	1,199	(4,801)
Miscellaneous Revenue				
Rents	200,000	200,000	218,078	18,078
Other	10,500	10,500	451,340	440,840
Total Miscellaneous Revenue	210,500	210,500	669,418	458,918
Other Financing Scources				
Interfund transfers	170,236	170,236	-	(170,236)
Proceeds from general fixed asset dispositions	-	-	15,569	15,569
Proceeds from capital leases	-	628,000	627,837	(163)
Total Other Financing Sources	170,236	798,236	643,406	(154,830)
Total Revenues and Other Financing Sources	$ 6,456,531	$ 7,084,531	$ 6,892,789	$ (191,742)

Bacon County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
General Government:				
Executive				
Personal services and employee benefits	163,860	165,322	163,558	1,764
Total Executive	163,860	165,322	163,558	1,764
Elections				
Personal services	38,515	38,571	40,396	(1,825)
Purchased/contracted services	31,720	36,220	23,155	13,065
Supplies	7,500	7,500	7,134	366
Machinery and equipment	300	300	86	214
Total Elections	78,035	82,591	70,771	11,820
General Administration				
Personal services	81,340	81,949	44,708	37,241
Purchased/contracted services	58,400	58,400	70,303	(11,903)
Supplies	7,100	7,100	6,637	463
Total General Administration	146,840	147,449	121,648	25,801
Computer Technician				
Personal services and employee benefits	45,500	45,542	42,392	3,150
Purchased/contracted services	500	500	-	500
Supplies	-	-	51	(51)
Total Computer Technician	46,000	46,042	42,443	3,599
Tax Commissioner				
Personal services	143,435	144,574	153,676	(9,102)
Purchased/contracted services	16,300	16,300	12,398	3,902
Supplies	5,650	5,650	9,210	(3,560)
Total Tax Commissioner	165,385	166,524	175,284	(8,760)
Tax Assessor				
Personal services	118,325	119,785	121,754	(1,969)
Purchased/contracted services	37,000	37,000	40,448	(3,448)
Capital Outlay	15,000	15,000	15,021	(21)
Total Tax Assessor	170,325	171,785	177,223	(5,438)
General Government- Buildings and Plant				
Personal services	27,750	27,875	29,595	(1,720)
Purchased/contracted services	126,880	126,880	92,129	34,751
Supplies	144,950	144,950	165,637	(20,687)
Capital Outlay	-	-	37,885	(37,885)
Total Buildings and Plant	299,580	299,705	325,246	(25,541)
Total General Government	1,070,025	1,079,418	1,076,173	3,245

(continued)

Bacon County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
Judicial				
Clerk of Superior Court				
Personal services	113,204	113,288	108,859	4,429
Purchased/contracted services	33,280	33,280	27,574	5,706
Supplies	8,700	8,700	2,884	5,816
Total Clerk of Superior Court	155,184	155,268	139,317	15,951
Superior Court				
Personal services	12,464	13,302	13,807	(505)
Purchased/contracted services	123,166	123,166	94,665	28,501
Supplies	350	350	2,666	(2,316)
Total Superior Court	135,980	136,818	111,138	25,680
State Court				
Personal services	70,884	71,461	76,424	(4,963)
Purchased/contracted services	21,100	21,100	17,132	3,968
Supplies	2,700	2,700	2,139	561
Total State Court	94,684	95,261	95,695	(434)
Juvenile Court				
Personal Services	-	-	128	(128)
Purchased/contracted services	15,500	15,500	21,265	(5,765)
Supplies	-	-	103	(103)
Total Juvenile Court	15,500	15,500	21,496	(5,996)
Grand Jury				
Personal Services	-	-	19	(19)
Purchased/contracted services	5,700	5,700	6,080	(380)
Total Grand Jury	5,700	5,700	6,099	(399)
Probate/Magistrate Court				
Personal services	171,200	172,362	178,624	(6,262)
Purchased/contracted services	17,950	17,950	16,026	1,924
Supplies	18,100	18,100	5,485	12,615
Total Probate/Magistrate Court	207,250	208,412	200,135	8,277
Total Judicial	614,298	616,959	573,880	43,079

(continued)

Bacon County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
Public Safety				
Sheriff				
Personal services	548,800	555,614	582,754	(27,140)
Purchased/contracted services	77,210	77,210	52,856	24,354
Supplies	50,100	50,100	65,428	(15,328)
Capital Outlay	25,000	25,000	33,383	(8,383)
Total Sheriff	701,110	707,924	734,421	(26,497)
Jail Operations				
Personal services	330,500	333,525	361,355	(27,830)
Purchased/contracted services	20,343	25,663	27,005	(1,342)
Supplies	125,214	126,796	158,734	(31,938)
Total Jail Operations	476,057	485,984	547,094	(61,110)
Medical Services				
Purchased/contracted services	104,400	104,400	103,444	956
Supplies	3,186	3,186	2,838	348
Total Medical Services	107,586	107,586	106,282	1,304
School Resources Officer				
Personal services	46,399	46,678	48,355	(1,677)
Total School Resources Officer	46,399	46,678	48,355	(1,677)
Fire Department - Alma				
Purchased/contracted services	459,543	509,543	570,681	(61,138)
Supplies	6,000	6,000	6,608	(608)
Total Fire Department - Alma	465,543	515,543	577,289	(61,746)
Rural Fire Departments and Forestry				
Personal services	3,900	4,987	4,987	-
Purchased/contracted services	39,220	53,196	50,123	3,073
Supplies	24,900	24,900	10,248	14,652
Total Rural Fire Departments and Forestry	68,020	83,083	65,358	17,725
EMS-Ambulance				
Supplies	-	-	18,067	(18,067)
Total EMS-Ambulance	-	-	18,067	(18,067)
Dispatchers				
Personal services	161,500	162,205	168,618	(6,413)
Purchased/contracted services	8,250	8,250	3,596	4,654
Supplies	800	800	933	(133)
Capital Outlay	15,000	15,000	-	15,000
Total Dispatcher	185,550	186,255	173,147	13,108
Coroner				
Purchased/contracted services	10,250	10,250	8,864	1,386
Total Coroner	10,250	10,250	8,864	1,386

