BLECKLEY COUNTY, GEORGIA
FINANCIAL STATEMENTS
AND
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2014
AND
INDEPENDENT AUDITOR'S REPORT

BLECKLEY COUNTY, GEORGIA
Financial Statements
For the Fiscal Year Ended December 31, 2014

TABLE OF CONTENTS

Page

FINANCIAL SECTION

Independent Auditor's Report ..... 1 - 3

Basic Financial Statements:
- Government-wide Financial Statements:
  - Statement of Net Position 4
  - Statement of Activities 5
- Fund Financial Statements:
  - Balance Sheet - Governmental Funds 6
  - Reconciliation of the Balance Sheet of Governmental Funds To the Statement of Net Position 7
  - Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds 8
  - Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities 9
  - Statement of Fiduciary Assets and Liabilities - Agency Funds 10
- Notes to Financial Statements ..... 11 - 31

Required Supplementary Information:
- Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General Fund ..... 32 - 34
- Schedule of Funding Progress - Defined Benefit Plan 35
- Notes to Required Supplementary Information 36

BLECKLEY COUNTY, GEORGIA
Financial Statements
For the Fiscal Year Ended December 31, 2014

TABLE OF CONTENTS - Continued

Supplementary Information:
- Combining Balance Sheet - Nonmajor Governmental Funds 37
- Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds 38
- Schedule of Revenues, Expenditures, and Changes in Fund Balances:
  - Budget and Actual for Nonmajor Special Revenue Funds:
    - Law Library Fund 39
    - E-911 Fund 40
    - Confiscated Assets Fund 41
    - Commissary Fund 42
    - T-SPLOST Fund 43
- Combining Statement of Fiduciary Assets and Liabilities - Agency Funds 44
- Combining Statement of Changes in Fiduciary Assets and Liabilities - Agency Funds ..... 45 - 46
- Schedule of Expenditures of Special Purpose Local Option Sales Tax Proceeds ..... 47 - 48

COMPLIANCE SECTION

- Independent Auditor's 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* ..... 49 -50

- Schedule of Findings and Responses 51

Financial Section

INDEPENDENT AUDITOR'S REPORT

D. M. Vickers & Assoc., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

DON M. VICKERS, CPA (1931-1989)
LARRY E. GARRETT, CPA
DENNIS M. VICKERS, CPA
C. LEE WEST JR., CPA

139 BROAD STREET
P.O. BOX 239
HAWKINSVILLE, GEORGIA 31036
(478) 783-4091

Internet
www.dmvickers.com
Telecopier
(478) 783-2430

INDEPENDENT AUDITOR'S REPORT

To the County Commissioner
Bleckley County, Georgia

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Bleckley County, Georgia (the County), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents. We did not audit the financial statements of Bleckley County Public Health Center, which is a discretely presented component unit and 100.00 percent, respectively of the assets, net position, and revenues of the discretely presented component units.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Bleckley County Public Health Center, which represent 100.00 percent, respectively, of the assets, net position, and revenues of the discretely presented component units. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Bleckley County Public Health Center, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Bleckley County, Georgia, as of December 31, 2014, and the respective changes in financial position, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and the schedule of funding progress as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The County has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Bleckley County, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, the schedule of special purpose local option sales tax expenditures, and other supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, the schedule of special purpose local option sales tax expenditures, and other supplementary information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual nonmajor fund financial statements and schedules, the schedule of special purpose local option sales tax expenditures, and other supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

OTHER REPORTING REQUIRED BY *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated October 8, 2015, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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* in considering Bleckley County, Georgia's internal control over financial reporting and compliance.

H. M. Vickers & Associates, P.C.

October 8, 2015

BLECKLEY COUNTY, GEORGIA
Statement of Net Position
December 31, 2014

	Primary Government Total	Component Unit
	Governmental Activities	Bleckley County Public Health Center
ASSETS:		
Cash	$ 3,784,490	$ 506,270
Receivables, net of allowance for uncollectibles:		
Taxes	572,090	-
Intergovernmental	240,007	-
Accounts	138,710	2,573
Employee cash	4,043	-
Prepaid expenses	50,485	-
Inventory, at cost	31,783	-
Capital assets:		
Capital assets not being depreciated	334,949	-
Capital assets being depreciated, net of accumulated depreciation	9,284,325	2,043
Total Assets	14,440,882	510,886
LIABILITIES:		
Accounts payable	272,971	-
Salaries and benefits payable	82,304	-
Due to other governments	60,928	-
Accrued interest payable	54,942	-
Net pension obligation	17,205	-
Landfill post-closure care costs due in one year	43,003	-
Landfill post-closure care cost due after one year	627,396	-
Compensated absences due within one year	51,378	4,003
Compensated absences due after one year	61,090	16,013
Capital leases due within one year	441,001	-
Capital leases due after one year	5,458,974	-
Total Liabilities	7,171,192	20,016
NET POSITION:		
Net investment in capital assets	3,719,299	2,043
Restricted for capital improvements	1,131,514	-
Restricted for prior year program income	-	10,013
Unrestricted	2,418,877	478,814
Total Net Position	$ 7,269,690	$ 490,870

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

BLECKLEY COUNTY, GEORGIA
Statement of Activities
For the Fiscal Year Ended December 31, 2014

FUNCTIONS/PROGRAMS	Expenses	Program Revenues: Fees, Fines and Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Net (Expenses) Revenue and Changes in Net Position: Primary Government: Total	Net (Expenses) Revenue and Changes in Net Position: Component Unit: Bleckley County Public Health Center
PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES:							
General government	$ 1,454,698	$ 81,089	$ 672	$ -	$ (1,372,937)	$ (1,372,937)	$ -
Public safety	2,927,987	279,573	139,176	-	(2,509,238)	(2,509,238)	-
Court system	619,415	326,446	-	-	(292,969)	(292,969)	-
Highways and streets	1,252,432	-	296,971	-	(955,461)	(955,461)	-
Public health and welfare	695,665	79,835	69,414	-	(546,416)	(546,416)	-
Culture and recreation	147,087	-	-	-	(147,087)	(147,087)	-
County agent	82,084	-	-	-	(82,084)	(82,084)	-
Natural resources	29,194	-	-	-	(29,194)	(29,194)	-
Interest	169,690	-	-	-	(169,690)	(169,690)	-
Total Governmental Activities	7,378,252	766,943	506,233	-	(6,105,076)	(6,105,076)	-
TOTAL PRIMARY GOVERNMENT	$ 7,378,252	$ 766,943	$ 506,233	$ -	(6,105,076)	(6,105,076)	-
COMPONENT UNIT-							
Bleckley County Public Health Center	352,354	155,803	213,878	-	-	-	17,327
Total Component Unit	$ 352,354	$ 155,803	$ 213,878	$ -	-	-	17,327
General revenues:							
Property taxes					3,488,946	3,488,946	-
Alcoholic beverage taxes					45,888	45,888	-
Vehicle taxes					601,705	601,705	-
Sales taxes					1,767,289	1,767,289	-
Other taxes					398,062	398,062	-
Unrestricted interest earnings					154,996	154,996	-
Miscellaneous					108,558	108,558	29,197
Gain on sale of capital asset					12,000	12,000	-
Total general revenues					6,577,444	6,577,444	29,197
Change in net position					472,368	472,368	46,524
Net position, beginning of year					6,797,322	6,797,322	444,346
Net position, end of year					$ 7,269,690	$ 7,269,690	$ 490,870

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

BLECKLEY COUNTY, GEORGIA
Balance Sheet
Governmental Funds
December 31, 2014

	General Fund	Capital Projects SPLOST-2007	Capital Projects SPLOST-2013	Other Governmental Funds	Total Governmental Funds
ASSETS:					
Cash	$ 2,562,984	$ 37,172	$ 1,059,048	$ 125,286	$ 3,784,490
Receivables, net of allowance for uncollectible:					
Taxes	572,090	-	-	-	572,090
Intergovernmental	116,112	-	96,222	27,673	240,007
Accounts	116,883	-	-	21,827	138,710
Due from other funds	-	-	-	-	-
Employee cash	4,043	-	-	-	4,043
Prepaid expenses	50,485	-	-	-	50,485
Inventory, at cost	31,783	-	-	-	31,783
Total Assets	$ 3,454,380	$ 37,172	$ 1,155,270	$ 174,786	$ 4,821,608
LIABILITIES:					
Accounts payable	$ 247,138	$ -	$ -	$ 25,833	$ 272,971
Salaries and benefits payable	82,304	-	-	-	82,304
Due to other governments	-	-	60,928	-	60,928
Total Liabilities	329,442	-	60,928	25,833	416,203
DEFERRED INFLOWS OF RESOURCES-					
Unavailable revenue-property taxes	219,677	-	-	-	219,677
FUND BALANCES:					
Nonspendable:					
Prepaid items	50,485	-	-	-	50,485
Inventory	31,783	-	-	-	31,783
Restricted for:					
Public safety	-	-	-	28,247	28,247
Law library	-	-	-	76,047	76,047
Capital projects	-	37,172	1,094,342	44,659	1,176,173
Unassigned-					
General Fund	2,822,993	-	-	-	2,822,993
Total Fund Balances	2,905,261	37,172	1,094,342	148,953	4,185,728
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 3,454,380	$ 37,172	$ 1,155,270	$ 174,786	$ 4,821,608

