CALHOUN COUNTY, GEORGIA

Financial Statements and Supplemental Information
For the Years Ended December 31, 2010 and 2009

and

Auditors' Report

GARLAND, WILLIAMS & ASSOCIATES
Certified Public Accountants
P.O. Box 70427
Albany, Georgia 31708

CALHOUN COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED DECEMBER 31, 2010

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INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Calhoun County, Georgia
Morgan, Georgia 31766

Gentlemen:

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Calhoun County, Georgia, as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Calhoun County Board of Health Component Unit, which statements reflect total assets of $136,644. as of June 30, 2010, and total revenues of $231,009. for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the Calhoun County Board of Health Component Unit, 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Calhoun County, Georgia, as of and for the year ended December 31, 2010, and the respective changes in financial position, where applicable, and the respective budgetary comparison for the General Fund, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

MEMBERS:
THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

GREGORY R. GARLAND, C.P.A. **GGARLAND@GARLANDWILLIAMS.COM**
WILLIAM H. WILLIAMS, JR., CPA **WILLCPA@AOL.COM**

THE GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

In accordance with *Government Auditing Standards*, we have also issued a report dated March 9, 2011 on our consideration of Calhoun County, Georgia's internal control over financial reporting and our tests of its compliance with certain laws, regulations, contracts and grants. 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* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Calhoun County, Georgia's basic financial statements. The combining and individual fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted,

Garland, Williams & Associates

GARLAND, WILLIAMS & ASSOCIATES

March 9, 2011

Management's Discussion and Analysis

Our discussion and analysis of Calhoun County, Georgia's financial performance provides an overview of the County's financial activities for the fiscal year ended December 31, 2010. Please read it in conjunction with the County's financial statements.

Financial Highlights

- The assets of the County exceeded its liabilities as of December 31, 2010 by $4,459,820 (net assets).
- The government's total net assets decreased by $ 35,772.
- As of December 31, 2010, the County's governmental funds reported combined ending fund balances of $1,444,170, a decrease of $ 124,112 in comparison with the prior year.
- The General Fund reported a deficit this year of $ 159,190.

Using This Annual Report

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

Reporting the County as a Whole

The Statement of Net Assets and the Statement of Activities

One of the most important questions asked about the County's finances is, "Is the County as whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net assets and changes in them. You can think of the County's net assets - the difference between assets and liabilities - as one way to measure the County's financial health, or financial position. Over time, increases or decreases in the County's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the County's property tax base and the condition of the County's roads, to assess the overall health of the County.

In the Statement of Net Assets and the Statement of Activities, we divide the County into three kinds of activities:

- Governmental activities - Most of the County's basic services are reported here, including public safety, court system, roads and bridges, health and welfare, recreation and general administration.

- Business-type activities - The County charges a fee to the customer to help it cover all or most of the cost of certain services it provides. The County's does not operate any business-type activities.

- Component unit - The County includes one separate legal entity in its report - the Calhoun County Board of Health. Although legally separate, this "component unit" is important because the County is financially accountable for it.

Reporting the County's Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds - not the County as a whole. Some funds are required to be established by State laws. However, the County Commission establishes many other funds to help it control and manage money for particular purposes or to show that is meeting legal responsibilities for using certain taxes, grants, and other money (like grants received from the U.S. Department of Housing and Urban Development). The County's two kinds of funds - governmental and proprietary - use different accounting approaches.

- Governmental funds - Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in a reconciliation at the bottom of the fund financial statements.

- Proprietary funds - When the County charges customers for the services it provides to outside customers, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. The County does not presently operate any proprietary funds.

- Fiduciary funds - Fiduciary fund statements provide information about the financial relationships in which the County acts solely as a trustee or agent for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Individual fund data for the fiduciary funds is provided in the form of both combing statements and individual fund statements elsewhere in this report.

The County as a Whole

The County's combined net assets decreased by $35,772 (from $4,495,592 to $4,459,820) during the fiscal year ended December 31, 2010. In addition, last year net assets decreased by $34,789 (from $4,530,381 to $4,495,592). Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the County's governmental and business-type activities.

By far the largest portion of the County's net assets reflect its investment in capital assets (e.g. infrastructure, land, buildings, machinery, equipment and vehicles), less any related debt used to acquire those assets that is still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in it capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1
Net Assets

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2010	2009	2010	2009	2010	2009
Current and Other Assets	$ 1,761,925	$ 1,932,241	$ -	$ -	$ 1,761,925	$ 1,932,241
Capital Assets	2,858,493	2,751,204	-	-	2,858,493	2,751,204
Total Assets	4,620,418	4,683,445	-	-	4,620,418	4,683,445
Long-Term Debt	(46,749)	(66,155)	-	-	(46,749)	(66,155)
Other Liabilities	(113,849)	(121,698)	-	-	(113,849)	(121,698)
Total Liabilities	(160,598)	(187,853)	-	-	(160,598)	(187,853)
Net Assets:						
Invested in Capital Assets, net of Debt	2,811,744	2,685,049	-	-	2,811,744	2,685,049
Restricted	-	-	-	-	-	-
Unrestricted (Deficit)	1,648,076	1,810,543	-	-	1,648,076	1,810,543
Total Net Assets	$ 4,459,820	$ 4,495,592	$ -	$ -	$ 4,459,820	$ 4,495,592

Table 2
Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2010	2009	2010	2009	2010	2009
Fees, Fines, Charges for Services	$ 808,102	$ 784,626	$ -	$ -	$ 808,102	$ 784,626
Operating Grants and Contributions	66,313	225,330	-	-	66,313	225,330
Capital Grants and Contributions	89,116	-	-	-	89,116	-
Property Taxes	1,718,213	1,642,477	-	-	1,718,213	1,642,477
Other Taxes	671,569	633,878	-	-	671,569	633,878
Other Revenue	15,306	7,834	-	-	15,306	7,834
Total Revenues	3,368,619	3,294,145	-	-	3,368,619	3,294,145
Program Expenses:						
General Government	1,090,627	1,088,239	-	-	1,090,627	1,088,239
Public Safety	742,814	708,669	-	-	742,814	708,669
Court System	340,411	304,845	-	-	340,411	304,845
Roads and Bridges	470,769	404,510	-	-	470,769	404,510
Health and Welfare	757,771	819,197	-	-	757,771	819,197
Recreation	-	-	-	-	-	-
Interest on Long-Term Debt	1,999	3,474	-	-	1,999	3,474
Total Expenses	3,404,391	3,328,934	-	-	3,404,391	3,328,934
Excess (Deficiency) Of Revenues Over (Under) Expenses	(35,772)	(34,789)	-	-	(35,772)	(34,789)
Transfers	-	-	-	-	-	-
Increase (Decrease) in Net Assets	$ (35,772)	$ (34,789)	$ -	$ -	$ (35,772)	$ (34,789)

The County's Funds

As the County completed the year, its governmental funds (as presented in the balance sheet) reported a combined fund balance of $1,444,170 which represents a decrease of $ 124,112.

General Fund Budgetary Highlights

Over the course of the year, the commission did revise its annual budget. After the budget revision, revenues showed an $ 245,065 unfavorable variance and expenditures showed a $ 96 favorable variance.

Capital Asset and Debt Administration

Capital Assets

At the end of the fiscal year ending December 31, 2010, the County had $2,858,493 invested in a broad range of capital assets, including equipment of county departments, buildings, roads and bridges. This amount represents a net increase of $107,289 (including additions and deductions)over last year.

Table 3
Capital Assets at Year-End

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2010	2009	2010	2009	2010	2009
Construction In Progress	$ -	$ -	$ -	$ -	$ -	$ -
Land, Buildings and Improvements	2,376,535	2,411,304	-	-	2,376,535	2,411,304
Equipment and Vehicles	481,958	339,900	-	-	481,958	339,900
Infrastructure	-	-	-	-	-	-
Total Capital Assets	$ 2,858,493	$ 2,751,204	$ -	$ -	$ 2,858,493	$ 2,751,204

This year's major additions included:

(2) HVAC Systems for library	$ 18,050
Metal building for emergency medical service	48,820
2010 Ford F350 ambulance for emergency medial service	119,950
(2) Computer systems for emergency medical service	5,940
2011 Ford CV for sheriff department	22,345
2006 Dodge auto for sheriff department	7,000
Radio equipment for sheriff department	6,060
Tractor for road department	23,900
Dump truck for road department	63,000
Building improvements for public buildings	6,727
Total	$ 321,792

Debt

At year-end, the County had $46,749 in notes outstanding versus $66,155 last year as shown in Table 4.

Table 4
Outstanding Debt, at Year-End

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2010	2009	2010	2009	2010	2009
Note Payable	$ 46,749	$ 66,155	$ -	$ -	$ 46,749	$ 66,155
Total Notes Outstanding	$ 46,749	$ 66,155	$ -	$ -	$ 46,749	$ 66,155

New debt resulted from the following:

USDA for (2) HVAC systems at library, Due in annual installments of $ 2,919 each through May, 2013 at 4.00% interest	$ 8,100
Total	$ 8,100

Economic Factors and Next Year's Budget and Rates

The County's elected officials speculate that the revenues and expenditures for the 2011 budget should be relatively close to the figures for fiscal year 2010. If these estimates are realized, the County's budgetary General Fund Balance is expected to increase modestly by the close of 2011.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Calhoun County Board of Commissioners, P.O. Box 226, Morgan, Georgia 39866.

CALHOUN COUNTY, GEORGIA
STATEMENT OF NET ASSETS
DECEMBER 31, 2010

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Calhoun County Board of Health
ASSETS				
Cash	$ 151,903.	$ -	$ 151,903.	$ 129,059.
Taxes Receivable	487,822.	-	487,822.	-
Accounts Receivable	1,025,357.	-	1,025,357.	4,764.
Internal Balances	-	-	-	-
Due from Federal Government	-	-	-	-
Due from State Government	86,408.	-	86,408.	2,821.
Inventory	10,435.	-	10,435.	-
Capital Assets:				
Capital Assets Not Being Depreciated	122,316.	-	122,316.	-
Capital Assets Being Depreciated, net of Depreciation	2,736,177.	-	2,736,177.	-
Total Assets	4,620,418.	-	4,620,418.	136,644.
LIABILITIES				
Accounts Payable	97,505.	-	97,505.	3,759.
Employee Withholdings Payable	-	-	-	-
Compensated Absences Payable	-	-	-	8,557.
Escrow Funds	16,344.	-	16,344.	-
Notes Payable - Due in One Year	27,926.	-	27,926.	-
Notes Payable - Due After One Year	18,823.	-	18,823.	-
Landfill Closure/ Postclosure	-	-	-	-
Total Liabilities	160,598.	-	160,598.	12,316.
NET ASSETS				
Investment in Capital Assets, Net of Related Debt	2,811,744.	-	2,811,744.	-
Restricted:				
Restricted for Health and Welfare	-	-	-	71,527.
Unrestricted	1,648,076.	-	1,648,076.	52,801.
Total Net Assets	$ 4,459,820.	$ -	$ 4,459,820.	$ 124,328.