(continued)

Bacon County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
Public Safety(Continued)				
GCIC/NCIC				
Purchased/contracted services	2,700	2,700	1,162	1,538
Total GCIC/NCIC	2,700	2,700	1,162	1,538
Civil Defense				
Purchased/contracted services	5,000	5,000	4,994	6
Total Civil Defense	5,000	5,000	4,994	6
Total Public Safety	2,068,215	2,151,003	2,285,033	(134,030)
Public Works				
Road Department				
Personal services	519,775	531,328	559,558	(28,230)
Purchased/contracted services	248,500	248,500	105,717	142,783
Supplies	182,000	182,000	234,373	(52,373)
Capital outlays	150,000	778,000	627,837	150,163
Total Road Department	1,100,275	1,739,828	1,527,485	212,343
Maintenance and Shop				
Personal services	43,750	44,645	48,028	(3,383)
Purchased/contracted services	4,900	6,510	7,463	(953)
Supplies	35,150	36,265	31,752	4,513
Total Maintenance and Shop	83,800	87,420	87,243	177
Drainage				
Capital outlays	30,000	30,000	27,254	2,746
Total Drainage	30,000	30,000	27,254	2,746
Solid Waste Administration				
Personal services	31,900	32,344	33,599	(1,255)
Purchased/contracted services	405,200	405,200	397,019	8,181
Supplies	1,200	1,200	577	623
Other costs	10,000	10,000	617	9,383
Total Solid Waste Administration	448,300	448,744	431,812	16,932
Solid Waste Disposal				
Purchased/contracted services	1,000	1,000	-	1,000
Total Solid Disposal	1,000	1,000	-	1,000
Landfill				
Purchased/contracted services	5,200	5,200	5,168	32
Total Landfill	5,200	5,200	5,168	32

(continued)

Bacon County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
Public Works(Continued)				
Fuel System				
Purchased/contracted services	1,200	1,200	-	1,200
Supplies	950	950	559	391
Total Fuel System	2,150	2,150	559	1,591
Total Public Works	1,670,725	2,314,342	2,079,521	234,821
Health and Welfare				
Health				
Purchased/contracted services	15,881	15,881	9,099	6,782
Other Costs	54,000	54,000	62,000	(8,000)
Total Health	69,881	69,881	71,099	(1,218)
Welfare				
Purchased/contracted services	18,137	18,137	17,675	462
Supplies	17,400	17,400	20,577	(3,177)
Other Costs	47,500	47,500	45,655	1,845
Total Welfare	83,037	83,037	83,907	(870)
Community Services				
Personal services	65,921	66,462	62,113	4,349
Purchased/contracted services	18,140	18,140	16,697	1,443
Supplies	12,600	12,600	17,028	(4,428)
Capital Outlay	-	4,400	4,400	-
Total Community Services	96,661	101,602	100,238	1,364
Total Health and Welfare	249,579	254,520	255,244	(724)

(continued)

Bacon County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
Culture/Recreation				
Recreation				
Other Costs	96,000	96,000	88,000	8,000
Total Recreation	96,000	96,000	88,000	8,000
Parks				
Supplies	3,500	3,500	2,975	525
Total Parks	3,500	3,500	2,975	525
Historical Society				
Other Costs	3,500	3,500	2,758	742
Total Historical Society	3,500	3,500	2,758	742
Libraries				
Purchased/contracted services	10,265	10,265	6,778	3,487
Supplies	12,600	12,600	12,285	315
Other Costs	6,000	6,000	5,737	263
Total Libraries	28,865	28,865	24,800	4,065
Total Culture/Recreation	131,865	131,865	118,533	13,332
Housing and Development				
Conservation				
Agricultural Resources				
County Extension Services				
Personal services	73,825	73,825	63,527	10,298
Purchased/contracted services	25,375	25,375	21,700	3,675
Supplies	6,500	6,500	6,425	75
Total Agricultural Resources	105,700	105,700	91,652	14,048
Total Conservation	105,700	105,700	91,652	14,048
Protective Inspection				
Code Enforcer				
Purchased/contracted services	6,500	6,500	-	6,500
Total Protective Inspection	6,500	6,500	-	6,500

(continued)

Bacon County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance With Final Budget- Positive
	Original	Final	Amounts	(Negative)
Housing and Development (Continued)				
Economic Development and Assistance				
Economic Development and Assistance Administration				
Southern Georgia Regional Commission				
Purchased/contracted services	13,000	13,000	9,028	3,972
Total Economic Development and Assistance Administration	13,000	13,000	9,028	3,972
Economic Development				
Purchased/contracted services	1,150	1,150	950	200
Other Costs	100,000	100,000	91,667	8,333
Total Economic Development	101,150	101,150	92,617	8,533
Enterprise Operations				
Airport				
Purchased/contracted services	33,550	33,550	16,028	17,522
Supplies	168,600	168,600	228,014	(59,414)
Total Airport	202,150	202,150	244,042	(41,892)
Blueberry Operations				
Purchased/contracted services	650	2,662	3,852	(1,190)
Supplies	4,251	6,676	5,955	721
Capital Outlay	70,000	70,000	37,500	32,500
Total Blueberry Operations	74,901	79,338	47,307	32,031
Total Enterprise Operations	277,051	281,488	291,349	(9,861)
Total Economic Development and Assistance Administration	391,201	395,638	392,994	2,644
Total Housing and Development	503,401	507,838	484,646	23,192
Debt Service				
Principal	141,745	141,745	192,950	(51,205)
Interest	6,678	6,678	15,291	(8,613)
Total Debt Service	148,423	148,423	208,241	(59,818)
Total Expenditures	6,456,531	7,204,368	7,081,271	123,097
Total Expenditures and Other Financing Uses	$ 6,456,531	$ 7,204,368	$ 7,081,271	$ 123,097