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

BLECKLEY COUNTY, GEORGIA
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
December 31, 2014

Difference in amounts reported for governmental activities in the statement of net position:

Fund balances, total governmental funds	$	4,185,728
Net pension asset (obligation) is not available (due) during the current period and is not reported in the governmental funds balance sheet		(17,205)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		9,619,274
Some governmental revenues will not be collected for several months after the year end and are unavailable in the governmental funds		219,677
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		(6,737,784)
Net position of governmental activities	$	7,269,690

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

BLECKLEY COUNTY, GEORGIA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended December 31, 2014

	General Fund	Capital Projects SPLOST-2007	Capital Projects SPLOST-2013	Other Governmental Funds	Total Governmental Funds
REVENUES:					
Taxes	$ 5,257,759	$ -	$ 1,016,250	$ 227,649	$ 6,501,658
Licenses and permits	21,629	-	-	-	21,629
Fines and forfeitures.	254,627	-	-	20,559	275,186
Charges for services	203,086	-	-	187,916	391,002
Intergovernmental	461,442	-	-	-	461,442
Interest earnings	154,527	-	-	468	154,995
Miscellaneous	162,424	-	-	-	162,424
Total Revenues	6,515,494	-	1,016,250	436,592	7,968,336
EXPENDITURES:					
Current:					
General government.	1,379,334	-	-	-	1,379,334
Public safety	2,497,025	-	-	228,465	2,725,490
Court system	627,876	-	-	8,835	636,711
Highways and streets.	787,494	-	-	182,990	970,484
Public health and welfare	550,704	-	-	-	550,704
Culture and recreation.	89,191	-	-	-	89,191
County agent	81,164	-	-	-	81,164
Natural resources	29,194	-	-	-	29,194
Intergovernmental	-	-	338,778	-	338,778
Capital Outlay	-	185,618	20,858	-	206,476
Debt Service:					
Principal	41,210	288,336	-	-	329,546
Interest	7,712	9,489	149,769	-	166,970
Total Expenditures	6,090,904	483,443	509,405	420,290	7,504,042
Excess of Revenues Over (Under) Expenditures	424,590	(483,443)	506,845	16,302	464,294
OTHER FINANCING SOURCES (USES):					
Issuance of capital leases	45,980	-	-	-	45,980
Sale of capital assets	12,000	-	-	-	12,000
Transfers In (Out)	-	13,800	-	(13,800)	-
Total Other Financing Sources (Uses)	57,980	13,800	-	(13,800)	57,980
NET CHANGE IN FUND BALANCES	482,570	(469,643)	506,845	2,502	522,274
FUND BALANCE, BEGINNING OF YEAR	2,422,691	506,815	587,497	146,451	3,663,454
FUND BALANCE, END OF YEAR	$ 2,905,261	$ 37,172	$ 1,094,342	$ 148,953	$ 4,185,728

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

BLECKLEY COUNTY, GEORGIA
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended December 31, 2014

Difference in amounts reported for governmental activities in the statement of activities:	
Net change in fund balances - total governmental funds	$ 522,274
Changes in the net pension asset (obligation) increase or decrease net assets of governmental activities but do not affect governmental funds as they are not current financial resources.	(1,425)
Capital outlay, reported as expenditures in governmental funds, are reported as capital assets in the statement of net position.	179,068
Depreciation expense on governmental capital assets is included in the governmental statement of activities. The cost of the assets is allocated to expense over the estimated useful lives of the assets.	(515,808)
Proceeds from the issuance of long-term debt, recorded as other financing sources in governmental funds, are included as an increase in long-term liabilities in the statement of net position	(45,980)
The decrease in liability for landfill post-closure care cost is reported as an expenditure in governmental funds, but as a reduction of long-term liabilities in the statement of net position	22,874
Expenses for compensated absences are reported for governmental activities but do not require the use of current financial resources and therefore are not reported as expenditures for governmental funds	114,255
Repayments of long-term debt principal is reported as an expenditure in governmental funds, but as a reduction of long-term liabilities in the statement of net position.	329,546
Expenses for accrued interest on long-term debt are reported for governmental activities but do not require the use of current financial resources and therefore are not reported as expenditures for governmental funds:	
Accrued interest balance at current fiscal year end	(54,942)
Accrued interest balance at prior fiscal year end	52,222
Some governmental revenues will not be collected for several months after the year end and are deferred inflows of resources in the governmental funds:	
Unavailable revenue balance at current fiscal year end	219,677
Unavailable revenue balance at prior fiscal year end	(349,393)
Changes in net position of governmental activities in the statement of activities	$ 472,368

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

BLECKLEY COUNTY, GEORGIA
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2014

	Agency Funds
ASSETS -	
Cash	$ 1,539,738
Total assets	$ 1,539,738
LIABILITIES -	
Accounts payable	$ 1,539,738
Total liabilities	$ 1,539,738

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General Statement

The financial statements of Bleckley County, Georgia, (the "County") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governments. The Governmental Accounting Standards Board (the "GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

A. Reporting Entity

Primary Government

Bleckley County, Georgia, the 145th county formed in Georgia, was created in 1912. The County operates under a sole commissioner form of government. The County provides various services, levies taxes, and issues licenses as provided by the Charter. These services include public safety, highways and streets, health and social services, emergency medical services, cultural and recreational programs and administrative services.

These financial statements present the County and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the County's operations and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County.

Currently, the County has no blended component units. However, the Bleckley County Board of Health DBA Bleckley County Public Health Center is presented herein as a discretely presented component unit.

The County is responsible for appointing some of the members of the boards of other organizations, but the County's accountability for these organizations do not extend beyond making the appointments. These related organizations include the following:

Bleckley County Board of Family and Children Services
Bleckley-Cochran Industrial Development Authority
Cochran-Bleckley Recreation Authority
Bleckley County Hospital Authority

Disbursements to these organizations based on contractual agreements have been budgeted and expended as part of the regular operations of the County.

Discretely Presented Component Unit

Bleckley County Public Health Center - The Bleckley County Public Health Center (the Center) provides various health services for citizens in Bleckley County under a contract with the Georgia Department of Human Resources (DHR). Under this contractual agreement DHR provides certain administrative and other services to the Center in addition to the grant-in-aid funding. These services are funded through other governmental entities or directly by DHR. Based on the contract with DHR, fixed assets cannot be disposed of without approval of DHR. In the event the Center were to dissolve, all fixed assets would return to DHR or to the donating agency. Substantially all of the Center's capital assets are titled to DHR.

It is the goal of the Bleckley County Public Health Center (Center) to provide health services for the citizens of Bleckley County within the guidelines established by the Bleckley County Board of Public Health, the South Central Health District and the Georgia Department of Human Resources. The Center is responsible for health programs designed for prevention, early detection, treatment and referral.

The amounts included in these financial statements in the component unit columns are as of and for the fiscal year ended June 30, 2014.

The complete audited financial statements of the Bleckley County Public Health Center may be obtained from the office of the Bleckley County Commissioner.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County (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 normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County does not currently have business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The County has elected not to allocate indirect costs among the programs, functions and segments. 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 as general revenues.

Separate financial statements are provided for governmental activities and, when applicable, for business-type activities.

Fund Financial Statements

The accounts of the County’s reporting entity are organized on the basis of separate funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Governmental Funds

Governmental funds are those through which most governmental functions of the County are financed. The acquisition, use, and balances of the County's expendable financial resources and the related liabilities are accounted for through governmental funds. Governmental Funds are accounted for on a flow of current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets.

The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The County's governmental funds include the general fund, capital projects funds, and special revenue funds.

Fiduciary Funds
Agency Funds- Agency Funds are used to account for assets held by the County in a trustee capacity for the County or as an agent for other governmental units or other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds are accounted for on the accrual basis.

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. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current period, with the exception of intergovernmental revenues, which are considered available if collected within 180 days after the year end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures and certain compensated absences and claims and judgments are recorded when due.

Revenues considered susceptible to accrual are property taxes, interest, and charges for services. Other receipts and taxes become measurable and available when cash is received by the County and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The County reports the following major governmental funds:

The **General Fund** is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **Special Purpose Local Option Sales Tax (SPLOST-2007) Capital Projects Fund** accounts for capital outlay and other transactions related to the additional one-percent local option sales tax.

The **Special Purpose Local Option Sales Tax (SPLOST-2013) Capital Projects Fund** accounts for capital outlay and other transactions related to the additional one-percent local option sales tax currently in effect.

The government-wide financial statements are prepared using the accrual basis of accounting and the economic resources measurement focus. Government-wide financial statements do not provide information by fund or account group, but distinguish between the County's governmental activities and business type activities. Significantly, the statement of net position will include noncurrent

assets which were previously reported in the General Fixed Asset Account Group and long-term liabilities previously reported in the General Long-Term Debt Account Group. In addition, the government-wide statement of activities reflects depreciation expenses on the County's capital assets.

