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COLQUITT COUNTY, GEORGIA

Annual Financial Report

For the Year Ended June 30, 2007

COLQUITT COUNTY, GEORGIA
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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
of Colquitt County, Georgia
Moultrie, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Colquitt County, Georgia, as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Colquitt County, Georgia's elected officials and management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Colquitt County Health Department, which statements reflect total assets of $1,099,705 as of June 30, 2007 and net revenues of $1,874,582 for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Colquitt County Health Department, is based 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 the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Colquitt County, Georgia, as of June 30, 2007, and the respective changes in financial position and cash flows, 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.

L.A. Bowen, Jr., C.P.A.
Jane Freeman Phillips, C.P.A.
Tom E. Carmichael, Jr., C.P.A.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 6, 2008, on our consideration of Colquitt County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 considered in assessing 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 the Governmental Accounting Standards Board. 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 opinions on the financial statements that collectively comprise Colquitt County, Georgia's basic financial statements. The combining and individual fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of Colquitt County, Georgia. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The accompanying schedule of Special Purpose Local Option Sales Tax Expenditures is presented for purposes of additional analysis as required by Official Code of Georgia 48-8-121, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Bowar, Phillips & Carmichael, LLP

March 6, 2008
Tifton, Georgia

Management's Discussion and Analysis

As management of Colquitt County, Georgia, we offer readers of our financial statements this narrative overview and analysis of the financial activities of the County for the year ended June 30, 2007. We encourage readers to read the information presented here in conjunction with the County's financial statements, which follow this narrative.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities as of June 30, 2007 by $69,430,303.
- The County's total net assets increased by $2,468,664.
- As of June 30, 2007, the County's governmental funds reported combined ending fund balances of $15,670,440, a decrease of $379,768 in comparison to the prior year. Approximately 35% of the combined fund balances, $5,469,320 is considered unreserved and is available for spending at the County's discretion.
- As of June 30, 2007, unreserved fund balance of the general fund was $5,469,320, an increase of $1,286,052 in comparison to the prior year.
- The County's total long-term debt decreased by $356,638 during the current year. The decrease is the result of payments on existing debt.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—*management's discussion and analysis* (this section), the *basic financial statements*, and *supplementary information* that presents combining statements for nonmajor governmental funds. The County's basic financial statements consist of the following elements:

Government-wide Financial Statements

Government-wide financial statements provide both long-term and short-term information about the County's overall financial condition. Changes in the County's financial position may be measured over time by increases and decreases in the Statement of Net Assets. Information on how the County's net assets changed during the year is presented in the Statement of Activities.

Fund Financial Statements

Fund financial statements focus on individual parts of the County, reporting the County's operations in more detail than the government-wide financial statements. Fund financial statements include the statements for governmental, proprietary, and fiduciary funds. Financial statements for the County's component units are also presented.

Notes to the Financial Statements

Notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements.

Table 1 below summarizes the major features of the basic financial statements.

Table 1
Major Features of the Basic Financial Statements

		Fund Financial Statements		
	Government-wide Statements	**Governmental Funds**	**Proprietary Funds**	**Fiduciary Funds**
Scope	Entire County government (except fiduciary funds) and the County's component units	Activities of the County that are not proprietary or fiduciary	Activities of the County that are operated similar to private business	Instances where the County is the trustee or agent for someone else's resources
Required financial statements	Statement of Net Assets Statement of Activities	Balance Sheet Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Net Assets Statement of Revenues, Expenditures, and Changes in Net Assets Statement of Cash Flows	Statement of Fiduciary Net Assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Condensed Statement of Net Assets

Table 2 below presents the County's condensed statement of net assets as of June 30, 2007 and 2006.

Table 2
Condensed Statement of Net Assets

	Governmental Activities		Business – type Activities		Total	
	2007	2006	2007	2006	2007	2006
Assets						
Current and other assets	$ 16,786,560	$ 17,560,432	$ (168,765)	$ 373,403	$ 16,617,795	$ 17,933,835
Capital assets	58,320,927	56,384,373	1,404,340	504,670	59,725,267	56,889,043
Total assets	75,107,487	73,944,805	1,235,575	878,073	76,343,062	74,822,878
Liabilities						
Other liabilities	1,116,120	1,835,224	20,759	218,497	1,136,879	2,053,721
Long-term liabilities	4,724,790	4,756,428	1,051,090	1,051,090	5,775,880	5,807,518
Total liabilities	5,840,910	6,591,652	1,071,849	1,269,587	6,912,759	7,861,239
Net assets						
Invested in capital assets, net of related debt	54,012,372	51,835,408	353,250	--	54,365,622	51,835,408
Restricted	10,201,120	11,866,940	--	--	10,201,120	11,866,940
Unrestricted	5,053,085	3,650,805	(189,524)	(391,514)	4,863,561	3,259,291
Total net assets	$ 69,266,577	$ 67,353,153	$ 163,726	$ (391,514)	$ 69,430,303	$ 66,961,639