Bacon County, Georgia
2005 SPLOST Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 1,218,290	$ 1,375,094
Due from other governments	206,899	185,517
Total Assets	$ 1,425,189	$ 1,560,611
Liabilities		
Interfund Payable	$ 222,717	$ -
Total Liabilities	222,717	-
Fund Balances		
Restricted for capital projects	$ 1,202,472	$ 1,560,611
Total Fund Balances	1,202,472	1,560,611
Total Liabilities and Fund Balances	$ 1,425,189	$ 1,560,611

Bacon County, Georgia
2005 SPLOST Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended December 31, 2011

	Project Length Budget	Current Year	Prior Years	Actual Amounts	Variance with Budget- Over (Under)
Revenues:					
Intergovernmental	$ 6,000,000	$ 1,254,019	$ 6,012,941	$ 7,266,960	$ 1,266,960
Investment income	-	-	29,006	29,006	29,006
Total Revenues	6,000,000	1,254,019	6,041,947	7,295,966	1,295,966
Expenditures:					
Capital outlays					
Rural fire dept. trucks and facilities	450,000	35,175	292,299	327,474	(122,526)
E911 upgrades	87,000	-	69,946	69,946	(17,054)
County 4-H van	40,000	-	42,725	42,725	2,725
Reroof jail, courthouse HVAC and sheriff vehicles	350,000	34,193	283,952	318,145	(31,855)
Roads, streets, bridges and equipment	828,000	368,096	307,043	675,139	(152,861)
Intergovernmental transfers					
Hospital	1,000,000	500,000	500,000	1,000,000	-
Recreation	200,000	10,508	124,811	135,319	(64,681)
City of Alma	1,995,000	440,916	2,043,926	2,484,842	489,842
Development Authority	200,000		100,000	100,000	(100,000)
Debt service					-
Principal - Satilla REMC	850,000	141,667	716,634	858,301	8,301
Roads, streets, bridges and equipment:					
Capital Lease Principal	-	63,737	-	63,737	63,737
Capital Lease Interest	-	17,866	-	17,866	17,866
Total Expenditures	6,000,000	1,612,158	4,481,336	6,093,494	93,494
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	(358,139)	1,560,611	$ 1,202,472	$ 1,202,472
Fund Balances - Beginning		1,560,611	-		
Fund Balances - Ending		$ 1,202,472	$ 1,560,611		

Bacon County, Georgia
Multiple Grant Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 100,384	$ 49,117
Interfund receivable	-	1,651
Intergovernmental receivable	13,370	6,630
Total Assets	$ 113,754	$ 57,398
Liabilities and Fund Balances		
Liabilities		
Intergovernmental payables	$ 13,370	$ -
Total Liabilities	13,370	-
Fund Balances		
Restricted for Capital projects	75,216	32,230
Unrestricted:		
Assigned to Capital projects	25,168	25,168
Total Fund Balances	100,384	57,398
Total Liabilities and Fund Balances	$ 113,754	$ 57,398

Bacon County, Georgia
Multiple Grant Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended December 31, 2011

	Project Length Budget	Actual			Variance With Budget Over (Under)
		Current Year	Prior Years	Total	
Revenues:					
Intergovernmental	$ 897,038	$ 742,195	$ 154,843	$ 897,038	$ -
Investment income	-	-	25,168	25,168	25,168
Total Revenues	897,038	742,195	180,011	922,206	25,168
Expenditures					
Current:					
Public safety	4,500	-	4,500	4,500	-
Health and welfare	83,851	51,986	31,865	83,851	-
Capital Outlay	808,687	647,223	86,248	733,471	75,216
Total Expenditures	897,038	699,209	$ 122,613	$ 733,471	$ 75,216
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	42,986			
Fund Balances, Beginning of Year		57,398			
Fund Balances, End of Year		$ 100,384			

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS:

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes.

Juvenile Court Fund - To account for funds received from fines to be used for juvenile court supplies.

Disaster Fund - The Disaster Fund is used to account for the proceeds and expenditures related to a disaster grant received to repair flood damaged roads to pre-disaster condition.

Jail Commissary Fund - To account for the jail vending sales and cost of sales. Vending profits are to be used for jail supplies and equipment.

Law Library Fund - To account for funds received from fines to be used for law library expenses.

Confiscated Assets Fund - To account for funds received from forfeitures to be used for law enforcement purposes.

Community Development Block Grant Fund 03m-y-003-1-2877 - To account for CDBG funds received to provide assistance for purchase or rehabilitation of housing for qualified applicants.

Community Development Block Grant Fund 06m-y-003-1-2941 - To account for CDBG funds received to provide assistance for purchase or rehabilitation of housing for qualified applicants.

Emergency Management Agency - To account for Emergency Management Agency funds received and expended.

E-911 - To account for E-911 funds received and expended.

CAPITAL PROJECT FUNDS:

The Capital Projects Funds are use to account for the acquisition and/or construction of major capital assets other than those acquired by proprietary or trust funds.

Bacon County, Georgia
Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
December 31, 2011

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total
Assets			
Cash and cash equivalents	$ 197,972	$ 8,458	$ 206,430
Accounts receivable	51,289	-	51,289
Due from other governments	2,610	22,744	25,354
Interfund Receivable	137,204	-	137,204
Total Assets	$ 389,075	$ 31,202	$ 420,277
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	$ 30,960	$ 20,748	$ 51,708
Accrued Expenditures	125	-	125
Total Liabilities	31,085	20,748	51,833
Fund Balances:			
Restricted for:			
Capital projects	-	10,454	10,454
Housing and Development	1,033	-	1,033
Judical	31,543	-	31,543
Public safety	322,804	-	322,804
Public works	2,610	-	2,610
Total Fund Balances	357,990	10,454	368,444
Total Liabilities and Fund Balances	$ 389,075	$ 31,202	$ 420,277

Bacon County, Georgia
Combining Statement of Revenues, Expenditures and Changes In Fund Balances
Nonmajor Governmental Funds - By Fund Type
For the Year Ended December 31, 2011