Major individual governmental funds and major individual proprietary funds, when applicable, are reported as separate columns in the fund financial statements.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 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 resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

D. Use of Estimates

Preparation of the County's financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent items at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

E. Advertising Costs

Advertising costs are recorded as expenditures or expenses, as appropriate, in the period incurred. No advertising costs are capitalized.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are reported in order to reserve that portion of applicable appropriations, is not employed by the County because it is considered impractical and not necessary to insure effective budgetary and cash planning and control.

G. Deposits and Investments

The County's cash is considered to be cash on hand, demand and interest-bearing deposits held in banks. Any bank deposit in excess of FDIC insured amounts must be secured by an equivalent amount of State of Georgia or U.S. Obligations.

H. Inventory

Inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. The consumption method is used to account for inventories. Under the consumption method, inventory items are recognized as expenditures when used.

I. Prepaid Items

Prepaid items are recorded as expenditures in the governmental funds during the period benefitted.

J. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or, when applicable, business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Prior to July 1, 2003, governmental funds' infrastructure assets were not capitalized. Infrastructure assets acquired prior to July 1, 2003, are not reported in the basic financial statements. No infrastructure assets were added in the current year. General infrastructure assets will include all roads and bridges and other infrastructure assets acquired subsequent to July 1, 2003.

The cost of normal repairs and maintenance that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed. Property, plant, and equipment of the primary government is depreciated using the straight line method over the assets' estimated useful lives as follows:

Primary Government:

Asset Class	Estimated Useful Lives In Years	Capitalization Threshold
Buildings	50	$ 15,000
Building Improvements	20-30	$ 5,000
Machinery and equipment	5-10	$ 1,000
Vehicles	5-10	$ 5,000
Office equipment	5-10	$ 1,000
Computer equipment	3-10	$ 1,000
Infrastructure	30-40	$ 10,000

Component Unit:

Capital assets include equipment and various furniture and fixtures purchased during the performance of the Center's programs. Depreciation of capital assets is computed using the straight-line method. Equipment, furniture and fixtures with cost in excess of $1,000 are depreciated over a five-year life.

K. Accumulated Unpaid Vacation, Sick Pay, and Other Employee Benefits

Accumulated unpaid vacation, sick pay, and other employee benefits are not accrued by the county government when incurred in the funds because the amounts are considered immaterial.

L. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts, when applicable, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, except any portion related to prepaid insurance costs, are recorded as an expense in the period incurred.

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

M. Fund Equity

1. Government-wide Statements

Equity is classified as net position and displayed in three components:

a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

b. Restricted net position - Consists of net position items with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or 2) law through constitutional provisions or enabling legislation.

c. Unrestricted net position - All other net position items that do not meet the definition of “net investment in capital assets” or “restricted net position”.

2. Fund Statements

Governmental fund equity is classified as fund balance. Generally, fund balance represents the difference between current assets and current liabilities. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

- **Nonspendable-**Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.
- **Restricted-**Fund balances 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 creditors, grantors or laws or regulations of other governments.
- **Committed-**Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the County Commissioner through the approval of a motion. Only the County Commissioner may modify or rescind the commitment.

- **Assigned-**Fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the County Commissioner can authorize a designee to assign fund balances.
- **Unassigned-**Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criteria. The County reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

N. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly chargeable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions are reported as transfers.

O. Allowance for Uncollectible Accounts

Allowances for uncollectible accounts are maintained for all types of receivables which historically experience uncollectible accounts.

P. Post-employment health care benefits

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the County provides healthcare benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured for the actual month covered. This program is offered for a duration of 18 months after the termination date. There is no associated cost to the County under this program.

Q. Concentrations of Credit Risk

The County's solid waste transfer station serves customers within Bleckley County. The balance of receivables is composed mostly of residential and smaller commercial accounts. The County does not expect to incur significant losses as a result of these receivables. Management believes that the allowance for uncollectable is adequate to cover all anticipated future losses on these receivables.

2. DEPOSITS AND INVESTMENTS

Primary Government

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The County does not have a deposit policy for custodial credit risk. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized at 110% by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of December 31, 2014, the County had deposits of $5,353,085 and the carrying amount of these deposits was $5,328,271. The County's deposits were insured or collateralized with securities held by the County, an agent in the name of the County, or securities pledged by the financial institution in the name of the County. However, at year-end the County had balances exposed to custodial credit risk as uninsured and uncollateralized in the amount of $929,970 or 17.37% of total deposits.

Component Unit

State statutes requires all deposits and investments (other than federal or state governmental instruments) to be collateralized at 110% by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities.

At June 30, 2014, the carrying amount of the Center's bank deposits was $506,220 and the bank balance was $520,199. The Center also had an imprest petty cash fund of $50. As of June 30, 2014, the Center did not have any balances exposed to custodial credit risk as uninsured and uncollateralized.

Reporting Entity

Georgia law authorizes local governments to invest in the following types of obligations:

- Obligations of the State of Georgia or any other state;
- Obligations issued by the United States;
- Obligations fully insured or guaranteed by the United States Government or governmental agency;
- Obligations of any corporation of the United States Government;
- Prime bankers' acceptances;
- The State of Georgia Local Government Investment Pool;
- Repurchase agreements; and
- Obligations of other political subdivisions of the State of Georgia.

The County maintains only checking and interest-bearing savings accounts in Georgia financial institutions as permitted by O.C.G.A. 36-83-4.

The carrying amount of the County's deposits is reconciled to the financial statements as follows:

Governmental Activities:	
Cash in banks	$ 3,784,113
Cash on hand	377
Subtotal	3,784,490
Employee cash	4,043
Fiduciary Funds -	
Agency Funds	1,539,738
Total Primary Government	5,328,271
Component Unit –Health Department	
Cash in banks	506,220
Cash on hand	50
Total Component Unit	506,270
Total Reporting Entity	$ 5,834,541

3. PROPERTY TAXES

The County levies property taxes on September 1st of each year. The due date for these taxes is December 20th and the lien date is the following April 1st. Taxes are collected throughout the year. Property taxes for the year ended December 31, 2014, were assessed at the rate of 15.065 mills on the dollar on a total assessed valuation of $253,278,485, compared to a total assessed valuation of $261,803,001 at a rate of 14.963 mills on the dollar in 2013.

In the governmental fund financial statements, property taxes are recorded as receivables and deferred inflows of resources unavailable at the time the tax levy is billed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible within sixty days following the close of the year are therefore susceptible to accrual in accordance with GAAP and have been recognized as revenue.

In the government-wide financial statements, property taxes receivable and related revenue include all amounts due the County regardless of when cash is received. Over time, substantially all property taxes are collected.

4. RECEIVABLES

Primary Government

Receivables at December 31, 2014, for the County's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

	General Fund	Capital Projects SPLOST 2013	Other Governmental Funds	Totals
Taxes	$ 744,008	$ -	$ -	$ 744,008
Intergovernmental	116,112	96,222	27,673	240,007
Accounts	202,247	-	21,827	224,074
Gross receivables	1,062,367	96,222	49,500	1,208,089
Less allowance for uncollectibles	(257,282)	-	-	(257,282)
Net receivables	$ 805,085	$ 96,222	$ 49,500	$ 950,807

Intergovernmental receivables are as follows:

State of Georgia	$ 101,115	$ 96,222	$ 27,673	$ 225,010
City of Cochran	14,997	-	-	14,997
Total	$ 116,112	$ 96,222	$ 27,673	$ 240,007

5. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2014, was as follows:

Description	Balance Beginning	Additions	Retirements	Balance Ending
Primary Government				
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 323,527	$ -	$ -	$ 323,527
Construction in progress	-	11,422	-	11,422
Total capital assets not being depreciated	323,527	11,422	-	334,949
Capital assets being depreciated:				
Infrastructure	1,450,525	-	-	1,450,525
Buildings and improvements	9,480,648	8,265	-	9,488,913
Machinery and equipment	5,129,329	159,381	25,975	5,262,735
Total capital assets being depreciated	16,060,502	167,646	25,975	16,202,173
Less accumulated depreciation for:				
Infrastructure	325,165	48,350	-	373,515
Buildings and improvements	2,041,649	207,172	-	2,248,821
Machinery and equipment	4,061,201	260,286	25,975	4,295,512
Total accumulated depreciation	6,428,015	515,808	25,975	6,917,848
Governmental activities capital assets, net of accumulated depreciation:				
Capital assets not being depreciated:				
Land	323,527			323,527
Construction in progress	-	11,422	-	11,422
Total capital assets not being depreciated	323,527	11,422	-	334,949
Capital assets being depreciated, net of accumulated depreciation:				
Infrastructure	1,125,360	(48,350)	-	1,077,010
Buildings and improvements	7,438,999	(198,907)	-	7,240,092
Machinery and equipment	1,068,128	(100,905)	-	967,223
Total capital assets being depreciated, net of accumulated depreciation	9,632,487	(348,162)	-	9,284,325
Total governmental activities capital assets, net of accumulated depreciation	$ 9,956,014	$ (336,740)	$ -	$ 9,619,274