The largest component of the County's net assets is its' investment in capital assets (i.e. land, buildings, equipment, infrastructure and other), less any related debt outstanding that was needed to acquire or construct the assets. The County uses these capital assets to provide services to the citizens and businesses in the County; consequently, these net assets are not available for future spending. Restricted net assets represent resources that are subject to external restrictions, constitutional provisions, or enabling legislation on how they can be used. The remaining portion of net assets is unrestricted, which can be used to finance government operations.

Condensed Statement of Activities

Table 3 below presents the County's condensed statement of activities for the years ended June 30, 2007 and 2006. Over time, increases or decreases in net assets measure whether the County's financial position is improving or deteriorating.

Table 3
Condensed Statement of Activities

	Governmental Activities		Business – type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues						
Program revenues:						
Charges for services	$ 2,950,614	$ 3,659,846	$ 2,182,454	$ 1,752,811	$ 5,133,068	$ 5,412,657
Operating grants and contributions	2,493,915	1,907,118	--	--	2,493,915	1,907,118
Capital grants and contributions	--	--	--	--	--	--
General revenues:						
Property taxes	13,456,075	12,521,456	--	--	13,456,075	12,521,456
Local option sales taxes	5,693,576	5,581,965	--	--	5,693,576	5,581,965
Other taxes	1,190,219	1,126,724	--	--	1,190,219	1,126,724
Grants and contributions not restricted to specific programs	--	--	--	--	--	--
Investment income	605,650	438,346	6,175	2,002	611,825	440,348
Gain on sale of capital assets	52,825	22,100	--	--	52,825	22,100
Other revenues	586,271	1,103,338	--	--	586,271	1,103,338
Total revenues	27,029,145	26,360,893	2,188,629	1,754,813	29,217,774	28,115,706
Expenses						
General government	5,881,212	5,239,943	--	--	5,881,212	5,239,943
Public safety	8,435,609	8,374,033	--	--	8,435,609	8,374,033
Court system	1,998,255	1,841,982	--	--	1,998,255	1,841,982
Roads and bridges	5,396,612	5,404,197	--	--	5,396,612	5,404,197
Public health and welfare	533,424	579,868	--	--	533,424	579,868
Recreation	701,763	600,720	--	--	701,763	600,720
Library	435,473	368,645	--	--	435,473	368,645
Economic development	1,195,592	919,595	--	--	1,195,592	919,595
Solid waste management	--	--	1,899,035	1,759,503	1,899,035	1,759,503
Interest - long-term debt	229,406	245,591	42,729	--	272,135	245,591
Total expenses	24,807,346	23,574,574	1,941,764	1,759,503	26,749,110	25,334,077
Increase (decrease) in net assets before transfers	2,221,799	2,786,319	246,865	(4,690)	2,468,664	2,781,629
Transfers	(308,375)	--	308,375	--	--	--
Change in net assets	$ 1,913,424	$ 2,786,319	$ 555,240	$ (4,690)	$ 2,468,664	$ 2,781,629

During the year ended June 30, 2007, the net assets of the County increased $2,468,664. Total revenues for 2007 increased $1,102,068 over 2006. The major factor in this increase was increased revenues in the general fund of $934,619 in property taxes. Total expenses for 2007 increased $1,415,033 over 2006. The major factor in this increase was $641,269 in expenses for general government, increases in security expenses for the court system of $156,273, and recreation, economic and development costs and expenses of $377,040. The increase in net assets is mainly due to the increased revenues in property taxes, local option sales taxes and other taxes, net of the increase in expenditures.

Approximately 17.6% of the County's revenues were derived from charges for services and approximately 19.5% came from local option sales taxes. The largest portion of the County's revenue, 46.1%, came from property taxes. The County's expenses cover a range of services with 31.5% related to public safety, 21.9% related to general government which include the Tax Commissioner and Tax Assessor, and 20.2% related to roads and bridges.

Program Expenses and Revenues for Governmental Activities

Table 4 below presents program expenses and revenues for governmental activities for the years ended June 30, 2007 and 2006.