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total
Revenues			
Fines and Forfeitures	$ 47,644	$ -	$ 47,644
Charges for services	196,373	-	196,373
Intergovernmental	75,552	504	76,056
Total Revenues	319,569	504	320,073
Expenditures			
Current:			
Judicial	2,322	-	2,322
Public safety	186,783	-	186,783
Public works	76,302	-	76,302
Housing and development	19,915	-	19,915
Capital outlay	14,199	504	14,703
Total Expenditures	299,521	504	300,025
Excess (Deficiency) of Revenues Over (Under) Expenditures	20,048	-	20,048
Net Change in Fund Balances	20,048	-	20,048
Fund Balances - Beginning	337,942	10,454	348,396
Fund Balances - Ending	$ 357,990	$ 10,454	$ 368,444

Bacon County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011

	Juvenile Court	Disaster	Jail Commissary	Law Library	Confiscated Assets	Community Development Block Grant 03m-y-003 -1-2877	Community Development Block Grant 06m-y-003 -1-2941	Emergency Management Agency	E-911	Total
Assets										
Cash and cash equivalents	$ 1,185	$ -	$ 8,061	$ 30,057	$ 97,517	$ 1,033	$ -	$ 11,099	$ 49,020	$ 197,972
Accounts receivable	-		-	325	-	-	-	-	50,964	51,289
Interfund Receivable	-	-	-	-	-	-	-	-	137,204	137,204
Intergovernmental Receivable	-	2,610	-	-	-	-	-	-	-	2,610
Total Assets	$ 1,185	$ 2,610	$ 8,061	$ 30,382	$ 97,517	$ 1,033	$ -	$ 11,099	$ 237,188	$ 389,075
Liabilities and Fund Balances										
Liabilities										
Accounts payable	$ 24	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 30,936	$ 30,960
Accrued Expenditures	-	-	-	-	-	-	-	-	125	125
Total Liabilities	24	-	-	-	-	-	-	-	31,061	31,085
Fund Balances:										
Restricted for:										
Housing & development	-	-	-	-	-	1,033	-	-	-	1,033
Judicial	1,161	-		30,382	-	-	-	-	-	31,543
Public safety		-	8,061	-	97,517	-	-	11,099	206,127	322,804
Public works	-	2,610	-	-	-	-	-	-	-	2,610
Total Fund Balances	1,161	2,610	8,061	30,382	97,517	1,033	-	11,099	206,127	357,990
Total Liabilities and Fund Balances	$ 1,185	$ 2,610	$ 8,061	$ 30,382	$ 97,517	$ 1,033	$ -	$ 11,099	$ 237,188	$ 389,075

Bacon County, Georgia
Combining Statement of Revenues, Expenditures and Changes In Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011

	Juvenile Court	Disaster	Jail Commissary	Law Library	Confiscated Assets	Community Development Block Grant 03m-y-003 -1-2877	Community Development Block Grant 06m-y-003 -1-2941	Emergency Management Agency	E-911	Total
Revenues										
Fines and Forfeitures	$ 708	$ -	$ -	$ 6,618	$ 40,318	$ -	$ -	$ -	$ -	$ 47,644
Charges for services	-	-	35,154	-	-	-	-	-	161,219	196,373
Intergovernmental	-	41,229	-	-	-	-	19,849	14,474	-	75,552
Total Revenues	708	41,229	35,154	6,618	40,318	-	19,849	14,474	161,219	319,569
Expenditures										
Current:										
Judicial	708	-	-	1,614	-	-	-	-	-	2,322
Public safety	-	-	30,881	-	14,475	-	-	6,300	135,127	186,783
Public works	-	76,302	-	-	-	-	-	-	-	76,302
Housing and development	-	-	-	-	-	-	19,915	-	-	19,915
Capital Outlay	-	-	-	-	-	-	-	-	14,199	14,199
Total Expenditures	708	76,302	30,881	1,614	14,475	-	19,915	6,300	149,326	299,521
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(35,073)	4,273	5,004	25,843	-	(66)	8,174	11,893	20,048
Net Change in Fund Balances	-	(35,073)	4,273	5,004	25,843	-	(66)	8,174	11,893	20,048
Fund Balances - Beginning	1,161	37,683	3,788	25,378	71,674	1,033	66	2,925	194,234	337,942
Fund Balances - Ending	$ 1,161	$ 2,610	$ 8,061	$ 30,382	$ 97,517	$ 1,033	$ -	$ 11,099	$206,127	$357,990

Bacon County, Georgia
Juvenile Court Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 1,185	$ 1,161
Total Assets	$ 1,185	$ 1,161
Liabilities and Fund Balances		
Liabilities:		
Accounts payable	$ 24	$ -
Total Liabilities	24	-
Fund Balances		
Restricted for Judicial	1,161	1,161
Total Fund Balances	1,161	1,161
Total Liabilities and Fund Balances	$ 1,185	$ 1,161

Bacon County, Georgia
Juvenile Court Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended December 31, 2011
(With Comparative Actual Amounts for the Year Ended December 31, 2010)

	2011 Actual	2010 Actual
Revenues:		
Fines and forfeitures	$ 708	$ 185
Total Revenues	708	185
Expenditures:		
Current:		
Judiciary	708	185
Total Expenditures	708	185
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-
Fund Balance, Beginning	1,161	1,161
Fund Balance, Ending	$ 1,161	$ 1,161

Bacon County, Georgia
Disaster Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ -	$ 37,683
Intergovernmental Receivable	2,610	-
Total Assets	$ 2,610	$ 37,683
Fund Balances		
Restricted for Public works	2,610	37,683
Total Fund Balances	2,610	37,683
Total Liabilities and Fund Balances	$ 2,610	$ 37,683

BACON COUNTY, GEORGIA
Disaster Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended December 31, 2011

	2011				2010
	Budgeted Amounts			Variance With Final Budget- Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues:					
Intergovernmental	$ 34,105	$ 34,105	$ 41,229	$ 7,124	$ -
Investment income	-	-	-	-	583
Total Revenues	34,105	34,105	41,229	7,124	583
Expenditures					
Current:					
Public works	71,788	71,788	76,302	(4,514)	270,855
Total Expenditures	71,788	71,788	76,302	(4,514)	270,855
Excess (Deficiency) of Revenues Over (Under) Expenditures	(37,683)	(37,683)	(35,073)	2,610	(270,272)
Net Change in Fund Balance	(37,683)	(37,683)	(35,073)	2,610	(270,272)
Fund Balance, Beginning	37,683	37,683	37,683	-	307,955
Fund Balance, Ending	-	-	2,610	2,610	37,683