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	$ 88,241
Public safety	328,406
Court system	1,769
Highways and streets	86,308
Public health and welfare	9,631
Culture and recreation	533
County agent	920
Total depreciation expense - governmental activities	$ 515,808

Description	Balance Beginning	Additions	Retirements	Balance Ending
Component Unit				
Bleckley County Public Health Center:				
Capital assets not being depreciated -				
Land	$ -	$ -	$ -	$ -
Capital assets being depreciated -				
Machinery and equipment	35,868	-	4,702	31,166
Total capital assets being depreciated	35,868	-	4,702	31,166
Less accumulated depreciation for -				
Machinery and equipment	32,733	1,092	4,702	29,123
Total accumulated depreciation	32,733	1,092	4,702	29,123
Public Health Center capital assets, net of accumulated depreciation:				
Capital assets not being depreciated -				
Land	-	-	-	-
Capital assets being depreciated, net of accumulated depreciation -				
Machinery and equipment	3,135	(1,092)	-	2,043
Total capital assets being depreciated, net of accumulated depreciation	3,135	(1,092)	-	2,043
Total Public Health Center capital assets, net of accumulated depreciation	$ 3,135	$ (1,092)	$ -	$ 2,043

6. JOINT VENTURES

Primary Government

Heart of Georgia Altamaha Regional Commission

The Heart of Georgia Altamaha Regional Commission "HOGARC" is one of the 12 regional commissions in Georgia established under H.B. 1216 (O.C.G.A. 50-8) in July, 2009. The HOGARC serves a 17 county region in south central and southeast Georgia, the same as its predecessor agency the Heart of Georgia Altamaha Regional Development Center (Est. 1996). The region is a large, rural region of Georgia encompassing 17 counties, 63 cities, and approximately 6,904 square miles. The members of the commission are required to pay annual dues to the commission. The Official Code of Georgia Section 50-8-34 provides for the organizational structure of the RCs. The HOGARC Board membership includes the chief elected official of each county and the chief elected official of each municipality. The County board members and municipal board members from the same county elect one Member of the Board who is a resident (but not an elected or appointed official or employee of the County or municipality) to serve as a nonpublic member and a minority member who must be an elected official to serve as board members from a County.

O.C.G.A. 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements for the HOGARC are available from: Heart of Georgia Altamaha Regional Commission, 5405 Oak Street, Eastman, GA 31023.

7. COMPLIANCE WITH LEGAL PROVISIONS

The County is in compliance with all significant finance-related legal and contractual provisions.

Deficit Fund Balance-

The County had no individual funds with deficit fund balances at December 31, 2014.

Excess of expenditures over appropriations in individual departments-

The commissary fund had an excess of expenditures over appropriations for the current year of $4,805.

8. LONG-TERM LIABILITIES

The following is a summary of long-term debt transactions of the County for the current year:

	Balance Beginning	Additions	Retirements	Balance Ending	Amounts Due Within One Year	Interest Paid
Governmental Activities:						
Capital Leases	$6,183,540	$ 45,980	$ 329,546	$ 5,899,974	$ 441,001	$ 169,690
Landfill post-closure	693,274	-	22,875	670,399	43,003	-
Compensated absences	226,723	-	114,255	112,468	51,378	-
Total Long-Term Debt	$7,103,537	$ 45,980	$ 466,676	$ 6,682,841	$ 535,382	$ 169,690

Total interest paid on long-term debt during the current year is summarized as follows:

Governmental Activities		
Total Interest	Less Direct Interest	Net Interest
$ 169,690	$ -	$ 169,690

The County leases machinery, equipment and vehicles under outstanding capital leases as of the end of the current year with a total original cost and accumulated depreciation of $6,754,313 and $842,461 respectively. Depreciation expense on assets recorded under capital leases totaled $148,764. These assets collateralize the leases payable as of the end of the current year. There are no special restrictions on assets collateralizing capital leases.

Of the total debt service principal and interest liquidated during the current year, the general fund paid a total of $41,210 and the special purpose local option sales tax fund (SPLOST Fund 2007) paid a total of $288,336. The general fund liquidated a total of $22,875 in landfill post-closure costs in the current year. For governmental activities, compensated absences are liquidated by the general fund.

The County had no earnings on unexpended debt proceeds and, accordingly, federal arbitrage regulations do not currently apply.

The annual requirements to service principal and interest on all County long-term debt to maturity is as follows:

Year Ending	Capital Leases Payable			Governmental Activities Total		
December 31,	Principal	Interest	Total	Principal	Interest	Total
2015	$ 441,001	$ 164,643	$ 605,644	$ 441,001	$ 164,643	$ 605,644
2016	321,446	155,011	476,457	321,446	155,011	476,457
2017	312,026	141,973	453,999	312,026	141,973	453,999
2018	423,045	131,498	554,543	423,045	131,498	554,543
2019	435,276	119,267	554,543	435,276	119,267	554,543
2020-2024	2,372,585	400,130	2,772,715	2,372,585	400,130	2,772,715
2025-2029	1,594,595	69,033	1,663,628	1,594,595	69,033	1,663,628
Totals	$ 5,899,974	$ 1,181,555	$ 7,081,529	$ 5,899,974	$ 1,181,555	$ 7,081,529

The County has several annually renewable operating leases on buildings and office equipment with no contingent payments included thereon. Rentals under operating leases for the current year totaled $16,600.

Details of long-term debt are as follows:

	Balance Beginning	Additions	Retirements	Balance Ending	Amounts Due Within One Year	Interest Paid
Primary Government						
Capital Leases:						
6.50% Capital lease payable, original amount of $30,228, with annual payments of $10,716, including interest, made on June 4, 2014, with the final payment due June 4, 2017, incurred to purchase Sheriff's department vehicle	$ -	$ 30,228	$ 10,717	$ 19,511	$ 9,448	$ -
6.50% Capital lease payable, original amount of $15,752 with annual payments of $9,676 and $9,180, respectively, including interest, made on November 7, 2014, with the final payment due on November 7, 2016, incurred to purchase Sheriff's department vehicle	-	15,752	-	15,752	7,628	-
6.50% Capital lease payable, original amount of $34,101, with annual payments of $12,090, including interest, made on December 17, 2012, with the final payment due on December 17, 2014, incurred to purchase Sheriff's department vehicle	11,351	-	11,351	-	-	738
7.907% Capital lease payable, original amount of $29,451, with annual payments of $10,600, including interest, made on February 6, 2012, with the final payment due on February 10, 2014, incurred to purchase Sheriff's department vehicle	9,797	-	9,797	-	-	264
5.00% Capital lease payable, original amount of $168,345, with monthly payments of $1,338, including interest, made on May 12, 2010, with the final payment of $125,587 due on June 12, 2015, incurred to purchase fire truck	138,532	-	9,344	129,188	129,188	6,710
2.85% Capital lease payable, original amount of $6,023,860 with annual payments of increasing amounts from $454,000 to $554,543, including interest, made on September 5, 2013, with the final payment due on March 1, 2027, incurred to construct a new county jail	6,023,860	-	288,337	5,735,523	294,737	161,978
Total Capital Leases	6,183,540	45,980	329,546	5,899,974	441,001	169,690
Landfill post-closure care costs	693,274	-	22,875	670,399	43,003	-
Compensated absences	226,723	-	114,256	112,467	51,378	-
Total	$7,103,537	$ 45,980	$ 466,677	$ 6,682,840	$ 535,382	$ 169,690

There was no short term debt activity of the county for the current year. Total interest paid on all County debt during the year was $169,690.

	Balance Beginning	Additions	Retirements	Balance Ending	Amounts Due Within One Year	Interest Paid
Component Unit						
Accrued Leave	$ 17,074	$ 2,942	$ -	$ 20,016	$ 4,003	$ -
Total	$ 17,074	$ 2,942	$ -	$ 20,016	$ 4,003	$ -

9. RESTRICTED ASSETS - CASH

As of December 31, 2014, the County did not have restricted cash balances.

10. GRANTS AND COMMITMENTS

In the normal course of operations, the County receives grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

Bleckley County entered into an agreement on May 26, 2010, with the Hospital Authority of Bleckley County to levy an ad valorem tax up to the legally permissible millage rate to pay for certain indigent care obligations and to pay principal and interest on debt of the Authority borrowed to finance improvements and repairs to the hospital facility roof in the principal amount of $226,000, in order to permit future operations of the Authority. The County signed a consent agreement with the lender, that if the borrower (Authority) is in default under the financing agreement, then upon receipt by County of written notice from lender that borrower was in default and the lender elects to exercise its rights under the contract in accordance with the terms of the agreement, that all payments and revenues owing or assigned to borrower under the contract shall thereafter be paid to lender unconditionally and without defense or offset by the County. The County paid a total of $21,952 ($15,067 was applied to principal and $6,885 to interest) on this loan for the year ended December 31, 2014. While the Hospital Authority is not in default on the note, it is expected that the County will continue to make payments on the loan until it is paid in full. The unpaid principal balance of the loan as of the end of the current year is $165,733.