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2010

Function/Programs	Expenses	Program Revenues: Fees, Fines Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	$ 1,090,627.	$ 63,683.	$ 63,636.	$ 9,900.
Public Safety	742,814.	75,607.	2,677.	-
Court System	340,411.	105,508.	-	-
Roads and Bridges	470,769.	28,400.	-	-
Health and Welfare	757,771.	534,904.	-	79,216.
Recreation	-	-	-	-
Interest on Long-Term Debt	1,999.	-	-	-
Total Governmental Activities	3,404,391.	808,102.	66,313.	89,116.
Business-Type Activities	-	-	-	-
Total Business-Type Activities	-	-	-	-
Total Primary Government	3,404,391.	808,102.	66,313.	89,116.
Component Units:				
Calhoun County Board of Health	234,115.	84,314.	146,695.	-
Total Component Units	234,115.	84,314.	146,695.	-

General Revenues:	
Property Tax	
Insurance Premium Tax	
Beer, Wine, and Liquor Tax	
Railroad Equipment Tax	
Real Estate Transfer Tax	
Local Option Sales Tax	
Special Purpose Sales Tax	
Interest Income	
Miscellaneous	
Transfers	
Total General Revenues and Transfers	
Change in Net Assets	
Net Assets - Beginning	
Net Assets - Ending	

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2010

Net (Expense) Revenue and Changes in Net Assets			
Governmental Activities	Business-Type Activities	Total	Component Unit Calhoun County Board of Health
$ (953,408.)	$ -	$ (953,408.)	
(664,530.)	-	(664,530.)	
(234,903.)	-	(234,903.)	
(442,369.)	-	(442,369.)	
(143,651.)	-	(143,651.)	
-	-	-	
(1,999.)	-	(1,999.)	
(2,440,860.)	-	(2,440,860.)	
-	-	-	
-	-	-	
(2,440,860.)	-	(2,440,860.)	
			(3,106.)
			(3,106.)
1,718,213.	-	1,718,213.	
80,506.	-	80,506.	
4,817.	-	4,817.	
13,537.	-	13,537.	
11,226.	-	11,226.	
114,181.	-	114,181.	
447,302.	-	447,302.	
1,952.	-	1,952.	
13,354.	-	13,354.	
-	-	-	
2,405,088.	-	2,405,088.	
(35,772.)	-	(35,772.)	(3,106.)
4,495,592.	-	4,495,592.	127,434.
$ 4,459,820.	$ -	$ 4,459,820.	$ 124,328.

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

CALHOUN COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2010

	General Fund	2007-2013 Special Purpose Sales Tax Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash	$ 117,416.	$ 15,164.	$ 19,323.	$ 151,903.
Taxes Receivable	388,748.	99,074.	-	487,822.
Accounts Receivable	1,005,024.	-	20,333.	1,025,357.
Due from Other Funds	-	-	-	-
Due from Federal Government	-	-	-	-
Due from State Government	86,408.	-	-	86,408.
Other Assets	10,435.	-	-	10,435.
Total Assets	1,608,031.	114,238.	39,656.	1,761,925.
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	75,045.	22,460.	-	97,505.
Due to Other Funds	-	-	-	-
Deferred Revenue	203,906.	-	-	203,906.
Other Liabilities	16,344.	-	-	16,344.
Total Liabilities	295,295.	22,460.	-	317,755.
Fund Balances:				
Reserved:				
Special Purpose Sales Tax Projects	-	91,778.	-	91,778.
Jail Fund Projects	-	-	10,247.	10,247.
Law Enforcement Purposes	-	-	4,671.	4,671.
E-911 Purposes	-	-	14,903.	14,903.
Drug Abuse Treatment and Education Purposes	-	-	9,835.	9,835.
CHIP Purposes	-	-	-	-
CDBG Purposes	-	-	-	-
Unreserved	1,312,736.	-	-	1,312,736.
Total Fund Balances	1,312,736.	91,778.	39,656.	1,444,170.
Total Liabilities and Fund Balances	$1,608,031.	$ 114,238.	$ 39,656.	$1,761,925.

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

CALHOUN COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET ASSETS
DECEMBER 31, 2010

Total Fund Equity per Balance Sheet of Governmental Funds	$ 1,444,170.
Amounts reported for governmental activities in the Statement of Net Assets differ from amounts reported in the Balance Sheet of Governmental Funds due to the following:	
Capital Assets:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Cost of the assets	5,810,865.
Accumulated depreciation	(2,952,372.)
Revenues:	
Some of the government's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.	203,906.
Long-term Liabilities:	
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. All liabilities both current and long-term are reported in the Statement of Net Assets. Long-term liabilities at year-end consist of the following:	
Notes Payable	(46,749.)
Landfill Postclosure Costs	-
Total Adjustments	3,015,650.
Net Assets of Governmental Activities	$ 4,459,820.

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2010

	General Fund	2007-2013 Special Purpose Sales Tax Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	$ 2,218,799.	$ 447,302.	$ -	$ 2,666,101.
Licenses and Permits	16,588.	-	-	16,588.
Fines and Forfeitures	47,280.	-	10,285.	57,565.
Charges for Services	302,161.	-	89,822.	391,983.
Federal Government	9,900.	-	-	9,900.
State Government	145,529.	-	-	145,529.
Miscellaneous	89,945.	157.	29,206.	119,308.
Total Revenues	2,830,202.	447,459.	129,313.	3,406,974.
EXPENDITURES				
Current:				
General Government	873,120.	-	-	873,120.
Public Safety	701,887.	-	5,170.	707,057.
Court System	340,411.	-	-	340,411.
Roads and Bridges	188,545.	235,742.	-	424,287.
Health and Welfare	576,388.	7,086.	134,540.	718,014.
Capital Outlay:				
Capital Expenditures	264,820.	30,627.	26,345.	321,792.
Debt Service:				
Principal	-	27,506.	-	27,506.
Interest	-	1,999.	-	1,999.
Intergovernmental	-	125,000.	-	125,000.
Total Expenditures	2,945,171.	427,960.	166,055.	3,539,186.
Excess (Deficiency) of Revenues Over Expenditures	(114,969.)	19,499.	(36,742.)	(132,212.)
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	8,100.	-	-	8,100.
Transfers In	-	-	52,321.	52,321.
Transfers Out	(52,321.)	-	-	(52,321.)
Net Other Financing Sources (Uses)	(44,221.)	-	52,321.	8,100.
Net Changes in Fund Balance	(159,190.)	19,499.	15,579.	(124,112.)
FUND BALANCE - BEGINNING	1,471,926.	72,279.	24,077.	1,568,282.
FUND BALANCE - ENDING	$ 1,312,736.	$ 91,778.	$ 39,656.	$ 1,444,170.

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

CALHOUN 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, 2010

Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	$ (124,112.)
Amounts reported for governmental activities in the Statement of Activities differ from amounts reported in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances due to the following:	
Capital assets:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense.	
Total capital outlays	321,792.
Total depreciation	(214,503.)
Long-term debt:	
The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes to the change in fund balance. In the Statement of Net Assets, however, issuing debt increases long-term liabilities and does not affect the Statement Of Activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the Statement of Net Assets. The amounts of the items that make up these differences in the treatment of long-term debt and related items are as follows:	
Debt issued or incurred	(8,100.)
Principal paid by governmental funds	27,506.
Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. The adjustment for these items are as follows:	
Landfill post-closure costs	-
Revenues:	
Because some revenues will not be collected for several months after the government's fiscal year end, they are not considered available revenues and are deferred in the governmental funds. Deferred revenues increased (decreased) by this amount during the fiscal year.	(38,355.)
Total Adjustments	88,340.
Change in Net Assets of Governmental Activities	$ (35,772.)

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES -BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2010

	General Fund			
	Budgeted Amounts			
	Original	Final	Actual	Variance
REVENUES				
Taxes	$ 2,280,469.	$ 2,361,900.	$ 2,218,799.	$ (143,101.)
Licenses and Permits	16,000.	16,000.	16,588.	588.
Fines and Forfeitures	49,700.	49,700.	47,280.	(2,420.)
Charges for Services	320,290.	320,290.	302,161.	(18,129.)
Federal Government	-	-	9,900.	9,900.
State Government	38,725.	145,000.	145,529.	529.
Miscellaneous	76,000.	182,377.	89,945.	(92,432.)
Total Revenues	2,781,184.	3,075,267.	2,830,202.	(245,065.)
EXPENDITURES				
General Government	866,357.	891,227.	891,170.	57.
Public Safety	607,456.	710,971.	710,947.	24.
Court System	341,853.	340,423.	340,411.	12.
Roads and Bridges	276,327.	251,545.	251,545.	-
Health and Welfare	559,191.	751,101.	751,098.	3.
Recreation	-	-	-	-
Total Expenditures	2,651,184.	2,945,267.	2,945,171.	96.
Excess (Deficiency) of Revenues Over Expenditures	130,000.	130,000.	(114,969.)	(244,969.)
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	8,100.	8,100.
Transfers In	-	-	-	-
Transfers Out	(130,000.)	(130,000.)	(52,321.)	77,679.
Net Other Financing Sources (Uses)	(130,000.)	(130,000.)	(44,221.)	85,779.
Net Changes in Fund Balance	-	-	(159,190.)	(159,190.)
FUND BALANCE - BEGINNING	1,471,926.	1,471,926.	1,471,926.	-
FUND BALANCE - ENDING	$ 1,471,926.	$ 1,471,926.	$ 1,312,736.	$ (159,190.)

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

CALHOUN COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
DECEMBER 31, 2010

	Agency Funds
ASSETS	
Cash on Hand and in Banks	$ 2,141,195.
Other Assets	804,701.
Total Assets	2,945,896.
LIABILITIES	
Liabilities:	
Retirement Funds Payable	2,585.
Due to Other Agencies and Officials	994,156.
Due to State of Georgia	23,910.
Due to School System	1,062,537.
Due to Other Municipalities	2,925.
Garnishments Payable	567.
Other Liabilities	859,216.
Total Liabilities	$ 2,945,896.

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

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1-A. Reporting Entity

Calhoun County operates under a County Commissioner form of government and provides the following services as authorized by state law; public safety (police and fire), highway and streets, health and social services, recreation, public improvements, planning and zoning, and general administrative services.

The financial statements of the reporting entity include those of Calhoun County, Georgia (the primary government) and its component unit. A component unit is a legally separate organization for which elected officials of the primary government are financially accountable. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The component unit discussed below is included in the County's reporting entity because of the significance of the operational and financial relationships with the County. In conformity with generally accepted accounting principles, as set forth in Statement of Governmental Accounting Standards No. 14, *The Financial Reporting Entity*, the financial statements of the component unit has been included as a discretely presented component unit. The component unit column in the basic financial statements include the financial data for the County's component unit, as reflected in their most recent audited financial statements. This is reported in columns separate from the County's financial information to emphasize that they are legally separate from the County.

Calhoun County Board of Health - The County Board of Health provides health services to the citizenry of Calhoun County, Georgia. The County Board of Health is a legally separate entity. The Board of Commissioners of Calhoun County appoint a voting majority of the Board of Health. The County has the ability to impose its will on the Board of Health in accordance with Georgia Laws O.C.G.A. 31-3-14. Complete financial statements of the Calhoun County Board of Health may be obtained at the offices in Calhoun County, Georgia.