Bacon County, Georgia
Jail Commissary Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 8,061	$ 3,788
Total Assets	$ 8,061	$ 3,788
Fund Balances		
Restricted for Public safety	$ 8,061	$ 3,788
Total Fund Balances	$ 8,061	$ 3,788

Bacon County, Georgia
Jail Commissary Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended December 31, 2011
(With Comparative Actual Amounts for the Year Ended December 31, 2010)

	2011 Actual	2010 Actual
Revenues:		
Charges for services	$ 35,154	$ 12,038
Total Revenues	35,154	12,038
Expenditures:		
Current:		
Public safety	30,881	12,094
Total Expenditures	30,881	12,094
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,273	(56)
Fund Balance, Beginning	3,788	3,844
Fund Balance, Ending	$ 8,061	$ 3,788

Bacon County, Georgia
Law Library Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 30,057	$ 25,378
Accounts Receivable	325	-
Total Assets	$ 30,382	$ 25,378
Fund Balances		
Restricted for Judical	$ 30,382	$ 25,378
Total Fund Balances	$ 30,382	$ 25,378

Bacon County, Georgia
Law Library Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2011
(With Comparative Actual Amounts for the Year Ended December 31, 2010)

	2011				2010
	Budgeted Amounts			Variance With Final Budget- Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues:					
Fines and forfeitures	$ 8,000	$ 8,000	$ 6,618	$ (1,382)	$ 7,746
Total Revenues	8,000	8,000	6,618	(1,382)	7,746
Expenditures:					
Current:					
Judiciary	8,000	8,000	1,614	6,386	1,897
Total Expenditures	8,000	8,000	1,614	6,386	1,897
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	5,004	5,004	5,849
Fund Balances - Beginning of Year	25,378	25,378	25,378	-	19,529
Fund Balances - End of Year	$ 25,378	$ 25,378	$ 30,382	$ 5,004	$ 25,378

Bacon County, Georgia
Confiscated Assets Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 97,517	$ 71,674
Total Assets	$ 97,517	$ 71,674
Fund Balances		
Restricted for Public safety	$ 97,517	$ 71,674
Total Fund Balances	$ 97,517	$ 71,674

Bacon County, Georgia
Confiscated Assets Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended December 31, 2011
(With Comparative Actual Amounts for the Year Ended December 31, 2010)

	2011 Actual	2010 Actual
Revenues:		
Fines and forfeitures	$ 40,318	$ 8,835
Investment income	-	298
Total Revenues	40,318	9,133
Expenditures:		
Current:		
Public safety	14,475	33,742
Total Expenditures	14,475	33,742
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,843	(24,609)
Fund Balance, Beginning	71,674	96,283
Fund Balance, Ending	$ 97,517	$ 71,674

Bacon County, Georgia
Community Development Block Grant 03m-y-003-1-2877 Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 1,033	$ 1,033
Total Assets	$ 1,033	$ 1,033
Fund Balances		
Restricted for Housing and development	$ 1,033	$ 1,033
Total Fund Balances	$ 1,033	$ 1,033

Bacon County, Georgia
Community Development Block Grant 03m-y003-1-2877 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2011
(With Comparative Actual Amounts for the Year Ended December 31, 2010)

	2011				2010
	Budgeted Amounts			Variance With Final Budget- Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues:					
Intergovernmental	$ 5,290	$ 5,290	$ -	$ (5,290)	$ -
Total Revenues	5,290	5,290	-	(5,290)	-
Expenditures:					
Current:					
Housing and development:					
Reconstruction of private properties	6,323	6,323	-	6,323	-
Total Expenditures	6,323	6,323	-	6,323	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,033)	(1,033)	-	(11,613)	-
Fund Balances - Beginning of Year	1,033	1,033	1,033	-	1,033
Fund Balances - End of Year	$ -	$ -	$ 1,033	$ (11,613)	$ 1,033

Bacon County, Georgia
Community Development Block Grant 06m-y-003-1-2941 Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ -	$ 66
Total Assets	$ -	$ 66
Fund Balances		
Restricted for Housing and development	$ -	$ 66
Total Fund Balances	$ -	$ 66

Bacon County, Georgia
Community Development Block Grant 06m-y003-1-2941 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2011
(With Comparative Actual Amounts for the Year Ended December 31, 2010)

	2011				2010
	Budgeted Amounts			Variance With Final Budget- Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues:					
Intergovernmental	$ 20,349	$ 20,349	$ 19,849	$ (500)	$ 231,052
Total Revenues	20,349	20,349	19,849	(500)	231,052
Expenditures:					
Current:					
Community housing incentives:					
Downpayment / closing cost assistance	-	-		-	45,135
Rehabilitation of private residences	16,599	16,599	16,099	500	178,417
Program administration	3,816	3,816	3,816	-	7,500
Total Expenditures	20,415	20,415	19,915	500	231,052
Excess (Deficiency) of Revenues Over (Under) Expenditures	(66)	(66)	(66)	-	-
Fund Balances - Beginning of Year	66	66	66	-	66
Fund Balances - End of Year	$ -	$ -	$ -	$ -	$ 66

Bacon County, Georgia
Emergency Management Agency Fund
Balance Sheet
December 31, 2011

	2011
Assets	
Cash and cash equivalents	$ 11,099
Total Assets	$ 11,099
Fund Balances	
Restricted for Public safety	$ 11,099
Total Fund Balances	$ 11,099

Bacon County, Georgia
Emergency Management Agency Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended December 31, 2011

	Actual
Revenues:	
Intergovernmental	$ 14,474
Investment income	-
Total Revenues	14,474
Expenditures:	
Current:	
Public safety	6,300
Total Expenditures	6,300
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,174
Fund Balances - Beginning of Year	2,925
Fund Balances - End of Year	$ 11,099