In September 2014, the County was awarded a grant from Pine Country RC&D under a water quality improvement project cost-share program. The grant will reimburse the County fifty percent of the cost of the project, with the total reimbursement not to exceed $149,763.

11. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The County maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. Settled claims have not exceeded this commercial coverage in any of the past five fiscal years. The County paid $88 in premiums for various commercial coverage during 2014. There have been no reductions in insurance coverage from the prior year.

The County is a member of the Association County Commissioners Self Insurance Workers Compensation Fund pursuant to Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated. The Fund represents a self-insurance pool, whereby members agree to pay the workers compensation claims of other members of the fund. The County paid $83,513 to the fund during the year ended December 31, 2014. There were no assessments made against the County for additional losses incurred by the fund.

The liability of the fund to the employees of any employer is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and/or employer's liability. The fund is to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the purview of the Worker's Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding of compensation therefore, although such suits, other proceedings, allegations or demands be wholly groundless, false or fraudulent. The Fund is to pay all costs 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 also become a member of the Association County Commissioners of Georgia - Interlocal Risk Management Agency for liability, motor vehicle and property damage risk self insurance. The County paid $83,618 to the fund during 2014. There were no assessments made against the County for additional losses incurred by the fund.

Chapter 85 of Title 36 of the Official Code of Georgia Annotated authorizes Georgia municipalities to form interlocal risk management agencies. The Georgia Interlocal Risk Management Agency (GIRMA) is a municipal interlocal risk management agency operating as an unincorporated nonprofit instrumentality of its member municipalities - GIRMA establishes and administers one or more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of municipal government. GIRMA is to defend and protect in accordance with the member government contract and related coverage descriptions any member of GIRMA against liability or loss. The County, among other requirements, must: pay all contributions, assessments or other sums due to GIRMA as such times and in such amounts as shall be established by GIRMA; select a person to serve as a member representative; allow GIRMA and its agents reasonable access to all facilities and all records of the County which relate to the purposes of GIRMA; allow attorneys appointed by the agency 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 Fund; assist and cooperate in the defense and settlement of claims against the County; furnish full cooperation to GIRMA's attorneys, claims adjusters, Service Company, and any agent, employee, officer or independent contractor of GIRMA relating to the purposes of GIRMA; follow loss reduction and prevention procedures established by the agency; furnish to GIRMA such budget, operating and underwriting information as may be requested; and report promptly as possible, and in accordance with any Coverage Descriptions issued, all incidents which could result in claims against the fund.

12. CONTINGENCIES

Grant Funds

The County participates in numerous grant programs on the federal and state level. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal Government. Any disallowed claims, including amouts 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 Government expects such amounts, if any, to be immaterial.

Litigation

During the course of normal operations of the County, various claims and lawsuits arise. The County's legal counsel reports no cases pending against the County. Based upon the information available, management does not expect potential liabilities as of December 31, 2014, to impair the County's financial position.

13. PENSION PLAN

Primary Government

The County sponsors the Association County Commissioners of Georgia Restated Pension Plan for Bleckley County Employees (The Plan), which is a defined benefit pension plan.

The specific benefit provisions of the County's plan were established by an adoption agreement executed by the County Commissioner. The Plan provides retirement, disability and death benefits to plan participants and beneficiaries. The Plan, through execution of an adoption agreement, is affiliated with the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (The ACCG Plan), an agent multiple-employer pension plan administered by GEBCorp. The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions of the ACCG Plan, as provided in Section 19.03 of The ACCG Plan document. The County has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan, as provided in Section 19.02 of the ACCG Plan document. An outline of plan provisions follows:

All full-time County employees are eligible to participate in the Plan after completing three years of service. Benefits vest after five years of service. Participants become eligible to retire at age 65 with 3 years of participation in the Plan. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of .5% of average annual compensation up to $6,600 plus 1.00% of average annual compensation in excess of $6,600 plus $36 multiplied by years of service. Compensation is averaged over a five-year period prior to retirement or other termination.

County employees are not required or permitted to contribute to the Plan. The annual County contribution to the Plan is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and must satisfy the minimum contribution requirement contained in the State of Georgia Statute 47-20. The required contribution for the 2014 plan year was $142,661. This amount represents 8.5% of covered payroll.

Participant counts as of January 1, 2014 (the most recent actuarial valuation date) and covered compensation (based on covered earnings for the preceding year) are shown below:

Retirees, beneficiaries and disabled receiving benefits	25
Terminated plan participants entitled to but not yet receiving benefits	32
Active employees participating in the Plan	50
Total number of Plan Participants	107
Covered compensation for active participants	$ 1,669,186

Annual Pension Cost: The current year annual pension costs for the Plan are shown in the trend information presented below:

SUMMARY OF VALUATION RESULTS AND BASIS OF VALUATION:

- Actuarial Valuation Date: January 1, 2014
- Expected Employee Contributions: $ -0-
- Funding Method: Entry Age Normal
- Actuarial Value of Plan Assets: Market Value with a 5 year smoothing period
- 7.50% per annum return on investments (net of administrative expenses)
- 2.0% - 4.5% per annum projected salary increases (based on age)
- 3.0% per annum inflation
- 0% post-retirement benefit increase
- The unfunded actuarial accrued liability is being amortized as a level percent of pay amount on a closed basis. The estimated amortization period for all unfunded liabilities combined into one amortization base was 10 years.

CHANGES SINCE PRIOR VALUATION:

1. The investment rate or return was changed from 7.75% to 7.5 %
2. Age banded salary increase rates were changed from 4.5% to 7.0%
3. Age and service based employee termination rates were changed
4. Mortality table was changed
5. Retirement rates were revised
6. Funding method was changed from Projected Unit Credit to Entry Age Normal

TREND INFORMATION FOR THE PLAN

Fiscal Year Beginning	Annual Pension Cost	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation
01/01/14	$ 142,549	$ 142,661	100 %	17,205
01/01/13	$ 173,382	$ 171,957	99 %	15,780
01/01/12	$ 156,780	$ 156,866	100 %	15,866

Derivation of Net Pension Obligation	
Net Pension Obligation as of the Beginning of Prior Year	$ 15,780
Annual Pension Cost for Prior Year	173,382
Actual Contributions to Plan for Prior Year	(171,957)
Net Pension Obligation as of Beginning of the Year	$ 17,205

Derivation of Annual Pension Cost	
Annual Required Contribution	$ 142,661
Interest on Net Pension Obligation	1,290
Amortization of Net Pension Obligation	(1,402)
Annual Pension Cost	$ 142,549

PLAN FINANCIAL STATEMENTS

A copy of the plan financial statements may be obtained from GEBCorp, 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339. The financial statements are prepared on an accrual basis, modified to include unrealized gains or losses on marketable securities owned by the Plan and incremental changes in the cash value of pre-retirement life insurance policies owned by the trust. Plan member contributions are recognized in the period in which contributions are due. County contributions are recognized when due and the County has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable.

Investments in securities are valued at current market prices. The trust fund is invested, approximately, in 70% equities and 30% fixed income securities on a cost basis.

CONTRIBUTIONS

The County is required to contribute at an actuarially determined rate. Section 47-20 of the Georgia Code sets forth the minimum funding standards for state and local governmental pension plans. Administrative expenses are based on total covered compensation of active plan participants and are added to the state-required annual funding requirement.

The Georgia Constitution enables the governing authority of the County, the County Commissioner, to establish, and amend from time-to-time the contribution rates for the County and its plan participants.

ANALYSIS OF FUNDING PROGRESS

Actuarial Valuation Date (01/01)	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAAL) (2)-(1)	(5) Annual Covered Payroll (prior year)	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
2012	1,927,241	2,520,945	76.4%	593,704	1,597,887	37.2%
2013	2,181,689	2,627,219	83.0%	445,530	1,591,191	28.0%
2014	2,871,816	2,489,307	86.7%	382,509	1,669,186	22.9%

Analysis of the dollar amounts of actuarial value of assets available for benefits, actuarial accrued liability, and unfunded actuarial accrued liability in isolation can be misleading. Expressing the actuarial value of assets as a percentage of the actuarial accrued liability provides one indication of funded status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the Plan.

Trends in unfunded actuarial accrued liability and annual covered payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of the Plan's progress in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the Plan.

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

OTHER RETIREMENT BENEFITS

The County makes contributions to the following pension and retirement plans which are not under the direct control of the County:

A. Probate Judges' Retirement Fund of Georgia

The Probate Judge is covered under a pension plan which requires that certain sums from marriage licenses and fines or bond forfeitures be remitted to the pension plan before the payment of any costs or other claims.

B. Clerk of Superior Court Retirement Fund

The Clerk of Superior Court is covered under a pension plan which requires that certain sums from fees and fines or bond forfeitures be remitted to the pension plan before the payment of any costs or other claims.

C. Sheriff's Retirement Fund/Peace Officers' Annuity and Benefit Fund

The Sheriff and sheriff deputies are covered under separate pension plans which require that certain sums from fines or bond forfeitures be remitted by the Probate Judge or Clerk of Superior Court to the pension plans before the payment of any costs or other claims. Contributions to the plans are not based on payroll, but rather on certain receipts.