Joint Ventures

In addition, Calhoun County, Georgia, in conjunction with other cities and counties are members of the Southwest Georgia Regional Commission. Membership in a regional commission is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the regional commissions. Each county and municipality in the state is required by law to pay minimum annual dues to the regional commission. Calhoun County, Georgia paid annual dues in the amount of $1,155. to the regional commission for the year ended December 31, 2010. The regional commission board membership includes the chairman of each county (or his/her designee), a municipal representative from each county, three appointees named by the governor, and one each by the lieutenant governor and speaker of the House of Representatives. Complete financial statements of the Southwest Georgia Regional Commission may be obtained at the offices in Mitchell County, Georgia.

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

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-B. Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-wide Statements: The statement of net assets and the statement of activities display information about the primary government (the County) and its component units. These statements include financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the County's funds, including it fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Operating income reported in proprietary fund financial statements include revenues and expenses related to the primary, continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for sales or services. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

The County reports the following major governmental funds:

General Fund - This 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.

2007-2013 Special Purpose Sales Tax Fund - This fund accounts for the County's proceeds from the 2007-2013 Special Purpose Sales Tax.

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-B. Basis of Presentation, Basis of Accounting, continued

The county reports the following major enterprise fund:

-None-

The County reports the following fund types:

Agency Funds - These funds account for monies received and disbursed by various elected and appointed officials.

Measurement Focus, Basis of Accounting

Government-wide, Proprietary, and Fiduciary Fund Financial Statements. The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgements, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs followed by categorical block grants, and then by general revenues.

All governmental and business-type activities and enterprise funds of the County follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-C. Assets, Liabilities, and Equity

Deposits and Investments

The cash and investment balances consist entirely of cash on hand, demand deposits, and money market accounts.

Cash and Cash Equivalents

The County considers cash and cash equivalents in proprietary funds to be cash on hand, demand deposits, money market accounts, and certificates of deposit with maturities of less than three months.

Receivable and Payables

All trade and property tax receivables are shown net of an allowance for uncollectibles.

Property Tax Calendar

The County is responsible for the assessment, collection, and apportionment of property taxes for all jurisdictions including the schools and special districts within the County. Property taxes are levied on the date the millage rate is set (August 2, 2010) and are due and payable between October 20th and December 20th (typically. The lien date for property is January 1st (typically).

Inventories and Prepaid Items

Inventories consist primarily of office and cleaning supplies, valued at cost, which approximates market. Cost is determined primarily by the first-in, first-out method. The cost of inventories is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

As a Phase 3 government the County can elect to capitalize infrastructure from the date of inception forward. The County has elected to do so.

Capital assets are depreciated using the straight-line method over the following useful lives:

Asset Class	Estimated Useful Lives
Infrastructure	40
Buildings and Improvements	20-40
Vehicles and Equipment	5-10

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-C. Assets, Liabilities, and Equity, continued

Compensated Absences

Costs of vacation pay is not recorded until such benefits are paid. GASB Standards require that vacation pay be accrued when:

(1) The employer's obligation to employees' right to receive compensation for future benefits is attributable to employees' service already rendered.
(2) The obligation related to rights that vest or accumulate.
(3) Payment of compensation is probable, and
(4) the amount can be reasonably estimated.

Accumulated sick pay benefits have not been recorded as a liability because these benefits are paid only upon the illness of an employee and the amount of such payments cannot be reasonably estimated.

NOTE 2 - DEPOSITS AND INVESTMENTS

PRIMARY GOVERNMENT

The following is a summary of the County's deposit and investment balances at December 31, 2010:

	Government-wide Statement Of Net Assets	Fiduciary Funds Statement of Assets and Liabilities	Total
Cash	$ 151,903.	$ 2,141,195.	$ 2,293,098.
Total	$ 151,903.	$ 2,141,195.	$ 2,293,098.

The cash and investment balances consist entirely of cash on hand, demand deposits, and money market accounts. At December 31, 2010, the carrying amount of the County's cash balances was $ 2,293,098 and the bank balance was $2,131,904. Of the bank balance, $ 522,258 was covered by federal depository insurance and $ 1,609,646. was covered by collateral held by the pledging bank's agent in the County's name.

Calhoun County did not maintain any investments during the fiscal year ended December 31, 2010. When applicable, investing is performed in accordance with investment policies complying with State Statutes. According to State Statutes, funds may be invested in (1) obligations of this state or of other states, (2) obligations issued by the United States Government, (3) obligations fully insured or guaranteed by the United States Government or by a government agency of the United States, (4) obligations of any corporation of the United States government, (5) prime bankers acceptances, (6) the Local Government Investment Pool established by the Georgia Code, (7) repurchase agreements, and (8) obligations of other political subdivisions of this State.

NOTE 2-DEPOSITS AND INVESTMENTS, continued

PRIMARY GOVERNMENT, continued

It is the policy of Calhoun County to deposit any available excess funds into interest-bearing money market accounts or certificates of deposit.

COMPONENT UNIT

At June 30, 2010 (the fiscal year end of the component unit), the carrying amount of the Calhoun County Health Department's deposits was $129,059 and the bank balances were $128,959. Of the bank balance, $ 128,959 was covered by federal depository insurance and $ 0 was covered by collateral held by the pledging bank's agent in the Department's name.

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2010 was as follows:

	Balance 01/01/10	Additions	Deletions	Balance 12/31/10
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	$ 122,316.	$ -	$ -	$ 122,316.
Construction in Progress	-	-	-	-
Total Capital Assets Not Being Depreciated	122,316.	-	-	122,316.
Capital Assets Being Depreciated:				
Infrastructure	-	-	-	-
Building and Improvements	3,578,158.	55,547.	-	3,633,705.
Equipment, Furniture and Vehicles	1,788,599.	266,245.	-	2,054,844.
Total Capital Assets Being Depreciated	5,366,757.	321,792.	-	5,688,549.
Less Accumulated Depreciation For*:*				
Infrastructure -	-	-	-	
Building and Improvements	1,289,170.	90,316.	-	1,379,486.
Equipment, Furniture and Vehicles	1,448,699.	124,187.	-	1,572,886.
Total Accumulated Depreciation	2,737,869.	214,503.	-	2,952,372.
Governmental Activity Assets, Net	$ 2,751,204.	$ 107,289.	$ -	$ 2,858,493.

NOTE 3 - CAPITAL ASSETS, continued

	Balance 01/01/10	Additions	Deletions	Balance 12/31/10
Business-type Activities:				
Capital Assets Not Being Depreciated:				
Land	$ -	$ -	$ -	$ -
Total Capital Assets Not Being Depreciated	-	-	-	-
Capital Assets Being Depreciated:				
Infrastructure	-	-	-	-
Building and Improvements	-	-	-	-
Equipment, Furniture and Vehicles	-	-	-	-
Total Capital Assets Being Depreciated	-	-	-	-
Less Accumulated Depreciation For*:*				
Infrastructure	-	-	-	-
Building and Improvements	-	-	-	-
Equipment, Furniture and Vehicles	-	-	-	-
Total Accumulated Depreciation	-	-	-	-
Business-type Activity Assets, Net	$ -	$ -	$ -	$ -
Total Governmental and Business-Type, Net	$ 2,751,204.	$ 107,289.	$ -	$ 2,858,493.

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General Government	$ 92,507.
Public Safety	35,757.
Roads and Bridges	46,482.
Health and Welfare	39,757.
Total Governmental Activities Depreciation	$ 214,503.
Business-Type Activities:	
Water and Sewer System	-
Total Business-Type Activities Depreciation	$ -

NOTE 3 - CAPITAL ASSETS, continued

COMPONENT UNIT

Capital asset activity for the year ended June 30, 2010 was as follows:

	Balance 07/01/09	Additions	Deletions	Balance 06/30/10
Governmental Activities:				
Capital Assets Being Depreciated:				
Building and Improvements	$ -	$ -	$ -	$ -
Equipment, Furniture and Vehicles	75,744.	-	-	75,744.
Total Capital Assets Being Depreciated	75,744.	-	-	75,744.
Less Accumulated Depreciation For*:*				
Building and Improvements	-	-	-	-
Equipment, Furniture and Vehicles	75,744.	-	-	75,744.
Total Accumulated Depreciation	75,744.	-	-	75,744.
Component Unit Assets, Net	$ -	$ -	$ -	$ -

NOTE 4 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund receivables and payables balance at December 31, 2010 were:

Fund	Interfund Receivables	Interfund Payables
General Fund:		
CDBG Special Revenue Fund	$ -	$ -
Total General Fund	-	-
CDBG Special Revenue Fund:		
General Fund	-	-
Total CDBG Special Revenue Fund	-	-
Totals	$ -	$ -

The county did not have any interfund receivables and payables at the end of the current fiscal year.

NOTE 4 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS, continued

A reconciliation of transfers is as follows:

	Transfer From	Transfer To
General Fund:		
E-911 Special Revenue Fund	$ -	$ 52,321.
Total General Fund	-	52,321.
E-911 Special Revenue Fund:		
General Fund	52,321.	-
Total E-911 Special Revenue Fund	52,321.	-
Totals	$ 52,321.	$ 52,321.

Transfers to and from other funds were for operating expenditures.

NOTE 5 - LONG-TERM OBLIGATIONS

PRIMARY GOVERNMENT

The following is a summary of the notes payable and liabilities for landfill postclosure costs for Calhoun County, Georgia for the year ended December 31, 2010:

	Payable at January 1, 2010	Additions	Deletions	Payable at December 31, 2010	Portion Due Within One Year
Notes Payable:					
(1) USDA for (2) HVAC Systems for Library, Due in annual installments of $2,919. each through May, 2013 at 4.00% interest, (Original Amount $ 8,100.)	$ -	$ 8,100.	$ -	$ 8,100.	$ 2,595.
(2) Ford Motor Credit for 2009 Dodge Truck, Due in annual installments of $ 9,293. each through June, 2011 at 6.90% interest, (Original Amount $ 26,118.)	16,825.	-	8,132.	8,693.	8,693.
(3) John Deere Credit for Excavator for road department, Due in monthly installments of $ 718. each through July, 2011 at 4.90% interest, (Original Amount $ 38,120.)	13,068.	-	8,160.	4,908.	4,908.
(4) John Deere Credit for Motor Grader for road department, Due in monthly installments of $ 1,051. each through February, 2012 at 4.50% interest, (Original Amount $ 56,398.)	36,262.	-	11,214.	25,048.	11,730.
Total Notes Payable	66,155.	8,100.	27,506.	46,749.	27,926.
Landfill Postclosure Costs	-	-	-	-	-
Totals	$ 66,155.	$ 8,100.	$ 27,506.	$ 46,749.	$ 27,926.

NOTE 5 - LONG-TERM OBLIGATIONS, continued

PRIMARY GOVERNMENT, continued

The annual requirements to amortize the note payable and landfill postclosure obligations as of December 31, 2010 is as follows:

	Landfill Postclosure Care	Notes Payable Principal	Notes Payable Interest	Totals
FYE 12/31/2011	$ -	$ 27,926.	$ 1,931.	$ 29,857.
FYE 12/31/2012	-	14,967.	568.	15,535.
FYE 12/31/2013	-	3,856.	115.	3,971.
FYE 12/31/2014	-	-	-	-
FYE 12/31/2015	-	-	-	-
Thereafter	-	-	-	-
Totals	$ -	$ 46,749.	$ 2,614.	$ 49,363.