Bacon County, Georgia
E-911 Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 49,020	$ 185,435
Receivables:		
Accounts	50,964	25,301
Other funds	137,204	-
Total Assets	$ 237,188	$ 210,736
Liabilities and Fund Balances		
Liabilities:		
Accounts payable	$ 30,936	$ 3,578
Accrued Expenditures	125	-
Due to other funds	-	12,924
Total Liabilities	31,061	16,502
Fund Balances		
Restricted for Public safety	206,127	194,234
Total Fund Balances	206,127	194,234
Total Liabilities and Fund Balances	$ 237,188	$ 210,736

Bacon County, Georgia
E-911 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2011
(With Comparative Actual Amounts for the Year Ended December 31, 2010)

	2011				2010
	Budgeted Amounts			Variance With Final Budget- Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues:					
Charges for services	$ 160,000	$ 160,000	$ 161,219	$ 1,219	$ 163,761
Investment income	500	500	-	(500)	485
Total Revenues	160,500	160,500	161,219	719	164,246
Expenditures:					
Current:					
Public safety	148,850	148,850	135,127	13,723	133,739
Capital Outlay	-	-	14,199	(14,199)	-
Total Expenditures	148,850	148,850	149,326	(476)	133,739
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,650	11,650	11,893	243	30,507
Fund Balances - Beginning of Year			194,234		163,727
Fund Balances - End of Year			$ 206,127		$ 194,234

Bacon County, Georgia
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2011

	Stimulus	Community Development Block Grant 10p-y-003 -1-5258	Community Development Block Grant Stimulus 09-cr-5099	Total
Assets				
Cash and cash equivalents	$ 7,784	$ 588	$ 86	$ 8,458
Due from other governments	-	22,744	-	22,744
Total Assets	$ 7,784	$ 23,332	$ 86	$ 31,202
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	-	$ 20,748	-	$ 20,748
Total Liabilities	-	20,748	-	20,748
Fund Balances				
Restricted for Capital projects	7,784	2,584	86	10,454
Total Fund Balances	7,784	2,584	86	10,454
Total Liabilities and Fund Balances	$ 7,784	$ 23,332	$ 86	$ 31,202

Bacon County, Georgia
Combining Statement of Revenues, Expenditures and Changes In Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011

	Stimulus	Community Development Block Grant 10p-y-003 -1-5258	Community Development Block Grant Stimulus 09-cr-5099	Total
Revenues				
Intergovernmental	-	$ 504	-	$ 504
Total Revenues	-	504	-	504
Expenditures				
Capital outlay	-	504	-	504
Total Expenditures	-	504	-	504
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Fund Balances - Beginning	7,784	2,584	86	10,454
Fund Balances - Ending	$ 7,784	$ 2,584	$ 86	$ 10,454

Bacon County, Georgia
Stimulus Fund
Balance Sheet
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 7,784	$ 9,435
Total Assets	$ 7,784	$ 9,435
Liabilities and Fund Balances		
Liabilities		
Due to other funds	-	$ 1,651
Total Liabilities	-	1,651
Fund Balances		
Restricted for Capital projects	7,784	7,784
Total Fund Balances	7,784	7,784
Total Liabilities and Fund Balances	$ 7,784	$ 9,435

Bacon County, Georgia
Stimulus Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended December 31, 2011

	Project Length Budget	Actual			Variance With Budget-Over (Under)
		Current Year	Prior Years	Total	
Revenues:					
Intergovernmental	$ 1,203,247	$ -	$ 1,062,727	$ 1,062,727	$ (140,520)
Total Revenues	1,203,247	-	1,062,727	1,062,727	(140,520)
Expenditures:					
Capital outlays					
Airport taxiway	1,203,247	-	1,054,943	1,054,943	(148,304)
Total Expenditures	1,203,247	-	1,054,943	1,054,943	(148,304)
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	-	7,784	$ 7,784	$ 7,784
Fund Balances - Beginning of Year		7,784	-		
Fund Balances - End of Year		$ 7,784	$ 7,784		

Bacon County, Georgia
Community Development Block Grant 10p-y-003-1-5258 Fund
Balance Sheet
December 31, 2011

	2011
Assets	
Cash and cash equivalents	$ 588
Due from other governments	22,744
Total Assets	$ 23,332
Liabilities and Fund Balances	
Liabilities:	
Accounts payable	$ 20,748
Total Liabilities	20,748
Fund Balances	
Restricted for Capital projects	2,584
Total Fund Balances	2,584
Total Liabilities and Fund Balances	$ 23,332

BACON COUNTY, GEORGIA
COMMUNITY DEVELOPMENT BLOCK GRANT 10p-y-003-1-5258 FUND
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended December 31, 2011

	Project Length Budget	Actual Current Year	Actual Prior Years	Actual Total	Variance with Final Budget- Over (Under)
Revenues:					
Intergovernmental	$ 483,300	$ 504	$ 64,214	$ 64,718	$ (418,582)
Total Revenues	483,300	504	64,214	64,718	(418,582)
Expenditures:					
Current:					
Capital outlays:					
Engineering	32,632	-	32,632	32,632	-
Street improvements	342,324	504	-	504	(341,820)
Flood and drainage facilities	44,294	-	-	-	(44,294)
Contingency	35,052	-	-	-	(35,052)
Administration	28,998	-	28,998	28,998	-
Total Expenditures	483,300	504	61,630	62,134	421,166
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	2,584	2,584	2,584
Fund Balance, Beginning		2,584	-	-	
Fund Balance, Ending		$ 2,584	$ 2,584	$ 2,584	

Bacon County, Georgia
Community Development Block Grant-R 09-cr-5099 Fund
Comparative Balance Sheet
December 31, 2011 and 2010

	2011	2010
Assets		
Cash and cash equivalents	$ 86	$ 86
Total Assets	$ 86	$ 86
Fund Balances		
Restricted for Capital projects	$ 86	$ 86
Total Fund Balances	$ 86	$ 86

Bacon County, Georgia
Community Development Block Grant-R 09-cr-5099 Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended December 31, 2011