Table 4
Program Expenses and Revenues
For Governmental Activities

Programs	Program Expenses 2007	Program Expenses 2006	Program Revenues 2007	Program Revenues 2006	Net Program (Expenses) Revenues 2007	Net Program (Expenses) Revenues 2006
General government	$ 5,881,212	$ 5,239,943	$ 162,720	$ 344,680	$ (5,718,492)	$ (4,902,558)
Public safety	8,435,609	8,374,033	2,737,111	2,627,367	(5,698,498)	(5,739,371)
Court system	1,998,255	1,841,982	1,006,282	899,368	(991,973)	(942,614)
Roads and bridges	5,396,612	5,404,197	1,113,085	1,646,073	(4,283,527)	(3,758,124)
Public health and welfare	533,424	579,868	67,158	49,476	(466,266)	(530,392)
Recreation	701,763	600,720	--	--	(701,763)	(600,720)
Library	435,473	368,645	--	--	(435,473)	(368,645)
Economic development	1,195,592	919,595	358,173	--	(837,419)	(919,595)
Interest on long-term debt	229,406	245,591	--	--	(229,406)	(245,591)
Totals	$ 24,807,346	$ 23,574,574	$ 5,444,529	$ 5,566,964	$ (19,362,817)	$ (18,007,610)

Program revenues are allocated based on which program collects the revenue. Overall, program revenues were not sufficient to cover program expenses for governmental activities. The net program expenses of these governmental activities were therefore supported by general revenues, consisting mainly of taxes.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

The focus of the County's governmental funds is to provide information on near-term inflows and outflows and the balance of resources available for spending. Such information is useful in assessing the County's financing requirements. In particular, unreserved, undesignated fund balances may serve as a useful measure of a government's net resources available for spending at the end of the year.

As of June 30, 2007, the County's governmental funds reported a combined ending fund balance of $15,670,440, with $5,469,320 reported as unreserved fund balance and the remaining amount of $10,201,120 reserved for specific purposes.

The general fund is the operating fund of the County. As of June 30, 2007, unreserved fund balance of the general fund was $5,469,320 and total fund balance was $5,469,320. As a measure of the general fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unreserved fund balance represents 28.9% of the total general fund expenditures, while total fund balance represents 28.9%. The net change in the general fund's fund balance for the year ended June 30, 2007, was an increase of $1,286,052 or 31%. The reason for the increase in the fund balance was due primarily to the County's increased

revenues from property taxes, local option sales taxes and other taxes and licenses. All other revenue sources and expenditures were consistent with prior year revenue sources and expenditures.

GENERAL FUND BUDGETARY HIGHLIGHTS

Generally, budget amendments fall into one of the following categories: 1) amendments made to adjust the estimates that are used to prepare the original budget once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services. Overall differences between the original general fund budget to the final amended budget were minimal.

The actual revenues of the general fund were less than final budgeted amounts by $3,806,481 for the year ended June 30, 2007. The major factors contributing to this difference were State grants for road contracts that were not funded in the current year.

The actual expenditures of the general fund were less than final budgeted amounts by $5,811,253 for the year ended June 30, 2007. The major factor contributing to this difference was $5,414,242 in budgeted expenditures for roads and bridges that were not incurred due to the decrease in State grants.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2007, the County reported $59,725,267 in capital assets. Major capital asset transactions during the year included the acquisition of machinery and equipment and County road construction. Refer to Note G of the Notes to Financial Statements for additional information on capital assets.

Long-term Debt

At June 30, 2007, The County reported notes payable of $5,359,645. Refer to Note H of the Notes to Financial Statements for additional information on long-term debt.

NEXT YEAR'S BUDGET

The 2008 budget, as amended, contained total expenditures of $27,280,267, a 9% increase over the 2007 final budgeted amounts.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. Questions about this report or requests for additional information may be addressed to:

Colquitt County Finance Department
P. O. Box 517
Moultrie, Georgia 31776 – 0517
Telephone: (229) 616-7400