COMPONENT UNIT

The following is a summary of the liabilities for compensated absences for the Calhoun County Board of Health for the year ended December 31, 2010:

	Payable at July 1, 2010	Additions	Deletions	Payable at June 30, 2010
Notes Payable	$ -	$ -	$ -	$ -
Compensated Absences	11,786.	-	3,229.	8,557.
Totals	$ 11,786.	$ -	$ 3,229.	$ 8,557.

The annual requirements to amortize the compensated absences as of June 30, 2010 is as follows:

	Compensated Absences	Notes Payable Principal	Notes Payable Interest	Totals
FYE 06/30/2011	$ 8,557.	$ -	$ -	$ 8,557.
Thereafter	-	-	-	-
Totals	$ 8,557.	$ -	$ -	$ 8,557.

NOTE 6 - SHORT-TERM DEBT

Calhoun County, Georgia did not incur any short-term debt during the fiscal year ending December 31, 2010.

NOTE 7 - CONTRIBUTIONS TO PENSION PLAN

PRIMARY GOVERNMENT

By authority of a resolution passed by the Board of Commissioners and state statute, the County has elected to participate in a retirement plan administered by Charles Schwab Trust Company. The plan is a defined contribution (money-purchase) plan in which contributions made by an individual participant are credited to that individual participant's account.

Under the plan, the County allows employees the option of contributing up to 25% of their earnings to the plan. In addition to the employees contribution, the County contributes one dollar for each dollar (up to 3% of annual salary) the employee contributes (subject to annual review during budgetary planning).

Benefits depend upon the sum of the employee's contributions to the plan with investment earnings and the County financed contribution to the plan with investment earnings. Upon retirement or employment termination, employees are entitled to either a lump sum distribution of the employee and employer contributions with investments earnings or the option of receiving monthly, semi-annual or annual payments based on an amount equal to the amount of the employee contributions with investment earnings. Employees are vested immediately in the County financed contributions to the plan.

The County's total payroll was $ 1,372,642. and the County's contributions were based on a payroll of $ 640,893. for the fiscal year ending December 31, 2010. Employee contributions to the plan amounted to $ 21,324., or 3.33% of the total covered payroll. Employer contributions to the plan amounted to $ 10,487. to the plan, or 1.64% of the total covered payroll. A total of 20 employees participated in the plan for the fiscal year ended December 31, 2010. The County made its required contributions to the plan amounting to $ 10,487. to the plan for the fiscal year ending December 31, 2010. There were no related party transactions.

In addition to the above plan, the following pension and retirement plans are in effect but 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 OFFICER'S 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.

NOTE 7 - CONTRIBUTIONS TO PENSION PLAN, continued

COMPONENT UNIT

The employees of the Calhoun County Health Department are covered by the Employee's Retirement System of the State of Georgia.

NOTE 8 - CHANGES IN RESERVATIONS OF FUND BALANCE

The nature, purpose, and changes in amounts reported as reserved fund balances are as follows:

PRIMARY GOVERNMENT

Fund	Purpose	Balance 01/01/10	Increase (Decrease)	Balance 12/31/10
Special Revenue Funds:				
Jail Fund	Reserved for Jail Fund Projects	$ 3,771.	$ 6,476.	$ 10,247.
Condemnation of Controlled Substance Money	Reserved for Law Enforcement Purposes	5,945.	(1,274.)	4,671.
E-911	Reserved for E-911 Purposes	7,247.	7,656.	14,903.
Drug Abuse Education and Abuse Treatment	Reserved for Drug Education and Treatment Purposes	7,114.	2,721.	9,835.
Capital Projects Fund:				
2007-2013 Special Purpose Sales Tax	Reserved for Special Purpose Sales Tax Projects	72,279.	19,499.	91,778.
Totals		$ 96,356.	$ 35,078.	$ 131,434.

COMPONENT UNIT

Fund	Purpose	Balance 01/01/10	Increase (Decrease)	Balance 12/31/10
Calhoun County Board of Health	Reserved for Health Department Purposes	$ 68,143.	$ 3,384.	$ 71,527.
Totals		$ 68,143.	$ 3,384.	$ 71,527.

Note 9 - BUDGETARY DATA AND BUDGETARY CONTROL

1. Prior to the start of the new fiscal year, the Chairman submits to the Commission a proposed operating budget. The operating budget includes proposed expenditures and the means of financing them.
2. The Commission holds a public hearing on the budget, giving notice thereof at least ten days in advance by publication in the official organ of Calhoun County.
3. The budget is then revised and adopted or amended by the Commission.
4. The budget so adopted may be revised during the year only by formal action of the Commission in a regular meeting and no increase shall be made therein without provision also being made for financing same.
5. Formal budgetary integration has not been employed. The budget for the General Fund and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
6. Budgeted amounts are as originally adopted, or as amended by the Commission. Individual amendments were not material in relation to the original appropriations which were amended.

Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by sources. Expenditures are budgeted by department and class as follows: personal services, other services and charges, supplies, capital outlay, transfers, and debt service. The legal level of control is by department. Expenditures may not exceed appropriations at this level. Budget revisions at this level are subject to final review by the County Commission. Within these control levels, management may transfer appropriations without commission approval.

NOTE 10 - ENCUMBRANCES

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting - under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is not utilized by the County. Encumbrance accounting is normally an extension of formal budgetary integration. The County has not reserved any fund balances for encumbrances of financial resources.

NOTE 11 - CAPITALIZED INTEREST

Interest expenditures incurred during construction of assets are capitalized as part of the asset cost.

NOTE 12 - MATERIAL VIOLATIONS OF LEGAL AND CONTRACTUAL PROVISIONS

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

NOTE 13 - DEFICIT FUND BALANCES

All funds operated by Calhoun County had positive fund balances at December 31, 2010.

NOTE 14 - EXCESS OF EXPENDITURES OVER APPROPRIATIONS

None of the funds operated by Calhoun County, Georgia had an excess of expenditures over appropriations.

NOTE 15 - GRANTS RECEIVABLE

Calhoun County, Georgia did not have any grants receivable at December 31, 2010.

NOTE 16 - LANDFILL CLOSURE AND POSTCLOSURE CARE COST

Calhoun County, Georgia has closed its landfill and placed a final cover on the landfill in accordance with state and federal laws and regulations. In addition, state and federal laws and regulations require the County to perform certain maintenance and monitoring functions at the site for five years after closure. These maintenance and monitoring functions were completed during the fiscal year ended December 31, 2000 and were estimated to cost $ 1,730. per year.

Since these maintenance and monitoring functions were completed during the fiscal year ended December 31, 2000, the County does not report any amount as landfill postclosure care liability.

NOTE 17 - SEGMENT INFORMATION - ENTERPRISE FUNDS

The County does not currently operate any enterprise funds.

NOTE 18 - LITIGATION

In the opinion of the Commissioners and legal counsel, there are no legal actions pending which would have a material effect on the County's financial position.

NOTE 19 - CONTINGENCIES

On December 31, 2009, the County entered into an agreement with the Hospital Authority of Calhoun County. Under this agreement, the Authority has issued a note in the aggregate principal amount of $ 935,000 in order to finance the acquisition, construction and equipping certain capital improvements for the Hospital Authority of Calhoun County. In consideration of the Authority's doing so, the County has agreed to pay to the Authority amounts sufficient to pay the debt service on this note and to levy an ad valorem property tax on all property in the County subject to such tax, in order to pay the debt service.

Under the terms of this agreement, these annual debt service payments are due in monthly installments beginning January, 2010 and ending January, 2020.

NOTE 19 - CONTINGENCIES, continued

Grants from the Federal Government to Calhoun County, Georgia amounted to $ 9,900. for the year ended December 31, 2010. Therefore the County is not required to comply with the provisions of the Single Audit Act Amendments of 1996.

NOTE 20 - 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; injuries to employees; and natural disasters. The County maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County.

In addition, Calhoun County, Georgia has joined together with other counties in the state as part of the ACCG-GSIWCF (a Workers' Compensation Self Insurance Fund), a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

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

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 preview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding of compensation therefor, 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 judgement, and all expenses incurred for investigation, negotiation, or defense.

Settled claims have not exceeded these coverages in any of the last three years.

NOTE 21 - SUBSEQUENT EVENTS

There are no subsequent events which would materially affect the financial statements and require disclosure.

NONMAJOR GOVERNMENTAL FUNDS

CALHOUN COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2010

	Special Revenue Funds				
	Jail Fund	E-911 Fund	Condemnation of Controlled Substance Money	Drug Abuse Treatment and Education	Total Nonmajor Governmental Funds
ASSETS					
Cash	$ 8,593.	$ 895.	$ -	$ 9,835.	$ 19,323.
Accounts Receivable	-	14,008.	-	-	14,008.
Due from Other Agencies and Officials	1,654.	-	4,671.	-	6,325.
Due from Federal Government	-	-	-	-	-
Total Assets	10,247.	14,903.	4,671.	9,835.	39,656.
LIABILITIES AND FUND BALANCES					
Accounts Payable	-	-	-	-	-
Due to General Fund	-	-	-	-	-
Total Liabilities	-	-	-	-	-
Fund Balance:					
Reserved for Jail Fund Projects	10,247.	-	-	-	10,247.
Reserved for E-911 Purposes	-	14,903.	-	-	14,903.
Reserved for Law Enforcement Purposes	-	-	4,671.	-	4,671.
Reserved for Drug Abuse Education and Treatment Purposes	-	-	-	9,835.	9,835.
Total Fund Balance	10,247.	14,903.	4,671.	9,835.	39,656.
Total Liabilities and Fund Balance	$ 10,247.	$ 14,903.	$ 4,671.	$ 9,835.	$ 39,656.

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

CALHOUN COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2010

	Special Revenue Funds				
	Jail Fund	E-911 Fund	Condemnation of Controlled Substance Money	Drug Abuse Treatment and Education	Total Nonmajor Governmental Funds
REVENUES					
Taxes	$ -	$ -	$ -	$ -	$ -
Fines and Forfeitures	7,564.	-	-	2,721.	10,285.
Charges for Services	-	89,822.	-	-	89,822.
Federal Government	-	-	-	-	-
State Government	-	-	-	-	-
Miscellaneous	17.	53.	29,136.	-	29,206.
Total Revenues	7,581.	89,875.	29,136.	2,721.	129,313.
EXPENDITURES					
General Government	-	-	-	-	-
Public Safety	1,105.	-	30,410.	-	31,515.
Court System		-	-	-	-
Roads and Bridges	-	-	-	-	-
Health and Welfare	-	134,540.	-	-	134,540.
Total Expenditures	1,105.	134,540.	30,410.	-	166,055.
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,476.	(44,665.)	(1,274.)	2,721.	(36,742.)
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	-	-
Transfers In	-	52,321.	-	-	52,321.
Transfers Out	-	-	-	-	-
Net Other Financing Sources (Uses)	-	52,321.	-	-	52,321.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	6,476.	7,656.	(1,274.)	2,721.	15,579.
FUND BALANCE - BEGINNING	3,771.	7,247.	5,945.	7,114.	24,077.
FUND BALANCE - ENDING	$ 10,247.	$ 14,903.	$ 4,671.	$ 9,835.	$ 39,656.

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

GENERAL FUND

This fund is used to account for governmental operations except for resources requiring separate accountability by law or provisions of grants.

CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET

	December 31, 2010	December 31, 2009
ASSETS		
Cash	$ 117,416.	$ 337,856.
Taxes Receivable:		
Uncollected Property Tax	378,186.	393,583.
Local Option Sales Tax	9,736.	19,470.
Beer Tax	826.	827.
Total Taxes Receivable	388,748.	413,880.
Accounts Receivable:		
Ambulance Charges	16,193.	28,421.
Other	1,000.	1,000.
Total Accounts Receivable	17,193.	29,421.
Due from Other Funds:		
Due from CDBG Special Revenue Fund	-	-
Total Due from Other Funds	-	-
Due from Other Agencies and Individuals	987,831.	1,008,024.
Total Due from Other Agencies and Individuals	987,831.	1,008,024.
Due from State Government:		
Family Connections	13,132.	-
Department of Community Health-Ambulance Grant	73,276.	-
Soil Conservation Technician Refund	-	-
Total Due from State Government	86,408.	-
Inventory	10,435.	460.
Total Assets	$1,608,031.	$1,789,641.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET

	December 31, 2010	December 31, 2009
LIABILITIES AND FUND EQUITY		
LIABILITIES		
Accounts Payable	$ 75,045.	$ 59,110.
Payroll Taxes Payable:		
State Income Tax Payable	-	-
State Unemployment Tax Payable	-	-
Total Payroll Taxes Payable	-	-
Due to CDBG Program Special Revenue Fund	-	-
Deferred Revenue	203,906.	242,261.
Tax Sale Escrow - Reserved for Claims	16,344.	16,344.
Total Liabilities	295,295.	317,715.
FUND EQUITY		
Unreserved Fund Balance	1,312,736.	1,471,926.
Total Fund Equity	1,312,736.	1,471,926.
Total Liabilities and Fund Equity	$1,608,031.	$1,789,641.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
REVENUES				
Taxes	$2,361,900.	$2,218,799.	$ (143,101.)	$2,357,617.
Licenses and Permits	16,000.	16,588.	588.	18,282.
Fines and Forfeitures	49,700.	47,280.	(2,420.)	48,752.
Charges for Services	320,290.	302,161.	(18,129.)	301,817.
Federal Government	-	9,900.	9,900.	168,098.
State Government	145,000.	145,529.	529.	57,232.
Miscellaneous	182,377.	89,945.	(92,432.)	64,225.
Total Revenues	3,075,267.	2,830,202.	(245,065.)	3,016,023.
EXPENDITURES				
General Government	891,227.	891,170.	57.	871,706.
Public Safety	710,971.	710,947.	24.	661,788.
Court System	340,423.	340,411.	12.	304,845.
Roads and Bridges	251,545.	251,545.	-	139,300.
Health and Welfare	751,101.	751,098.	3.	567,327.
Recreation	-	-	-	-
Total Expenditures	2,945,267.	2,945,171.	96.	2,544,966.
Excess (Deficiency) of Revenues Over Expenditures	130,000.	(114,969.)	(244,969.)	471,057.
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	8,100.	8,100.	-
Transfer Out to E-911 Special Revenue Fund	(130,000.)	(52,321.)	77,679.	(91,763.)
Net Other Financing Sources (Uses)	(130,000.)	(44,221.)	85,779.	(91,763.)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	(159,190.)	(159,190.)	379,294.
FUND BALANCE - BEGINNING	1,471,926.	1,471,926.	-	1,092,632.
FUND BALANCE - ENDING	$1,471,926.	$1,312,736.	$ (159,190.)	$1,471,926.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
TAXES				
Ad Valorem Tax and Commissions	$1,850,000.	$1,756,568.	$ (93,432.)	$1,848,959.
EMS Tax	280,000.	237,964.	(42,036.)	282,357.
1% Local Option Sales Tax	120,000.	114,181.	(5,819.)	122,203.
Insurance Premium Tax	81,000.	80,506.	(494.)	82,777.
Beer Taxes	6,900.	4,817.	(2,083.)	6,924.
Real Estate Transfer Tax	11,000.	11,226.	226.	2,175.
Railroad Equipment Tax	13,000.	13,537.	537.	12,222.
Total Taxes	2,361,900.	2,218,799.	(143,101.)	2,357,617.
LICENSES AND PERMITS				
Business Licenses and Permits	16,000.	16,588.	588.	18,282.
Total Licenses and Permits	16,000.	16,588.	588.	18,282.
FINES AND FORFEITURES				
Traffic Fines	46,000.	46,357.	357.	45,035.
Superior Court Fines	3,700.	923.	(2,777.)	3,717.
Total Fines and Forfeitures	49,700.	47,280.	(2,420.)	48,752.
CHARGES FOR SERVICES				
Mapping Fees	600.	595.	(5.)	307.
Landfill	4,225.	4,227.	2.	6,520.
Ambulance Charges	222,000.	202,891.	(19,109.)	222,634.
Sheriff Fees	46,000.	46,505.	505.	29,999.
Magistrate Court Fees	17,000.	17,366.	366.	13,781.
Probate Court Fees	4,000.	4,110.	110.	4,304.
Clerk of Superior Court Fees	26,400.	26,403.	3.	23,956.
Probation Fees	65.	64.	(1.)	316.
Total Charges for Services	320,290.	302,161.	(18,129.)	301,817.
FEDERAL GOVERNMENT				
USDA-Library Air Conditioner Grant	-	9,900.	9,900.	-
FEMA Disaster Funds	-	-	-	168,098.
Total Federal Government	$ -	$ 9,900.	$ 9,900.	$ 168,098.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
STATE GOVERNMENT				
Tax Commissioner FICA Refund	$ 3,725.	$ 3,726.	$ 1.	$ -
Department of Community Health-Ambulance Grant	73,200.	73,276.	76.	-
EMS Laptop Grant	6,000.	5,940.	(60.)	-
DNR-In Lieu of Property Tax	24,000.	24,000.	-	24,000.
GBI-Deputy Salary Refund	3,075.	2,677.	(398.)	-
Emergency Management Refund	10,000.	10,000.	-	-
Senior Youth Grant	-	-	-.	4,525.
Communities of Opportunities Grant		-	-	3,000.
Soil Conservation Technician Refund	25,000.	25,910.	910.	25,707.
Total State Government	145,000.	145,529.	529.	57,232.
MISCELLANEOUS				
Rent on ASCS Building	6,000.	6,000.	-	6,000.
Rent on DFCS Building	40,000.	40,500.	500.	37,125.
Sale of Pipe	28,000.	28,400.	400.	13,888.
Interest Income	2,000.	1,691.	(309.)	2,220.
Other	106,377.	13,354.	(93,023.)	4,992.
Total Miscellaneous	182,377.	89,945.	(92,432.)	64,225.
Grand Total Revenues	$3,075,267.	$2,830,202.	$ (245,065.)	$3,016,023.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
GENERAL GOVERNMENT				
General Administration:				
Commissioners Salaries	$ 19,850.	$ 20,023.	$ (173.)	$ 19,586.
Clerk's Salaries	60,250.	59,331.	919.	67,810.
FICA Taxes	6,128.	6,071.	57.	6,725.
Employee Retirement	10,000.	10,487.	(487.)	13,122.
Office Expenditures	4,200.	6,525.	(2,325.)	2,997.
Telephone	3,600.	2,411.	1,189.	3,286.
County Attorney	5,000.	8,482.	(3,482.)	6,586.
Dues	3,000.	2,638.	362.	3,549.
Public Officials' Bonds	2,400.	1,550.	850.	3,100.
Advertising	3,200.	1,396.	1,804.	605.
Audit	15,750.	15,750.	-	15,450.
Coroner	7,775.	8,614.	(839.)	8,818.
Employee Insurance	200,000.	192,059.	7,941.	194,922.
Workers' Compensation Insurance	36,000.	38,034.	(2,034.)	44,213.
Other Insurance	45,000.	46,487.	(1,487.)	44,003.
Unemployment Taxes	3,000.	3,037.	(37.)	3,107.
Schools and Travel	3,200.	3,347.	(147.)	3,036.
Library Subsidy	25,000.	25,000.	-	26,000.
Equipment Maintenance	600.	1,448.	(848.)	2,563.
Telephone - Game Warden and Trooper	3,000.	2,502.	498.	1,899.
Miscellaneous	2,400.	4,159.	(1,759.)	2,643.
Capital Outlay	-	-	-	-
Total General Administration	459,353.	459,351.	2.	474,020.
Tax Commissioner:				
Tax Commissioner Salary	44,502.	49,061.	(4,559.)	49,091.
Clerical	21,042.	21,862.	(820.)	21,862.
FICA Taxes	5,015.	5,337.	(322.)	5,337.
Computer Maintenance and Support	3,000.	2,861.	139.	3,443.
Schools and Travel	3,000.	2,570.	430.	3,627.
Office Supplies	9,500.	9,234.	266.	8,009.
Telephone	1,500.	1,071.	429.	1,232.
Advertising and Dues	300.	100.	200.	450.
Miscellaneous	4,240.	-	4,240.	-
Capital Outlay	-	-	-	-
Total Tax Commissioner	$ 92,099.	$ 92,096.	$ 3.	$ 93,021.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
GENERAL GOVERNMENT, (continued)				
Tax Appraiser and Assessors:				
Board of Assessors' Salary	$ 10,000.	$ 13,040.	$ (3,040.)	$ 13,320.
Tax Appraiser Salary	51,350.	50,470.	880.	50,470.
FICA Taxes	5,152.	4,784.	368.	4,805.
Office Expenditures	2,800.	1,744.	1,056.	2,630.
Telephone	2,000.	1,368.	632.	1,380.
Dues, Schools and Travel	4,625.	4,238.	387.	3,773.
Auto Repair Expenditures	500.	71.	429.	72.
Gas and Oil	500.	-	500.	-
Copier Support Service	-	974.	(974.)	2,000.
Board of Equalization	1,000.	1,234.	(234.)	575.
Miscellaneous	-	-	-	-
Total Tax Appraiser and Assessors	77,927.	77,923.	4.	79,025.
Public Buildings:				
Salaries	10,140.	10,160.	(20.)	9,090.
FICA Taxes	776.	776.	-	695.
Repairs and Maintenance	18,000.	18,489.	(489.)	8,400.
Supplies	15,500.	11,861.	3,639.	16,733.
Utilities	41,000.	43,199.	(2,199.)	38,562.
Pest Control	5,000.	3,400.	1,600.	3,900.
Telephone	10,000.	6,172.	3,828.	7,489.
Miscellaneous	-	630.	(630.)	903.
Capital Outlay:	12,330.	*	(5,720.)	*
(2) HVAC Systems for Library	-	18,050.	-	-
Total Public Buildings	112,746.	112,737.	9.	85,772.
Board of Registrars:				
Salaries	17,100.	17,100.	-	18,684.
FICA Taxes	1,308.	1,308.	-	1,413.
Office Expenditures	2,000.	359.	1,641.	429.
Advertising and Dues	-	20.	(20.)	431.
Telephone	271.	1,069.	(798.)	493.
Schools and Travel	1,109.	1,651.	(542.)	978.
Per Diem	8,275.	8,549.	(274.)	598.
Total Board of Registrars	$ 30,063.	$ 30,056.	$ 7.	$ 23,026.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
GENERAL GOVERNMENT, (continued)				
County Agent:				
Salaries	$ 28,767.	$ 28,767.	$ -	$ 32,678.
Retirement	4,225.	4,192.	33.	4,475.
Travel and Truck Repairs	3,000.	4,133.	(1,133.)	1,792.
Telephone	3,500.	2,951.	549.	3,385.
Gas and Oil	2,500.	2,926.	(426.)	1,294.
Materials, Supplies & Soil Sample	4,600.	4,107.	493.	4,183.
Travel Supplement	1,800.	1,800.	-	2,250.
Miscellaneous	500.	-	500.	-
Capital Outlay:	-	*	-	*
Computer	*	-	*	-
Total County Agent	48,892.	48,876.	16.	50,057.
Emergency Management/Fire Department:				
Salaries	5,729.	5,901.	(172.)	901.
FICA Taxes	438.	451.	(13.)	69.
Hardware, Tools and Supplies	10,000.	9,070.	930.	10,385.
Vehicle Repair and Maintenance	3,500.	2,882.	618.	4,423.
Radio Expenditures	2,500.	6,196.	(3,696.)	4,838.
Schools and Travel	3,000.	3,111.	(111.)	1,500.
Pagers/Telephone	750.	2,599.	(1,849.)	2,602.
Weather Satellite	2,900.	2,994.	(94.)	3,306.
Miscellaneous	4,800.	410.	4,390.	710.
Capital Outlay:	-	*	-	*
Radio Equipment	*	-	*	4,293.
Total Emergency Management/ Fire Department	33,617.	33,614.	3.	33,027.
Other:				
Soil Conservation Technician Salary	25,394.	25,910.	(516.)	25,910.
FICA Taxes	1,943.	1,982.	(39.)	1,982.
Georgia Forestry Commission	3,768.	7,165.	(3,397.)	2,866.
Economic Development Council	2,000.	-	2,000.	3,000.
Miscellaneous	3,425.	1,460.	1,965.	-
Total Other	36,530.	36,517.	13.	33,758.
Total General Government	$ 891,227.	$ 891,170.	$ 57.	$ 871,706.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
PUBLIC SAFETY				
Sheriff's Department:				
Sheriff's Salary	$ 55,183.	$ 55,183.	$ -	$ 55,183.
Sheriff's Secretary Salary	34,734.	38,074.	(3,340.)	38,074.
Deputy and Jailer Salaries	326,570.	359,083.	(32,513.)	347,664.
FICA Taxes	31,861.	34,462.	(2,601.)	33,586.
Office and Other Supplies	7,000.	5,019.	1,981.	8,183.
Telephone	7,500.	6,361.	1,139.	10,246.
Gas and Oil	26,000.	27,739.	(1,739.)	14,355.
Auto Repair	10,000.	12,299.	(2,299.)	16,608.
Radio Repair	800.	5,668.	(4,868.)	1,480.
Computer Support Service	2,500.	8,358.	(5,858.)	13,472.
Dues	600.	100.	500.	575.
Schools and Travel	4,500.	3,048.	1,452.	5,025.
Uniforms	2,100.	2,491.	(391.)	1,960.
Advertising	100.	-	100.	-
Special Investigations	500.	-	500.	-
Drug Task Force	-	-	-	6,288.
Miscellaneous	2,500.	2,382.	118.	4,139.
Capital Outlay:	58,175.	*	47,843.	*
2006 Dodge Car (Pro-Rata Share)	*	3,000.	*	-
Radio Equipment	*	6,060.	*	-
HP Computer	*	674.	*	-
18,500 BTU Air Conditioner	*	598.	*	-
Total Sheriff's Department	570,623.	570,599.	24.	556,838.
Jail:				
Inmate Housing	-	45,668.	(45,668.)	3,416.
Repairs and Supplies	8,000.	4,797.	3,203.	1,111.
Utilities	13,708.	12,126.	1,582.	12,696.
Telephone	5,000.	3,832.	1,168.	3,957.
Medical Expenditures	9,000.	9,994.	(994.)	13,145.
Prisoner Meals	50,000.	62,480.	(12,480.)	67,716.
Nursing Services	-	-	-	1,260.
Schools and Travel	1,500.	451.	1,049.	1,649.
Miscellaneous	53,140.	200.	52,940.	-
Capital Outlay:	-	*	(800.)	*
Washer/Dryer	*	800.	-	-
Total Jail	140,348.	140,348.	-	104,950.
Total Public Safety	$ 710,971.	$ 710,947.	$ 24.	$ 661,788.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
COURT SYSTEM				
Probate and Magistrate Court:				
Probate Judge's Salary	$ 73,302.	$ 73,302.	$ -	$ 77,185.
Magistrate and Clerk Salary	28,619.	27,179.	1,440.	16,539.
FICA Taxes	7,797.	7,657.	140.	7,525.
Office Supplies	5,000.	4,923.	77.	6,082.
Advertising	1,000.	147.	853.	-
Telephone	1,600.	1,252.	348.	1,354.
Dues	600.	520.	80.	320.
Schools	6,000.	3,369.	2,631.	3,847.
Election Expenditures	30,000.	38,720.	(8,720.)	8,667.
Vital Statistics	100.	62.	38.	138.
Miscellaneous	1,625.	-	1,625.	482.
Capital Outlay	1,500.	-	1,500.	-
Total Probate and Magistrate Court	157,143.	157,131.	12.	122,139.
Superior Court:				
Clerk of Superior Court Salary	52,984.	52,984.	-	52,984.
Clerk's Salary	35,337.	35,337.	-	35,337.
Juvenile Court Salaries	1,800.	1,058.	742.	1,515.
Misdemeanor Probation Salary	3,399.	3,399.	-	3,399.
Superior Court Judge Supplement	3,500.	5,460.	(1,960.)	3,500.
Community Service Salary	-	-	-	4,832.
FICA Taxes	7,077.	7,407.	(330.)	7,627.
Telephone	900.	772.	128.	1,149.
Office Supplies	18,945.	15,830.	3,115.	16,690.
Advertising	200.	90.	110.	214.
Dues	250.	250.	-	250.
Schools and Travel	3,500.	1,712.	1,788.	2,474.
Superior Court Judge's Expenditures	2,920.	1,825.	1,095.	1,825.
District Attorney Office Expenditures	8,732.	8,732.	-	8,732.
Court Reporter	8,500.	7,336.	1,164.	6,042.
Court Appointed Attorneys	33,400.	39,258.	(5,858.)	34,511.
Juvenile Judge Office Expenditures	1,736.	-	1,736.	-
Miscellaneous	100.	1,830.	(1,730.)	1,625.
Total Superior Court	183,280.	183,280.	-	182,706.
Total Court System	$ 340,423.	$ 340,411.	$ 12.	$ 304,845.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
ROADS AND BRIDGES				
Road Department:				
Salaries	$ 169,445.	$ 158,369.	$ 11,076.	$ 124,461.
FICA Taxes	12,963.	12,115.	848.	13,518.
Hardware, Tools and Supplies	8,000.	176.	7,824.	-
Gas and Oil	59,737.	15,271.	44,466.	-
Telephone	700.	488.	212.	842.
Utilities	700.	-	700.	-
Repair and Maintenance	-	2,126.	(2,126.)	411.
Miscellaneous	-	-	-	68.
Capital Outlay:	-	*	(63,000.)	*
Kenworth Dump Truck	*	63,000.	-	-
Total Roads and Bridges	251,545.	251,545.	-	139,300.
HEALTH AND WELFARE				
Emergency Medical Service:				
Salaries	236,896.	260,010.	(23,114.)	261,821.
FICA Taxes	18,123.	19,817.	(1,694.)	19,955.
Ambulance License	5,300.	5,575.	(275.)	-
Operating Supplies	24,547.	21,520.	3,027.	17,730.
Billing Service	14,038.	17,606.	(3,568.)	17,955.
Schools and Travel	2,000.	1,460.	540.	3,177.
Telephone	1,044.	1,184.	(140.)	1,146.
Utilities	3,000.	5,306.	(2,306.)	2,435.
Vehicle Repair	10,500.	8,083.	2,417.	12,927.
Radio Repair	600.	603.	(3.)	1,196.
Uniforms	-	2,261.	(2,261.)	974.
Gas and Oil	8,467.	23,400.	(14,933.)	9,789.
Miscellaneous	-	1,224.	(1,224.)	3,120.
Capital Outlay:	218,244.	*	43,534.	*
2010 Ford F350 Ambulance	*	119,950.	*	-
36X40X14 Metal Building	*	48,820.	*	-
(2) Computer Systems	*	5,940.	*	-
Total Emergency Medical Service	542,759.	542,759.	-	352,225.
Landfill:				
Disposal Contract	10,500.	9,312.	1,188.	11,042.
Miscellaneous	5,550.	6,735.	(1,185.)	-
Total Landfill	16,050.	16,047.	3.	11,042.
Health Department:				
Health Department Appropriations	57,194.	57,194.	-	57,166.
Health Department Travel	900.	900.	-	900.
Terrell-Lee MR Center	1,200.	1,200.	-	1,200.
Total Health Department	$ 59,294.	$ 59,294.	$ -	$ 59,266.