	Project Length Budget	Actual			Variance with Final Budget- Over (Under)
		Current Year	Prior Years	Total	
Revenues:					
Intergovernmental	$ 422,705	$ -	$ 422,705	$ 422,705	$ -
Total Revenues	422,705	-	422,705	422,705	-
Expenditures					
Current:					
Capital outlays:					
Administration	22,162	-	22,176	22,176	14
Street Improvements	337,420	-	337,420	337,420	-
Flood and drainage facilities	63,123	-	63,123	63,123	-
Total Expenditures	422,705	-	422,719	422,719	14
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(14)	(14)	(14)
Other Financing Sources (Uses):					
Transfer in	-	-	100	100	100
Total Other Financing Sources (Uses)	-	-	100	100	100
Net Change in Fund Balance	$ -	-	86	86	$ 86
Fund Balance, Beginning		86	-	-	
Fund Balance, Ending		$ 86	$ 86	$ 86	

Bacon County, Georgia
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended December 31, 2011

Tax Commissioner	Balance January 1, 2011	Additions	Deductions	Eliminations	Balance December 31, 2011
Assets					
Cash	$ 5,031	$ 7,135,935	$ 5,754,754	$ 1,360,902	$ 25,310
Total Assets	$ 5,031	$ 7,135,935	$ 5,754,754	$ 1,360,902	$ 25,310
Liabilities					
Interfund payable	$ -	$ 3,283,860	$ 1,922,958	$ 1,360,902	$ -
Due to others	5,031	3,852,074	3,831,795	-	25,310
Total Liabilities	$ 5,031	$ 7,135,934	$ 5,754,753	$ 1,360,902	$ 25,310

Clerk of Superior Court	Balance January 1, 2011	Additions	Deductions	Eliminations	Balance December 31, 2011
Assets					
Cash	$ 79,423	$ 578,721	$ 576,236	$ 9,135	$ 72,773
Total Assets	$ 79,423	$ 578,721	$ 576,236	$ 9,135	$ 72,773
Liabilities					
Interfund payable	$ -	$ 174,683	$ 165,548	$ 9,135	$ -
Due to others	79,423	404,038	410,688	-	72,773
Total Liabilities	$ 79,423	$ 578,721	$ 576,236	$ 9,135	$ 72,773

Sheriff	Balance January 1, 2011	Additions	Deductions	Eliminations	Balance December 31, 2011
Assets					
Cash	$ 22	$ 39,650	$ 37,968	$ 1,653	$ 51
Total Assets	$ 22	$ 39,650	$ 37,968	$ 1,653	$ 51
Liabilities					
Interfund payable	$ -	$ 39,650	$ 37,997	$ 1,653	$ -
Due to others	22	29	-	-	51
Total Liabilities	$ 22	$ 39,679	$ 37,997	$ 1,653	$ 51

Magistrate Court	Balance January 1, 2011	Additions	Deductions	Eliminations	Balance December 31, 2011
Assets					
Cash	$ 14,364	$ 262,420	$ 259,932	$ 3,141	$ 13,711
Total Assets	$ 14,364	$ 262,420	$ 259,932	$ 3,141	$ 13,711
Liabilities					
Interfund payable	$ -	$ 49,032	$ 45,891	$ 3,141	$ -
Due to others	14,364	213,388	214,041	-	13,711
Total Liabilities	$ 14,364	$ 262,420	$ 259,932	$ 3,141	$ 13,711

(continued)

Bacon County, Georgia
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended December 31, 2011

(continued)

Probate Court	Balance January 1, 2011	Additions	Deductions	Eliminations	Balance December 31, 2011
Assets					
Cash	$ 1,669	$ 46,001	$ 45,905	$ 1,450	$ 315
Total Assets	$ 1,669	$ 46,001	$ 45,905	$ 1,450	$ 315
Liabilities					
Interfund payable	$ -	$ 37,801	$ 36,351	$ 1,450	$ -
Due to others	1,669	8,200	9,554	-	$ 315
Total Liabilities	$ 1,669	$ 46,001	$ 45,905	$ 1,450	$ 315

Combining Totals	Balance January 1, 2011	Additions	Deductions	Eliminations	Balance December 31, 2011
Assets					
Cash	$ 89,418	$ 8,062,727	$ 6,674,795	$ 1,376,281	$ 101,069
Total Assets	$ 89,418	$ 8,062,727	$ 6,674,795	$ 1,376,281	$ 101,069
Liabilities					
Interfund payable	$ -	$ 3,585,026	$ 2,208,745	$ 1,376,281	$ -
Due to others	89,418	4,477,729	4,466,078	-	101,069
Total Liabilities	$ 89,418	$ 8,062,755	$ 6,674,823	$ 1,376,281	$ 101,069

COMPLIANCE SECTION

Bacon County, Georgia
Schedule of Projects Undertaken
With Special Sales Tax Proceeds
Year Ended December 31, 2011

Project	Original Estimated Cost	Current Estimated Cost	Expenditures Prior Years	Expenditures Current Year	Expenditures Total To Date
2005 SPLOST:					
County Projects:					
Recreation Facilities and Equipment	$ 200,000	$ 200,000	$ 124,811	$ 10,508	$ 135,319
Hospital Authority of Bacon County	1,000,000	1,000,000	500,000	500,000	1,000,000
Bacon County Rural Fire Department	450,000	450,000	292,299	35,175	327,474
Acquire Satilla REMC Property	850,000	850,000	716,634	141,667	858,301
E911 Upgrades	87,000	87,000	69,946		69,946
Alma-Bacon Co. Development Authority	200,000	200,000	100,000	-	100,000
County 4-H Van	40,000	40,000	42,725	-	42,725
Reroof Jail, HVAC Renovation and Sheriff Department Vehicles	350,000	253,208	187,160	34,193	221,353
Reroof Jail	-	63,318	63,318	-	63,318
Sheriff Department Vehicles	-	33,474	33,474	-	33,474
Roads, Streets, Bridges and Equipment	828,000	828,000	307,043	449,699	756,742
Total County projects	4,005,000	4,005,000	2,437,410	1,171,242	3,608,652
City of Alma Projects	1,995,000	1,995,000	2,043,926	440,916	2,484,842
Total	$ 6,000,000	$ 6,000,000	$ 4,481,336	$ 1,612,158	$ 6,093,494

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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*

Board of Commissioners
Bacon County, Georgia

I have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bacon County, Georgia as of and for the year ended December 31, 2011, which collectively comprise Bacon County, Georgia's basic financial statements and have issued my report thereon dated June 28, 2012. My report includes a reference to other auditors. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the Bacon County Board of Health, as described in my report on Bacon County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

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

My consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined below. However, as described in the accompanying schedule of findings and questioned costs, I identified certain deficiencies in internal control over financial reporting that I consider to be significant deficiencies.