Component Unit

The employees of the Center participate in the Georgia State Employees Retirement System. The Plan is administered by the State of Georgia, and accumulated benefits and Plan assets are not determined or allocated to the individual participating governmental entities. The retirement contribution for the year ended June 30, 2014, was $26,214. Contributions are fully vested to employees after ten (10) years of continuous service.

14. LANDFILL POST-CLOSURE CARE COSTS

State and federal laws and regulations require that a final cover be placed on the landfill when it stops accepting waste, and to perform certain maintenance and monitoring functions at the site after closure. The County's landfill stopped accepting waste on April 8, 1994. The closure certificate (Permit No. 012-004D(SL)) contains conditions requiring the County to conduct post-closure care for a period of five years from December 5, 1996, the date of the closure certificate. The certificate provided that the five-year period may be extended by the Director of the Environmental Protection Division if deemed necessary to adequately protect human health and the environment.

On July 27, 2008, the County was notified by Georgia Department of Natural Resources - Environmental Protection Division that they had reviewed the Assessment of Corrective Measures (ACM), Site Characterization and Evaluation of Corrective Measures report for Bleckley County, Georgia. In July 2006, the EPD approved the County's corrective action plan. Estimates indicate that the post-closure period would be extended an additional twenty-two years from 2005.

The estimated remaining cost of $670,399 to monitor the landfill during the remaining post-closure period is reflected as a liability in the statement of net position at December 31, 2014. The estimates are based on the latest opinion of probable post-closure care costs prepared by professional engineers for the County. The estimates are based on average or typical costs with provisions for potential changes due to inflation or deflation, technology, or applicable laws or regulations. However, actual costs may be higher.

15. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund transfers as of December 31, 2014, is as follows:

Fund	Transfer to Other Funds	Transfer from Other Funds
Capital Projects-SPLOST-2007		
Transfer from-		
Law Library Fund	$ -	$ 13,800
Law Library Fund		
Transfer to-		
Capital Projects-SPLOST 2007 Fund	13,800	-
Total	$ 13,800	$ 13,800

The interfund transfer was to reimburse the SPLOST 2007 Fund from the Law Library Fund for capital improvements. The reimbursement was not approved by the Superior Court Judge until after the prior year end. The result is an increase in the SPLOST-2007 Funds and a reduction in the Law Library Funds for the current year.

At year end there were no interfund receivables or payables outstanding.

16. DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

The County has implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. The statement establishes accounting and financial reporting standards for deferred outflows and inflows of resources and the concept of net position as the residual of all other elements presented in the statement of net position.

Deferred outflows of resources represents a use of net position that applies to future periods and, as such, will be recognized as an outflow of resources (expenditure or expense, as applicable) in the future. Deferred inflows of resources represents an acquisition of net position that applies to future periods and, as such, will be recognized as an inflow of resources (revenue) in the future.

17. RESTRICTED NET POSITION

All of the restricted net position of $1,131,514 included in the Statement of Net Position is restricted by enabling legislation.

BLECKLEY COUNTY, GEORGIA
Schedule of Revenues, Expenditures, and Changes in
Fund Balances – Budget (GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES:				
Taxes:				
Property taxes	$ 3,932,100	$ 4,095,500	$ 4,300,800	$ 205,300
Alcoholic beverage tax	55,000	55,000	45,888	(9,112)
Insurance premium tax	367,500	367,500	387,681	20,181
Local option sales tax	455,815	455,815	523,390	67,575
Total Taxes	4,810,415	4,973,815	5,257,759	283,944
Licenses and Permits:				
Beer and wine licenses	4,500	4,500	4,500	-
Other licenses, permits and fees	16,800	16,800	17,129	329
Total Licenses and Permits	21,300	21,300	21,629	329
Fines and Forfeitures:				
Probate Court	160,000	160,000	165,103	5,103
Superior Court	22,000	22,000	54,061	32,061
Drug surcharges, etc.	35,000	35,000	35,463	463
Total Fines and Forfeitures	217,000	217,000	254,627	37,627
Charges for Services:				
Magistrate	13,000	13,000	13,915	915
Superior Court	55,000	55,000	48,524	(6,476)
Sheriff	120,000	120,000	48,207	(71,793)
Solid Waste fees	77,000	77,000	79,835	2,835
Tax Assessors	1,000	1,000	80	(920)
Transit fares	22,700	22,700	12,525	(10,175)
Total Charges for Services	288,700	288,700	203,086	(85,614)
Intergovernmental:				
Federal grants	-	-	13,423	13,423
State grants	159,000	383,000	359,782	(23,218)
Other intergovernmental	296,000	72,000	88,237	16,237
Total Intergovernmental	455,000	455,000	461,442	6,442
Interest Earnings	86,000	86,000	154,527	68,527
Miscellaneous:				
Nutrition program	20,000	20,000	69,414	49,414
Other	30,000	30,000	93,010	63,010
Total Miscellaneous	50,000	50,000	162,424	112,424
Total Revenues	5,928,415	6,091,815	6,515,494	423,679

The accompanying notes to required supplementary information are an integral part of this schedule.

BLECKLEY COUNTY, GEORGIA

Schedule of Revenues, Expenditures, and Changes in
Fund Balances – Budget (GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
EXPENDITURES:				
Current:				
General Government:				
Administration	$ 192,500	$ 192,500	$ 190,467	$ 2,033
Courthouse	606,000	320,000	315,705	4,295
Tax commissioner	214,700	214,700	206,484	8,216
Voter registrars	59,000	72,000	70,082	1,918
Tax assessor	172,000	205,000	204,422	578
Building inspector	31,500	31,500	30,778	722
Non-departmental	194,450	364,450	361,396	3,054
Total General Government	1,470,150	1,400,150	1,379,334	20,816
Public Safety:				
Sheriff	834,000	899,000	903,493	(4,493)
Jail	731,000	805,000	803,350	1,650
Communications center and E-911	205,000	235,500	235,031	469
Fire department	75,000	62,000	62,366	(366)
Emergency management	45,000	60,000	58,041	1,959
Ambulance	395,100	380,100	379,975	125
Coroner	25,000	27,000	26,422	578
Animal control	27,700	28,700	28,347	353
Total Public Safety	2,337,800	2,497,300	2,497,025	275
Court System:				
Clerk of Superior Court	209,000	209,000	205,908	3,092
Superior Court	105,100	117,100	116,217	883
Probate Court	168,600	174,000	173,301	699
Magistrate Court	133,200	133,200	131,428	1,772
Juvenile Court	-	1,500	1,022	478
Total Court System	615,900	634,800	627,876	6,924
Highways and Streets	762,900	794,900	787,494	7,406
Public Health and Welfare:				
Public health and welfare appropriations	101,200	123,200	122,438	762
Sanitation	240,000	240,000	235,580	4,420
Senior center	69,200	62,200	59,974	2,226
Transit system	133,000	133,000	132,712	288
Total Public Health and Welfare	543,400	558,400	550,704	7,696
Culture and Recreation	46,065	90,065	89,191	874
County Agent	84,000	84,000	81,164	2,836

The accompanying notes to required supplementary information are an integral part of this schedule.

BLECKLEY COUNTY, GEORGIA
Schedule of Revenues, Expenditures, and Changes in
Fund Balances – Budget (GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget
EXPENDITURES-continued:				
Natural Resources	21,500	30,500	29,194	1,306
Debt Service:				
Principal	43,500	43,500	41,210	2,290
Interest	3,200	8,200	7,712	488
Total Debt Service	46,700	51,700	48,922	2,778
Total Expenditures	5,928,415	6,141,815	6,090,904	50,911
Excess of Revenues Over (Under) Expenditures	-	(50,000)	424,590	474,590
OTHER FINANCING SOURCES:				
Issuance of capital leases	-	50,000	45,980	(4,020)
Sale of assets	-	-	12,000	12,000
Total Other Financing Sources	-	50,000	57,980	7,980
Net Change in Fund Balances	-	-	482,570	482,570
FUND BALANCE, BEGINNING OF YEAR	2,422,691	2,422,691	2,422,691	-
FUND BALANCE, END OF YEAR	$ 2,422,691	$ 2,422,691	$ 2,905,261	$ 482,570

The accompanying notes to required supplementary information are an integral part of this schedule.

BLECKLEY COUNTY, GEORGIA
Schedule of Funding Progress-Defined Benefit Plan
For the Fiscal Year Ended December 31, 2014

Defined Benefit Pension Plan - Schedule of Funding Progress

Actuarial Valuation Date (01/01)	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAAL) (2)-(1)	(5) Annual Covered Payroll (prior year)	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
2012	1,927,241	2,520,945	76.4 %	593,704	1,597,887	37.2 %
2013	2,181,689	2,627,219	83.0 %	445,530	1,591,191	28.0 %
2014	2,871,816	2,489,307	86.7 %	382,509	1,669,186	22.9 %

The assumptions used in the preparation of the above schedule are disclosed in Note 13 in the Notes to the Financial Statements.