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

CALHOUN COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2010		Variance Favorable	2009
	Budget	Actual	(Unfavorable)	Actual
HEALTH AND WELFARE, (continued)				
Public Health and Welfare:				
Hospital Bond Supplement	$ 113,468.	$ 117,681.	$ (4,213.)	$ 110,425.
DFCS	9,000.	9,500.	(500.)	9,000.
DFCS Grounds Maintenance	2,880.	1,200.	1,680.	2,880.
Arlington Nutrition Center	2,500.	2,500.	-	2,500.
Calhoun County Boys and Girls Club	2,400.	1,800.	600.	2,000.
Ambulance License	-	-	-	5,300.
Family Connections	2,400.	2,400.	-	2,400.
Work Ready Grant Expenditures	-	(5,639.)	5,639.	4,092.
Senior/Youth Grant Expenditures	-	596.	(596.)	4,526.
Communities of Opportunity Grant	-	2,606.	(2,606.)	-
Commodities Transport	350.	354.	(4.)	665.
Miscellaneous	-	-	-	1,006.
Total Public Health and Welfare	132,998.	132,998.	-	144,794.
Total Health and Welfare	751,101.	751,098.	3.	567,327.
GRAND TOTAL EXPENDITURES	$2,945,267.	$2,945,171.	$ 96.	$2,544,966.

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

SPECIAL REVENUE FUNDS

These funds are used to report governmental operations where statutory, regulatory or grant requirement provisions require separate accountability.

CALHOUN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET - DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009

	Jail Fund	E-911 Fund
ASSETS		
Cash	$ 8,593.	$ 895.
Due from Federal Government	-	-
Accounts Receivable	-	14,008.
Due from Other Agencies and Individuals	1,654.	-
Interest Receivable	-	-
Total Assets	10,247.	14,903.
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	-	-
Due to General Fund	-	-
Note Payable Short-Term	-	-
Total Liabilities	-	-
Fund Balance:		
Reserved for Jail Fund Projects	10,247.	-
Reserved for Law Enforcement Purposes	-	-
Reserved for E-911 Purposes	-	14,903.
Reserved for Drug Abuse Education and Treatment Fund	-	-
Reserved for CHIP Program Purposes		
Reserved for CDBG Program Purposes	-	-
Total Fund Balance	10,247.	14,903.
Total Liabilities and Fund Balance	$ 10,247.	$ 14,903.