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. I consider the following deficiencies described in the accompany schedule of findings and questioned costs to be significant deficiencies. (2010-1, 2008-1, 2008-2, 2008-3, and 2008-4).

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bacon County, Georgia's financial statements are free of material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying schedule of findings and questioned costs as item 2010-2.

I noted certain other matters that I reported to management of Bacon County, Georgia in a separate letter dated June 28, 2012.

Bacon County, Georgia's responses to the findings identified in my audit are described in the accompanying schedule of findings and questioned costs. I did not audit Bacon County, Georgia's response and, accordingly, I express no opinion it.

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

Robert W Goodman CPA

Alma, Georgia
June 28, 2012

Bacon County, Georgia
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2011

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unqualified	
Internal control over financial reporting:		
• Material weakness(es) identified?	____ yes	_X_ no
• Significant deficiency(ies) identified?	_X_ yes	____ none reported
Noncompliance material to financial statements noted?	_X_ yes	____ no

Bacon County, Georgia
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2011

Section II - Findings - Financial Statement Audit

2010-1

Condition: There is not an appropriate segregation of duties between recording, distribution, reconciliation of cash accounts and reporting functions in the Ambulance and Rescue Service.

Criteria: Internal controls should be in place, which provide reasonable assurance that an individual cannot misappropriate funds without such actions being detected during the normal course of business.

Effect: The failure to segregate out the accounting duties among multiple persons resulted in the misappropriation of assets that were not promptly detected. Failure to spend grant funds according to grant provisions can result in the County having to reimburse grant proceeds.

Recommendation: The duties of recording, distribution, reconciliation of cash accounts and reporting functions should be segregated. Expenditures should be approved by appropriate personnel. Financial statements should be prepared on a monthly basis and reviewed by appropriate personnel.

Views of officials: Management concurs with the above finding. The individual responsible for the misappropriation has been replaced and controls have been implemented to separate the duties within those agencies.

2010-2

Condition: An annual budget was not adopted for the Juvenile Court, Jail Commissary, Emergency Management Agency or the Confiscated Assets Funds as required by the Official Code of Georgia Annotated section 36-81-3.

Recommendation: The County should adopt an annual balanced budget for the above funds.

Views of officials: The County intends to adopt an annual balanced budget for all funds required by Georgia law.

2008-1

Condition: At present, management is not preparing the financial statements, They are being assisted by auditors. The intent of SAS 112 is not to prevent auditors from preparing the client's financial statements. Instead the issue to be considered when determining if a significant deficiency or material weakness exists is whether the client is capable of preparing the financial statements and has the skills and competencies necessary to prevent, detect and correct a material misstatement.

Criteria: Management is responsible for the financial statements, including the preparation of such statements. A system of internal controls over financial reporting does not stop at the general ledger. It includes controls over financial statement preparation, including footnote disclosure.

Effect: A control deficiency exists when the County does not have controls over the preparation of the financial statements that could prevent or detect a misstatement in the financial statements.

Section II - Findings Related to the Audit of the Financial Statements (Continued)

Cause: The size of the County's accounting staff prevents them from having the time to prepare the financial statements. As a matter of convenience and efficiency, the auditor is preparing the statements.

Recommendation: I recommend the County provide additional training to provide the skills to set up proper controls to review, prevent and detect material misstatements.

Views of officials: Management concurs with the above finding, and is continuing to strive for proper education and training.

2008-2

Condition: In the General, E911, 2005 SPLOST, Grant, Stimulus, Disaster and Ambulance and Rescue Service Funds there were adjusting entries required to correct assets, liabilities, revenues and expenditures balances at year end.

Criteria: Management is responsible for the inclusion of all items that could have a material effect on the financial statements of the County.

Effect: A control deficiency exists when the County does not have controls over the preparation of the financial statements that could prevent or detect a misstatement in the financial statements.

Cause: Controls were not in place to capture all necessary year end adjustments.

Recommendation: I recommend the County provide additional training to provide the skills to set up proper controls to review, prevent and detect material misstatements.

Views of officials: Management concurs with the above finding, and is in the process of completing a corrective action plan.

2008-3

Condition: In the General Fund actual expenditures exceeded budget appropriations at the legal level of control for some departments.

Criteria: Controls are not in place to prevent excess appropriation of funds and maintaining operations under a balanced budget.

Effect: Failure to periodically review and amend appropriations throughout the year places an adverse effect on management's ability to meet cash flow requirements during the course of the year.

Recommendation: The County should amend the budget to prevent budgetary deficiencies at the department level.

Views of officials: Management concurs with the above finding. Management will take the necessary steps to ensure that expenditures do not exceed appropriations at the legal level of control.

Section II - Findings Related to the Audit of the Financial Statements (Continued)

2008-4

Condition: There is not an appropriate segregation of duties between recording, distribution, reconciliation of cash accounts and other operational functions within various County departments.

Criteria: Internal controls should be in place, which provide reasonable assurance that an individual cannot misappropriate funds without such actions being detected during the normal course of business.

Effect: The failure to segregate out the accounting duties among multiple persons presents the opportunity for misappropriation of assets, mainly cash.

Recommendation: The duties of recording, distribution, reconciliation of cash accounts and other operational functions should be segregated between employees.

Views of officials: Management concurs with the above finding, and will work with the effected offices to devise better internal controls over the accounting functions.