Basic Financial Statements

COLQUITT COUNTY, GEORGIA
STATEMENT OF NET ASSETS
June 30, 2007

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and cash equivalents	$ 3,177,859	$ 1,323,561	$ 4,501,420	$ 1,485,306
Investments - Georgia Fund 1	697,380	-	697,380	-
Accounts receivable, net	103,140	178,130	281,270	10,410
Property tax receivable	-	-	-	-
Inventories	-	-	-	-
Due from other governments	237,632	-	237,632	202,646
Interfund balances	1,670,456	(1,670,456)	-	-
Restricted assets:				
Cash and cash equivalents	1,065,610	-	1,065,610	175,283
Investments - Georgia Fund 1	8,925,358	-	8,925,358	-
Sales tax receivable	909,125	-	909,125	-
Capital assets:				-
Land	2,819,565	573,485	3,393,050	-
Construction in progress	-	-	-	-
Other capital assets, net of accumulated depreciation	55,501,362	830,855	56,332,217	43,088
Total assets	75,107,487	1,235,575	76,343,062	1,916,733
LIABILITIES				
Accounts payable	174,507	-	174,507	4,042
Accrued expenses	801,049	20,759	821,808	23,865
Due to other governments	-	-	-	53,585
Liabilities payable from restricted assets	140,564	-	140,564	-
Long-term liabilities:				
Due within one year	575,081	1,051,090	1,626,171	-
Due in more than one year	4,149,709	-	4,149,709	106,759
Total liabilities	5,840,910	1,071,849	6,912,759	188,251
NET ASSETS				
Invested in capital assets, net of related debt	54,012,372 ✓	353,250 ✓	54,365,622 ✓	22,483 ✓
Restricted for:				
Debt service	834,717	-	834,717	-
Capital projects	8,828,393	-	8,828,393	-
Public safety	-	-	-	-
Public services	538,010	-	538,010	889,400
Unrestricted	5,053,085	(189,524)	4,863,561	816,599
Total net assets	$ 69,266,577 ✓	$ 163,726 ✓	$ 69,430,303 ✓	$ 1,728,482 ✓

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2007

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue
Primary Government:					
Governmental activities:					
General government	$ 5,881,212	$ 158,978	$ 3,742	$ -	$ (5,718,492)
Public safety	8,435,609	713,655	2,023,456	-	(5,698,498)
Court system	1,998,255	974,042	32,240	-	(991,973)
Roads and bridges	5,396,612	1,103,939	9,146	-	(4,283,527)
Public health and welfare	533,424	-	67,158	-	(466,266)
Recreation	701,763	-	-	-	(701,763)
Library	435,473	-	-	-	(435,473)
Economic development	1,195,592	-	358,173	-	(837,419)
Interest on long-term debt	229,406	-	-	-	(229,406)
Total governmental activities	24,807,346	2,950,614	2,493,915	-	(19,362,817)
Business-type activities:					
Solid waste management	1,941,764	2,182,454	-	-	240,690
Total business-type activities	1,941,764	2,182,454	-	-	240,690
Total primary government	26,749,110	5,133,068	2,493,915	-	(19,122,127)
Component units:					
Colquitt County Health Department	1,866,552	668,429	1,206,153	-	8,030
Moultrie - Colquitt County Library	745,490	128,778	707,672	-	90,960
Total component units	$ 2,612,042	$ 797,207	$ 1,913,825	$ -	$ 98,990

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF ACTIVITIES (continued)
For the Year Ended June 30, 2007

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Units
Change in net assets:				
Net (expense) revenue	$ (19,362,817)	$ 240,690	$ (19,122,127)	$ 98,990
General revenues:				
Taxes:				
Property taxes	13,456,075	-	13,456,075	-
Local option sales taxes	5,693,576	-	5,693,576	33,089
Other taxes	1,190,219	-	1,190,219	-
Grants and contributions not restricted to specific programs	-	-	-	-
Investment income	605,650	6,175	611,825	3,597
Gain on sale of capital assets	52,825	-	52,825	
Other revenues	586,271	-	586,271	665
Transfers	(308,375)	308,375	-	-
Total general revenues and transfers	21,276,241	314,550	21,590,791	37,351
Change in net assets	1,913,424 ✓	555,240 ✓	2,468,664 ✓	136,341
Net assets, beginning of year	67,353,153 ✓	(391,514) ✓	66,961,639 ✓	1,592,141 ✓
Net assets, end of year	$ 69,266,577 ✓	$ 163,726 ✓	$ 69,430,303 ✓	$ 1,728,482 ✓