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

CALHOUN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET - DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009

Condemnation of Controlled Substance Money	Drug Abuse Treatment and Education Fund	CHIP Program	CDBG Fund	Totals 2010	Totals 2009
$ -	$ 9,835.	$ -	$ -	$ 19,323.	$ 12,970.
-	-	-	-	-	-
-	-	-	-	14,008.	3,021.
4,671.	-	-	-	6,325.	8,086.
-	-	-	-	-	-
4,671.	9,835.	-	-	39,656.	24,077.
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	10,247.	3,771.
4,671.	-	-	-	4,671.	5,945.
-	-	-	-	14,903.	7,247.
-	9,835.	-	-	9,835.	7,114.
-	-	-	-	-	-
-	-	-	-	-	-
4,671.	9,835.	-	-	39,656.	24,077.
$ 4,671.	$ 9,835.	$ -	$ -	$ 39,656.	$ 24,077.

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

CALHOUN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009

	Jail Fund	E-911 Fund
REVENUES		
Taxes	$ -	$ -
Fines and Forfeitures	7,564.	-
Charges for Services	-	89,822.
Federal Government	-	-
State Government	-	-
Miscellaneous	17.	53.
Total Revenues	7,581.	89,875.
EXPENDITURES		
General Government	-	-
Public Safety	1,105.	-
Court System	-	-
Roads and Bridges	-	-
Health and Welfare	-	134,540.
Total Expenditures	1,105.	134,540.
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,476.	(44,665.)
OTHER FINANCING SOURCES (USES)		
Transfers In	-	52,321.
Transfers Out	-	-
Net Other Financing Sources (Uses)	-	52,321.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	6,476.	7,656.
FUND BALANCE - BEGINNING	3,771.	7,247.
FUND BALANCE - ENDING	$ 10,247.	$ 14,903.

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

CALHOUN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009

Condemnation of Controlled Substance Money	Drug Abuse Treatment and Education Fund	CHIP Program	CDBG Fund	Totals 2010	Totals 2009
$ -	$ -	$ -	$ -	$ -	$ -
-	2,721.	-	-	10,285.	10,205.
-	-	-	-	89,822.	65,243.
-	-	-	-	-	-
-	-	-	-	-	-
29,136.	-	-	-	29,206.	1,182.
29,136.	2,721.	-	-	129,313.	76,630.
-	-	-	-	-	-
30,410.	-	-	-	31,515.	13,228.
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	134,540.	170,518.
30,410.	-	-	-	166,055.	183,746.
(1,274.)	2,721.	-	-	(36,742.)	(107,116.)
-	-	-	-	52,321.	91,763.
-	-	-	-	-	-
-	-	-	-	52,321.	91,763.
(1,274.)	2,721.	-	-	15,579.	(15,353.)
5,945.	7,114.	-	-	24,077.	39,430.
$ 4,671.	$ 9,835.	$ -	$ -	$ 39,656.	$ 24,077.

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

CALHOUN COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	2010	2009
ASSETS		
Cash in Bank	$ 8,593.	$ 2,216.
Due from Other Agencies and Individuals	1,654.	1,555.
Total Assets	10,247.	3,771.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Reserved for Jail Purposes	10,247.	3,771.
Total Liabilities and Fund Balance	$ 10,247.	$ 3,771.

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

CALHOUN COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2009

	2010	2009
REVENUES		
Fines and Forfeitures:		
Probate Court	$ 3,930.	$ 4,081.
Clerk of Superior Court	3,634.	2,841.
Magistrate Court	-	13.
City Courts	- .	-
Miscellaneous:		
Interest Income	17.	21.
Total Revenues	7,581.	6,956.
EXPENDITURES		
Public Safety:		
Repairs and Maintenance	605.	2,791.
Hardware, Tools and Supplies	500.	8,438.
Miscellaneous	-	-
Capital Outlay	-	-
Total Expenditures	1,105.	11,229.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,476.	(4,273.)
FUND BALANCE - BEGINNING	3,771.	8,044.
FUND BALANCE - ENDING	$ 10,247.	$ 3,771.

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

CALHOUN COUNTY, GEORGIA
E-911 SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	2010	2009
ASSETS		
Cash in Bank	$ 895.	$ 4,545.
Accounts Receivable	14,008.	2,702.
Total Assets	14,903.	7,247.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Reserved for E-911 Purposes	14,903.	7,247.
Total Liabilities and Fund Balance	$ 14,903.	$ 7,247.

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

CALHOUN COUNTY, GEORGIA
E-911 SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2009

	2010	2009
REVENUES		
Telephone Surcharges	$ 89,822.	$ 65,243.
Interest Income	53.	170.
Total Revenues	89,875.	65,413.
EXPENDITURES		
E-911:		
Supplies	507.	1,169.
Signs	-	-
Telephone Service Charges	20,439.	19,539.
Early County DPS	113,594.	149,810.
Miscellaneous	-	-
Capital Outlay	-	-
Total Expenditures	134,540.	170,518.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(44,665.)	(105,105.)
OTHER FINANCING SOURCES (USES)		
Transfer in from General Fund	52,321.	91,763.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	7,656.	(13,342.)
FUND BALANCE - BEGINNING	7,247.	20,589.
FUND BALANCE - ENDING	$ 14,903.	$ 7,247.

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

CALHOUN COUNTY, GEORGIA
CONDEMNATION OF CONTROLLED SUBSTANCE MONEY SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	2010	2009
ASSETS		
Due from Other Agencies and Individuals	$ 4,671.	5,945.
Total Assets	4,671.	5,945.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Reserved for Law Enforcement Purposes	4,671.	5,945.
Total Liabilities and Fund Balance	$ 4,671.	$ 5,945.

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

CALHOUN COUNTY, GEORGIA
CONDEMNATION OF CONTROLLED SUBSTANCE MONEY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2009

	2010	2009
REVENUES		
Miscellaneous:		
Interest Income	$ 34.	$ 34.
Seizures	29,102.	157.
SSA Awards	-	800.
Total Revenues	29,136.	991.
EXPENDITURES		
Public Safety:		
Supplies	2,376.	1,999.
Miscellaneous	1,689.	-
Capital Outlay:		
2011 Ford CV	22,345.	-
2006 Dodge Car (Pro-Rata Share)	4,000.	-
Total Expenditures	30,410.	1,999.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,274.)	(1,008.)
FUND BALANCE - BEGINNING	5,945.	6,953.
FUND BALANCE - ENDING	$ 4,671.	$ 5,945.

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

CALHOUN COUNTY, GEORGIA
DRUG ABUSE TREATMENT AND EDUCATION SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	2010	2009
ASSETS		
Cash in Bank	$ 9,835.	$ 6,209.
Due from Other Municipalities	-	319.
Due from Other Agencies and Individuals	-	586.
Total Assets	9,835.	7,114.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Reserved for Drug Abuse Education and Treatment Purposes	9,835.	7,114.
Total Liabilities and Fund Balance	$ 9,835.	$ 7,114.

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

CALHOUN COUNTY, GEORGIA
DRUG ABUSE TREATMENT AND EDUCATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2009

	2010	2009
REVENUES		
Fines and Forfeitures:		
Probate Court	$ 945.	$ 261.
Clerk of Superior Court	341.	2,086.
City Courts	1,435.	923.
Total Revenues	2,721.	3,270.
EXPENDITURES		
Health and Welfare:		
Drug Education Expenditures	-	-
Printed Checks	-	-
Total Expenditures	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,721.	3,270.
FUND BALANCE - BEGINNING	7,114.	3,844.
FUND BALANCE - ENDING	$ 9,835.	$ 7,114.

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

CAPITAL PROJECTS FUND

This fund is used to report the receipt and disbursement of Special Purpose Sales Tax proceeds.

CALHOUN COUNTY, GEORGIA
2007-2013 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2010 AND 2009

	2010	2009
ASSETS		
Cash in Bank	$ 15,164.	$ 53,622.
Special Purpose Sales Tax Receivable	99,074.	64,901.
Total Assets	114,238.	118,523.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	22,460.	46,244.
Fund Balance - Reserved for Special Purpose Sales Tax Projects	91,778.	72,279.
Total Liabilities and Fund Balance	$ 114,238.	$ 118,523.

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

CALHOUN COUNTY, GEORGIA
2007-2013 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2009

	2010	2009
REVENUES		
Taxes:		
Special Purpose Sales Tax	$ 447,302.	$ 407,577.
Miscellaneous:		
Interest Income	157.	397.
Total Revenues	447,459.	407,974.
EXPENDITURES		
General Government	6,727.	16,466.
Public Safety	-	26,118.
Roads and Bridges	259,642.	219,577.
Health and Welfare	7,086.	54,997.
Intergovernmental	125,000.	125,000.
Debt Service	29,505.	46,079.
Total Expenditures	427,960.	488,237.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	19,500.	(80,263.)
OTHER FINANCING SOURCES (USES)		
Long-Term Debt Issued	-	26,118.
Net Other Financing Sources (Uses)	-	26,118.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	19,499.	(54,145.)
FUND BALANCE - BEGINNING	72,279.	126,424.
FUND BALANCE - ENDING	$ 91,778.	$ 72,279.

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

CALHOUN COUNTY, GEORGIA
2007-2013 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
STATEMENT OF EXPENDITURES
FISCAL YEAR ENDED DECEMBER 31, 2010
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2009

	2010	2009
GENERAL GOVERNMENT:		
Repair and Maintenance	$ -	$ -
Capital Outlay:		
Fire Fighting Equipment	-	-
2003 F250 Brush Fire Truck	-	-
12' X 20' Metal Building - Fire Department	-	690.
Building Improvements	6,727.	15,776.
Total General Government	6,727.	16,466.
PUBLIC SAFETY		
Capital Outlay:		
2009 Dodge 1500 Quad Cab	-	26,118.
Total Public Safety	-	26,118.
ROADS AND BRIDGES		
Repairs and Maintenance	60,208.	44,134.
Hardware, Tools, and Supplies	95,822.	96,861.
Gas and Oil	68,384.	57,271.
Uniforms	3,696.	3,572.
Road Maintenance	5,950.	17,439.
Miscellaneous	1,682.	300.
Capital Outlay:		
Used Tractor	23,900.	-
Total Roads and Bridges	259,642.	219,577.
HEALTH AND WELFARE		
Landfill Utilities	477.	463.
Landfill Testing and Monitoring	6,609.	6,898.
Hospital Authority	-	47,636.
Total Health and Welfare	7,086.	54,997.
INTERGOVERNMENTAL		
Distributions to Morgan	25,000.	25,000.
Distributions to Leary	21,025.	21,025.
Distributions to Edison	42,313.	42,313.
Distributions to Arlington	36,662.	36,662.
Total Intergovernmental	125,000.	125,000.
DEBT SERVICE		
Principal Retirement	27,506.	42,605.
Interest	1,999.	3,474.
Total Debt Service	29,505.	46,079.
Total Expenditures	$ 427,960.	$ 488,237.