The actuarial value of assets for the years 2012 through 2014 reflects the change to asset smoothing adopted by the ACCG Pension Plan and Trust Board of Trustees.

The accompanying notes to required supplementary information are an integral part of this schedule.

Budgets and Budgetary Control

Each fund's appropriated budget is prepared on a departmental basis. Revenues are budgeted by source. Expenditures are budgeted by department and class. This constitutes the legal level of control. Expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review by the County Commissioner.

The County follows these procedures in establishing the budgetary data reflected in required supplementary information:

1. The Sole Commissioner, with input from other elected officials, prepares an operating budget for the calendar year commencing on January 1. The operating budget includes proposed expenditures and the means by which those expenditures are to be financed.

2. The Sole Commissioner holds a public hearing on the budget, giving notice thereof at least ten days in advance by publication in the official organ of Bleckley County.

3. The budget so adopted may be revised during the year only by formal action of the Commissioner in a regular meeting and no increase shall be made therein without provision also being made for financing same.

4. Formal budgetary integration is not employed as a management control during the year for the general fund. The budget for the general fund is adopted on a basis consistent with generally accepted accounting principles (GAAP).

5. Budgeted amounts are as originally adopted, and as amended by the Commissioner.

6. Legally adopted budgets are required and adopted for the general fund and special revenue funds. Project-length budgets are adopted for the capital projects funds.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are reported in order to reserve that portion of applicable appropriations, is not employed by the County because it is considered impractical and not necessary to insure effective budgetary and cash planning and control.

Excess of Expenditures over Appropriations in Individual Departments

No major funds/departments had an excess of expenditures over appropriations for the current year.

BLECKLEY COUNTY, GEORGIA
Combining Balance Sheet
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2014

	Law Library Fund	E-911 Fund	Confiscated Assets Fund	Commissary Fund	T-SPLOST Fund	Total Nonmajor Governmental Funds
ASSETS:						
Cash…….	$ 76,047	$ -	$ 2,661	$ 29,592	$ 16,986	$ 125,286
Receivables, net of allowance for uncollectibles:						
Intergovernmental	-	-	-	-	27,673	27,673
Accounts	-	21,827	-	-	-	21,827
Total Assets	$ 76,047	$ 21,827	$ 2,661	$ 29,592	$ 44,659	$ 174,786
LIABILITIES:						
Accounts payable…….	$ -	$ 21,827	$ 151	$ 3,855	$ -	$ 25,833
Due to other funds	-	-	-	-	-	-
Total Liabilities	-	21,827	151	3,855	-	25,833
FUND BALANCES:						
Restricted for:						
Public safety	-	-	2,510	25,737	-	28,247
Law library	76,047	-	-	-	-	76,047
Capital projects	-	-	-	-	44,659	44,659
Total Fund Balances	76,047	-	2,510	25,737	44,659	148,953
Total Liabilities and Fund Balances	$ 76,047	$ 21,827	$ 2,661	$ 29,592	$ 44,659	$ 174,786

BLECKLEY COUNTY, GEORGIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2014

	Law Library Fund	E-911 Fund	Confiscated Assets Fund	Commissary Fund	T-SPLOST Fund	Total Nonmajor Governmental Funds
REVENUES:						
Taxes…….	$ -	$ -	$ -	$ -	$ 227,649	$ 227,649
Fines and forfeitures	9,380	-	11,179	-	-	20,559
Charges for services	-	149,314	-	38,602	-	187,916
Interest earnings	468	-	-	-	-	468
Total Revenues	9,848	149,314	11,179	38,602	227,649	436,592
EXPENDITURES:						
Current:						
Public safety…….	-	149,314	19,346	59,805	-	228,465
Court systems	8,835	-	-	-	-	8,835
Highways and streets	-	-	-	-	182,990	182,990
Total Expenditures	8,835	149,314	19,346	59,805	182,990	420,290
Excess of Revenues Over (Under) Expenditures	1,013	-	(8,167)	(21,203)	44,659	16,302
OTHER FINANCING SOURCES-						
Transfers In (Out)	(13,800)	-	-	-	-	(13,800)
Total Other Financing Sources	(13,800)	-	-	-	-	(13,800)
NET CHANGE IN FUND BALANCES	(12,787)	-	(8,167)	(21,203)	44,659	2,502
FUND BALANCE, BEGINNING OF YEAR	88,834	-	10,677	46,940	-	146,451
FUND BALANCE, END OF YEAR	$ 76,047	$ -	$ 2,510	$ 25,737	$ 44,659	$ 148,953

BLECKLEY COUNTY, GEORGIA
Schedule of Revenues, Expenditures and Changes in Fund Balances-
Budget (GAAP Basis) and Actual
Nonmajor Special Revenue-Law Library Fund
For the Fiscal Year Ended December 31, 2014

	Final Budget	Actual	Variance With Final Budget
REVENUES:			
Fines and Forfeitures	$ 24,500	$ 9,380	$ (15,120)
Interest Earnings	500	468	(32)
Total Revenues	25,000	9,848	(15,152)
EXPENDITURES-			
Current-			
Court System	9,000	8,835	(165)
Total Expenditures	9,000	8,835	(165)
Excess of Revenues Over (Under) Expenditures	16,000	1,013	(14,987)
OTHER FINANCING SOURCES-			
Transfers in (out)	(16,000)	(13,800)	(2,200)
Total Other Financing Sources	(16,000)	(13,800)	(2,200)
NET CHANGE IN FUND BALANCES	-	(12,787)	(12,787)
FUND BALANCE, BEGINNING OF YEAR	88,834	88,834	-
FUND BALANCE, END OF YEAR	$ 88,834	$ 76,047	$ (12,787)

BLECKLEY COUNTY, GEORGIA
Schedule of Revenues, Expenditures and Changes in Fund Balances-
Budget (GAAP Basis) and Actual
Nonmajor Special Revenue – E-911 Fund
For the Fiscal Year Ended December 31, 2014

	Final Budget	Actual	Variance With Final Budget
REVENUES-			
Charges for Services	$ 150,000	$ 149,314	$ (686)
Total Revenues	150,000	149,314	(686)
EXPENDITURES-			
Current-			
Public safety	150,000	149,314	686
Total Expenditures	150,000	149,314	686
NET CHANGE IN FUND BALANCES	-	-	-
FUND BALANCE, BEGINNING OF YEAR	-	-	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ -

BLECKLEY COUNTY, GEORGIA
Schedule of Revenues, Expenditures and Changes in Fund Balances-
Budget (GAAP Basis) and Actual
Nonmajor Special Revenue – Confiscated Assets Fund
For the Fiscal Year Ended December 31, 2014

	Final Budget	Actual	Variance With Final Budget
REVENUES-			
Fines and Forfeitures	$ 20,000	$ 11,179	$ (8,821)
Total Revenues	20,000	11,179	(8,821)
EXPENDITURES-			
Current-			
Public safety	20,000	19,346	654
Total Expenditures	20,000	19,346	654
NET CHANGE IN FUND BALANCES	-	(8,167)	(8,167)
FUND BALANCE, BEGINNING OF YEAR	10,677	10,677	-
FUND BALANCE, END OF YEAR	$ 10,677	$ 2,510	$ (8,167)

BLECKLEY COUNTY, GEORGIA
Schedule of Revenues, Expenditures and Changes in Fund Balances-
Budget (GAAP Basis) and Actual
Nonmajor Special Revenue – Commissary Fund
For the Fiscal Year Ended December 31, 2014

	Final Budget	Actual	Variance With Final Budget
REVENUES-			
Charges for Services	$ 55,000	$ 38,602	$ (16,398)
Total Revenues	55,000	38,602	(16,398)
EXPENDITURES-			
Current-			
Public safety	55,000	59,805	(4,805)
Total Expenditures	55,000	59,805	(4,805)
NET CHANGE IN FUND BALANCES	-	(21,203)	(21,203)
FUND BALANCE, BEGINNING OF YEAR	46,940	46,940	-
FUND BALANCE, END OF YEAR	$ 46,940	$ 25,737	$ (21,203)

BLECKLEY COUNTY, GEORGIA
Schedule of Revenues, Expenditures and Changes in Fund Balances-
Budget (GAAP Basis) and Actual
Nonmajor Special Revenue – T-SPLOST Fund
For the Fiscal Year Ended December 31, 2014

	Final Budget	Actual	Variance With Final Budget
REVENUES-			
Taxes	$ 185,000	$ 227,649	$ 42,649
Total Revenues	185,000	227,649	42,649
EXPENDITURES-			
Current-			
Highways and streets	185,000	182,990	2,010
Total Expenditures	185,000	182,990	2,010
NET CHANGE IN FUND BALANCES	-	44,659	44,659
FUND BALANCE, BEGINNING OF YEAR	-	-	-
FUND BALANCE, END OF YEAR	$ -	$ 44,659	$ 44,659

BLECKLEY COUNTY, GEORGIA
Combining Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2014