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

FIDUCIARY FUNDS

AGENCY FUNDS - To account for funds received and disbursed by various elected and appointed officials. All administrative costs of each of the offices are budgeted and expended as part of the County's General Fund. The officials who serve as fiscal agents for the County as well as other government entities are:

Tax Commissioner
Probate Court Judge
Clerk of Superior Court
Sheriff
Magistrate Court Judge

CALHOUN COUNTY, GEORGIA
FIDUCIARY FUNDS - AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - DECEMBER 31, 2010
WITH COMPARATIVE TOTALS AT DECEMBER 31, 2009

	Tax Commissioner	Probate Court
ASSETS		
Cash	$2,071,342.	$ 3,304.
Uncollected Taxes	804,701.	-
Total Assets	2,876,043.	3,304.
LIABILITIES		
Liabilities:		
Due to State of Georgia	12,131.	-
Due to School System	1,049,826.	-
Retirement Funds Payable:		
Probate Court Judges'	-	-
Superior Court Clerks'	-	-
Sheriffs'	-	-
Peace Officers'	-	-
Magistrate Courts'	-	-
Peace Officer Training Fund Payable	-	-
Garnishments, Child Support, Etc. Payable	-	-
Due to Other Agencies and Individuals	961,153.	-
Due to Other Municipalities	2,758.	-
Uncollected Taxes Due to Other Governments	804,701.	-
Bonds, Escrow Funds Held	21,608.	-
Other Liabilities	23,866.	3,304.
Total Liabilities	$ 2,876,043.	$ 3,304.

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

CALHOUN COUNTY, GEORGIA
FIDUCIARY FUNDS - AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - DECEMBER 31, 2010
WITH COMPARATIVE TOTALS AT DECEMBER 31, 2009

Clerk of Superior Court	Sheriff	Magistrate Court	Totals 2010	Totals 2009
$ 53,819.	$ 12,163.	$ 567.	$ 2,141,195.	$ 2,059,710.
-	-	-	804,701.	817,922.
53,819.	12,163.	567.	2,945,896.	2,877,632.
11,779.	-	-	23,910.	18,600.
12,711.	-	-	1,062,537.	968,127.
-	-	-	-	59.
591.	-	-	591.	428.
71.	-	-	71.	135.
1,923.	-	-	1,923.	958.
-	-	-	-	72.
-	-	-	-	-
-	-	567.	567.	8,493.
26,577.	6,426.	-	994,156.	1,016,110.
167.	-	-	2,925.	1,389.
-	-	-	804,701.	817,922.
-	5,737.	-	27,345.	26,231.
-	-	-	27,170.	19,108.
$ 53,819.	$12,163.	$ 567.	$ 2,945,896.	$ 2,877,632.

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

CALHOUN COUNTY, GEORGIA
FIDUCIARY FUNDS - AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED DECEMBER 31, 2010

	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
Tax Commissioner				
ASSETS				
Cash	$ 2,012,468.	$4,313,744.	$4,254,870.	$2,071,342.
Uncollected Taxes	817,922.	3,299,040.	3,312,261.	804,701.
Total Assets	2,830,390.	7,612,784.	7,567,131.	2,876,043.
LIABILITIES				
Funds Held for Others	2,012,468.	4,313,744.	4,254,870.	2,071,342.
Uncollected Taxes Due Governments	817,922.	3,299,040.	3,312,261.	804,701.
Total Liabilities	2,830,390.	7,612,784.	7,567,131.	2,876,043.
Probate Court				
ASSETS				
Cash	6,187.	76,874.	79,757.	3,304.
LIABILITIES				
Funds Held for Others	6,187.	76,874.	79,757.	3,304.
Clerk of Superior Court				
ASSETS				
Cash	29,922.	117,797.	93,900.	53,819.
LIABILITIES				
Funds Held for Others	29,922.	117,797.	93,900.	53,819.
Sheriff				
ASSETS				
Cash	7,882.	61,947.	57,666.	12,163.
LIABILITIES				
Funds Held for Others	7,882.	61,947.	57,666.	12,163.
Magistrate Court				
ASSETS				
Cash	3,251.	117,547.	120,231.	567.
LIABILITIES				
Funds Held for Others	$ 3,251.	$ 117,547.	$ 120,231.	$ 567.

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

COMPONENT UNITS

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
COMBINING BALANCE SHEET
JUNE 30, 2010
(FISCAL YEAR END OF THE COMPONENT UNIT)

ASSETS	
Cash on Hand and in Bank	$ 129,059.
Accounts Receivable	4,764.
Due from DHR	2,821.
Total Assets	136,644.
LIABILITIES	
Accounts Payable	2,660.
Retirement Payable	-
Due to DHR	-
Total Liabilities	2,660.
FUND EQUITY	
Fund Balance:	
Reserved	71,527.
Unreserved	62,457.
Total Fund Equity	133,984.
Total Liabilities and Fund Equity	$ 136,644.

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

CALHOUN COUNTY, GEORGIA
CALHOUN COUNTY BOARD OF HEALTH - COMPONENT UNIT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
JUNE 30, 2010
(FISCAL YEAR END OF THE COMPONENT UNIT)

REVENUES	
Georgia Department of Human Resources	
Grant-In-Aid	$ 89,529.
County Participating	57,166.
Outpatient and Other Fees	46,996.
Intra/Inter Agency	37,318.
Total Revenues	231,009.
EXPENDITURES	
Salaries	133,800.
Fringe Benefits	50,952.
Travel	349.
Supplies and Materials	5,851.
Communications	3,795.
Repairs and Maintenance	4,222.
Other Operating Expenses	19,823.
Intra/Inter Agency	8,062.
Utilities	8,505.
Equipment	2,164.
Total Expenditures	237,523.
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,514.)
FUND BALANCE - BEGINNING	140,498.
FUND BALANCE - ENDING	$ 133,984.

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

GWA
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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of County Commissioners
Calhoun County, Georgia
Morgan, Georgia 31766

Gentlemen:

We have audited the financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Calhoun County, Georgia, other than the financial statements of the Calhoun County Board of Health Component Unit, as of and for the year ended December 31, 2010, which collectively comprise Calhoun County, Georgia's basic financial statements and have issued our report thereon dated March 9, 2011. We did not audit the financial statements of the Calhoun County Board of Health Component Unit, which statements reflect total assets of $136,644. as of December 31, 2010, and total revenues of $231,009. for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the Calhoun County Board of Health Component Unit, 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.

Internal Control Over Financial Reporting

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

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 misstatements on a timely basis. A material weakness is a deficiency, or 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.

MEMBERS:
THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

GREGORY R. GARLAND, C.P.A. **GGARLAND@GARLANDWILLIAMS.COM**
WILLIAM H. WILLIAMS, JR., CPA **WILLCPA@AOL.COM**

THE GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Calhoun County, Georgia's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 tor other matters hat are required to be reported under *Government Auditing Standards.*

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

Respectfully submitted,

Garland, Williams & Associates

GARLAND, WILLIAMS & ASSOCIATES

March 9, 2011

GWA
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CERTIFIED PUBLIC ACCOUNTANTS
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INDEPENDENT AUDITORS' REPORT ON THE SCHEDULE OF SPECIAL PURPOSE LOCAL OPTION SALES TAX

Board of County Commissioners
Calhoun County, Georgia
Morgan, Georgia 31766

Gentlemen:

We have audited the accompanying Schedule of Special Purpose Local Option Sales Tax for Calhoun County, Georgia for the year ended December 31, 2010. This schedule is the responsibility of Calhoun County, Georgia's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule of Special Purpose Local Option Sales Tax are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule of Special Purpose Local Option Sales Tax. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedule of Special Purpose Local Option Sales Tax. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Schedule of Special Purpose Local Option Sales Tax were prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121 on the modified accrual basis of accounting and is not intended to be a complete presentation of Calhoun County, Georgia's revenues and expenditures.

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above present fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project in Calhoun County, Georgia's resolutions or ordinances calling for the tax for the year ended December 31, 2010, in conformity with accounting principles generally accepted in the United States of America.

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

Respectfully submitted,

Garland, Williams & Associates

GARLAND, WILLIAMS & ASSOCIATES

March 9, 2011

CALHOUN COUNTY, GEORGIA
YEAR ENDED DECEMBER 31, 2010
SCHEDULE OF PROJECTS CONSTRUCTED
WITH 2007-2013 SPECIAL SALES TAX PROCEEDS

		* Original Estimated Cost	Expenditures Prior Years	Expenditures Current Year	Expenditures Total	Estimated Percentage of Completion
	PROJECTS					
1.	Road, Street and Bridge Purposes.	$ 974,999.	$ 557,815.	$ 259,642.	$ 817,457.	83.8%
2.	Retirement of Previously Incurred General Obligation Debt.	500,000.	177,021.	29,505.	206,526.	41.3%
3.	County Landfill.	25,000.	21,823.	7,086.	28,909.	115.6%
4.	Capital Outlay Projects for the Use or the Benefit of the Citizens of the Entire County Consisting of Administrative Buildings, County Jail, and Other County Buildings:	375,000.				33.3%
	a. Library improvements		9,537.	-	9,537.	
	b. Courthouse Improvements		33,671.	6,727.	40,398.	
	c. Jail and Sheriff's Department improvements		4,843.	-	4,843.	
	d. Health Department improvements		17,278.	-	17,278.	
	e. EMS Station improvements		4,903.	-	4,903.	
	f. Fire Department equipment		21,008.	-	21,008.	
	g. Sheriff Department vehicles		26,118.	-	26,118.	
	h. Fire Department building		690.	-	690.	
5.	Capital Outlay Projects for the following municipalities:					
	a. Edison	211,563.	66,996.	42,313.	109,309.	51.7%
	b. Arlington	183,313.	58,048.	36,662.	94,710.	51.7%
	c. Leary	105,125.	33,290.	21,025.	54,315.	51.7%
	d. Morgan	125,000.	39,583.	25,000.	64,583.	51.7%
	Totals	$2,500,000.	$ 1,072,624.	$ 427,960.	$ 1,500,584.	60.0%

* There have been no changes in original estimated costs.

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE SCHEDULE OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of County Commissioners
Calhoun County Georgia
Morgan, Georgia 31766

Gentlemen:

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Calhoun County, Georgia, other than the financial statements of the Calhoun County Board of Health Component Unit, as of and for the year ended December 31, 2010, which collectively comprise Calhoun County, Georgia's basic financial statements and have issued our report thereon dated March 9, 2011. We did not audit the financial statements of the Calhoun County Board of Health Component Unit, which statements reflect total assets of $136,644. as of December 31, 2010, and total revenues of $231,009. for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the Calhoun County Board of Health Component Unit, 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.

Internal Control Over Financial Reporting

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

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 misstatements on a timely basis. A material weakness is a deficiency, or 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.

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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Calhoun County, Georgia's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 tor other matters hat are required to be reported under *Government Auditing Standards.*

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

Respectfully submitted,

Garland, Williams & Associates

GARLAND, WILLIAMS & ASSOCIATES

March 9, 2011

CALHOUN COUNTY, GEORGIA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2010

INTERNAL CONTROL OVER FINANCIAL REPORTING

-None-

COMPLIANCE AND OTHER MATTERS

-None-

CALHOUN COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2010

INTERNAL CONTROL OVER FINANCIAL REPORTING

-None-

COMPLIANCE AND OTHER MATTERS

-None-