	Superior Court	Probate Court	Tax Commissioner	Magistrate	Sheriff	Tax Assessor	Building Department	Totals
ASSETS -								
Cash	$ 49,914	$ 18,383	$ 1,469,235	$ 1,451	$ 755	$ -	$ -	$ 1,539,738
Total assets	$ 49,914	$ 18,383	$ 1,469,235	$ 1,451	$ 755	$ -	$ -	$ 1,539,738
LIABILITIES -								
Accounts payable	$ 49,914	$ 18,383	$ 1,469,235	$ 1,451	$ 755	$ -	$ -	$ 1,539,738
Total liabilities	$ 49,914	$ 18,383	$ 1,469,235	$ 1,451	$ 755	$ -	$ -	$ 1,539,738

BLECKLEY COUNTY, GEORGIA
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2014

	Balance Beginning	Increase	Decrease	Balance Ending
ALL AGENCY FUNDS:				
Assets:				
Cash	$ 1,038,926	$ 10,053,352	$ 9,552,540	$ 1,539,738
Total Assets	$ 1,038,926	$ 10,053,352	$ 9,552,540	$ 1,539,738
Liabilities:				
Accounts payable	$ 1,038,926	$ 10,053,352	$ 9,552,540	$ 1,539,738
Total Liabilities	$ 1,038,926	$ 10,053,352	$ 9,552,540	$ 1,539,738
SUPERIOR COURT:				
Assets:				
Cash	$ 110,159	$ 325,861	$ 386,106	$ 49,914
Total Assets	$ 110,159	$ 325,861	$ 386,106	$ 49,914
Liabilities:				
Accounts payable	$ 110,159	$ 325,861	$ 386,106	$ 49,914
Total Liabilities	$ 110,159	$ 325,861	$ 386,106	$ 49,914
PROBATE COURT:				
Assets:				
Cash	$ 15,133	$ 266,624	$ 263,374	$ 18,383
Total Assets	$ 15,133	$ 266,624	$ 263,374	$ 18,383
Liabilities:				
Accounts payable	$ 15,133	$ 266,624	$ 263,374	$ 18,383
Total Liabilities	$ 15,133	$ 266,624	$ 263,374	$ 18,383
TAX COMMISSIONER:				
Assets:				
Cash	$ 912,201	$ 9,242,197	$ 8,685,163	$ 1,469,235
Total Assets	$ 912,201	$ 9,242,197	$ 8,685,163	$ 1,469,235
Liabilities:				
Accounts payable	$ 912,201	$ 9,242,197	$ 8,685,163	$ 1,469,235
Total Liabilities	$ 912,201	$ 9,242,197	$ 8,685,163	$ 1,469,235

BLECKLEY COUNTY, GEORGIA
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2014

	Balance Beginning	Increase	Decrease	Balance Ending
MAGISTRATE COURT:				
Assets:				
Cash	$ 866	$ 130,578	$ 129,993	$ 1,451
Total Assets	$ 866	$ 130,578	$ 129,993	$ 1,451
Liabilities:				
Accounts payable	$ 866	$ 130,578	$ 129,993	$ 1,451
Total Liabilities	$ 866	$ 130,578	$ 129,993	$ 1,451
SHERIFF:				
Assets:				
Cash	$ 567	$ 69,591	$ 69,403	$ 755
Total Assets	$ 567	$ 69,591	$ 69,403	$ 755
Liabilities:				
Accounts payable	$ 567	$ 69,591	$ 69,403	$ 755
Total Liabilities	$ 567	$ 69,591	$ 69,403	$ 755
TAX ASSESSOR:				
Assets:				
Cash	$ -	$ 1,256	$ 1,256	$ -
Total Assets	$ -	$ 1,256	$ 1,256	$ -
Liabilities:				
Accounts payable	$ -	$ 1,256	$ 1,256	$ -
Total Liabilities	$ -	$ 1,256	$ 1,256	$ -
BUILDING DEPARTMENT:				
Assets:				
Cash	$ -	$ 17,245	$ 17,245	$ -
Total Assets	$ -	$ 17,245	$ 17,245	$ -
Liabilities:				
Accounts payable	$ -	$ 17,245	$ 17,245	$ -
Total Liabilities	$ -	$ 17,245	$ 17,245	$ -

BLECKLEY COUNTY, GEORGIA
Schedule of Expenditures of
Special Purpose Local Option Sales Tax Proceeds
For the Fiscal Year Ended December 31, 2014

Project	Original Estimated Cost	Current Estimated Cost	Expenditures			
			Prior Years	Current Year	Transfer In	Total
Beginning 2007:						
County:						
Jail, capital projects	$ 2,345,000	$ 2,345,000	$ 2,227,808	$ 297,825	$ -	$ 2,525,633
Recreation department, capital projects	180,000	180,000	178,456	15,410	-	193,866
Public library, capital projects	15,000	15,000	10,600	-	-	10,600
Emergency management agency, capital projects	25,000	25,000	25,000	1,926	-	26,926
Fire department, capital projects	150,000	150,000	150,755	11,183	-	161,938
Courthouse, capital projects	200,000	200,000	211,818	-	(13,800)	198,018
Roads and bridges, capital projects	880,000	880,000	787,835	157,099	-	944,934
Total County	3,795,000	3,795,000	3,592,272	483,443	(13,800)	4,061,915
City of Cochran:						
Recreation department; emergency management agency; streets, library, fire department, police department, sewage department and water department, capital outlay projects	2,205,000	2,205,000	2,375,359	-	-	2,375,359
Total	$ 6,000,000	$ 6,000,000	$ 5,967,631	$ 483,443	$ (13,800)	$ 6,437,274

BLECKLEY COUNTY, GEORGIA
Schedule of Expenditures of
Special Purpose Local Option Sales Tax Proceeds
For the Fiscal Year Ended December 31, 2014

Project	Original Estimated Cost	Current Estimated Cost	Expenditures Prior Years	Expenditures Current Year	Expenditures Total
Beginning 2013:					
County:					
Jail, capital projects	$ 2,724,600	$ 2,724,600		$ 149,769	$ 149,769
Recreation department, capital projects	175,200	175,200		9,732	9,732
Public library, capital projects	15,000	15,000		-	-
Emergency management agency, capital projects	24,120	24,120		2,160	2,160
Fire department, capital projects	24,120	24,120		5,966	5,966
Courthouse, capital projects	84,960	84,960		-	-
Roads and bridges, capital projects	952,200	952,200	1,750	3,000	4,750
Total County	4,000,200	4,000,200	1,750	170,627	172,377
City of Cochran:					
Recreation department; emergency management agency; streets, library, fire department, police department, sewage department and water department, capital outlay projects	1,999,800	1,999,800	294,486	338,778	633,264
Total	$ 6,000,000	$ 6,000,000	$ 296,236	$ 509,405	$ 805,641

Compliance Section

D. M. Vickers & Assoc., P.C.
CERTIFIED PUBLIC ACCOUNTANTS
DON M. VICKERS, CPA (1931-1989)
LARRY E. GARRETT, CPA
DENNIS M. VICKERS, CPA
C. LEE WEST JR., CPA
139 BROAD STREET
P.O. BOX 239
HAWKINSVILLE, GEORGIA 31036
(478) 783-4091
Internet
www.dmvickers.com
Telecopier
(478) 783-2430

INDEPENDENT AUDITOR'S 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*

To the County Commissioner
Bleckley County, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the discretely presented component unit - Bleckley County Public Health Center, each major fund, and the aggregate remaining fund information of Bleckley County, Georgia, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise Bleckley County, Georgia's basic financial statements and have issued our report thereon dated October 8, 2015. Our report includes a reference to other auditors who audited the financial statements of the Bleckley County Public Health Center, as described in our report on Bleckley County, Georgia's financial statements. This report does not include the results of the other auditor's 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 our audit of the financial statements, we considered Bleckley County, Georgia's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Bleckley County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Bleckley County, Georgia's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bleckley County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Bleckley County, Georgia's Response to Findings

Bleckley County, Georgia's response to the findings in our audit is described in the accompanying schedule of findings and responses. Bleckley County, Georgia's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

H. M. Vickers & Associates, P.C.

October 8, 2015

FINDINGS - FINANCIAL STATEMENT AUDIT

2007-1 Cash: General Government Operations

Condition: Due to the limited number of personnel, overlapping of duties exists in the County's operations, primarily in the areas of cash receipts and disbursements. This overlapping of duties presents a situation where unauthorized use of assets could occur and not be detected within a timely period.

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

Effect: Failure to properly segregate duties between recording, processing and reconciliation of accounts can lead to misappropriation of funds that are not detected during the normal course of business.

Recommendation: That management continually exercise alert supervision of employees in order to protect the assets of the County. We further recommend that the County implement an internal audit review to be performed on a quarterly basis. This internal audit would serve to further mitigate the lack of segregation of duties.

Response: The Commissioner concurs with the recommendation. The Commissioner realizes that with limited personnel adequate segregation of duties is not possible. Therefore, to mitigate this, the Commissioner will exercise alert supervision over all employees. The Commissioner will consider the feasibility of performing quarterly internal audits in the future.