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2007

	General Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	$ 3,073,716	$ -	$ -	$ 3,073,716
Investments - Georgia Fund 1	466,981	-	-	466,981
Accounts receivable, net	103,140	-	-	103,140
Property tax receivable	-	-	-	-
Inventories	-	-	-	-
Due from other governments	237,632	-	-	237,632
Due from General Fund	-	-	800,000	800,000
Due from other funds	3,012,710	-	18,209	3,030,919
Restricted assets:				
Cash and cash equivalents	16,155	486,228	563,227	1,065,610
Investments - Georgia Fund 1	-	8,925,358	-	8,925,358
Sales tax receivable	-	909,125	-	909,125
Total assets	6,910,334	10,320,711	1,381,436	18,612,481
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	174,507	-	-	174,507
Accrued expenses	197,871	-	-	197,871
Due to General Fund	-	1,333,545	8,709	1,342,254
Due to other funds	1,068,636	18,209	-	1,086,845
Liabilities payable from restricted assets	-	140,564	-	140,564
Total liabilities	1,441,014	1,492,318	8,709	2,942,041
Fund balances				
Reserved for:				
Public services	-	-	538,010	538,010
Debt service	-	-	834,717	834,717
Specific projects	-	8,828,393	-	8,828,393
Unreserved	5,469,320	-	-	5,469,320
Total fund balances	5,469,320 ✓	8,828,393 ✓	1,372,727 ✓	15,670,440 ✓
Total liabilities and fund balances	$ 6,910,334	$ 10,320,711	$ 1,381,436	$ 18,612,481

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS
June 30, 2007

Total governmental fund balances	$	15,670,440
Amounts reported for governmental activities in the statement of activities are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		58,320,927
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Environmental remediation liability		(210,000)
Notes payable		(4,308,555)
Compensated absences		(206,235)
Net assets of governmental activities	$	69,266,577

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2007

	General Fund	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property taxes	$ 13,456,075	$ -	$ -	$ 13,456,075
Local option sales taxes	-	5,693,576	-	5,693,576
Other taxes and licenses	1,190,219	-	-	1,190,219
Fines, forfeitures and fees	2,193,970	-	756,644	2,950,614
Investment income	126,556	473,653	5,441	605,650
Intergovernmental	2,126,596	367,319	-	2,493,915
Other revenues	560,174	26,097	-	586,271
Total revenues	19,653,590	6,560,645	762,085	26,976,320
EXPENDITURES				
Current:				
General government	3,498,547	1,886,593	-	5,385,140
Public safety	8,159,168	4,811	-	8,163,979
Court system	1,832,557	-	-	1,832,557
Roads and bridges	3,451,899	4,951,691	-	8,403,590
Public health and welfare	355,509	26,557	20,223	402,289
Recreation	698,826	-	-	698,826
Library	379,158	-	-	379,158
Economic development	95,000	1,100,592	-	1,195,592
Capital projects	-	166,253	-	166,253
Debt service:				
Principal	243,748	-	-	243,748
Interest	229,406	-	-	229,406
Total expenditures	18,943,818	8,136,497	20,223	27,100,538
Excess (deficiency) of revenues over expenditures	709,772	(1,575,852)	741,862	(124,218)
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	523,455	-	800,000	1,323,455
Transfers to other funds	-	(1,049,600)	(582,230)	(1,631,830)
Sale of capital assets	52,825	-	-	52,825
Long - term debt issued	-	-	-	-
Total other financing sources (uses)	576,280	(1,049,600)	217,770	(255,550)
Net change in fund balances	1,286,052	(2,625,452)	959,632	(379,768)
Fund balances, beginning of year	4,183,268	11,453,845	413,095	16,050,208
Fund balances, end of year	$ 5,469,320	$ 8,828,393	$ 1,372,727	$ 15,670,440

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2007

Net change in fund balances - total governmental funds	$	(379,768)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.		
Capital asset purchases capitalized		4,631,383
Depreciation expense		(2,694,829)
In the Statement of Activities, only the gain or loss on the sale or disposal of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold or disposed.		
Total proceeds from sale or disposal		(52,825)
Total gain or (loss) on sale or disposal		52,825
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Debt issued		-
Debt payments made		243,748
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Environmental remediation		115,000
Compensated absences		(2,110)
Change in net assets of governmental activities	$	1,913,424

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Property taxes	$ 13,144,689	13,144,689	$ 13,456,075	$ 311,386
Local option sales taxes	-		-	-
Other taxes and licenses	1,120,000	1,120,000	1,190,219	70,219
Fines, forfeitures and fees	6,748,912	6,748,912	2,193,970	(4,554,942)
Investment income	17,200	17,200	126,556	109,356
Intergovernmental	1,901,717	1,901,717	2,126,596	224,879
Other revenues	527,553	527,553	560,174	32,621
Total revenues	23,460,071	23,460,071	19,653,590	(3,806,481)
EXPENDITURES				
Current:				
General government				
County commissioners	165,501	173,880	173,880	-
Administrator and county clerk	195,729	199,836	199,836	-
Finance	71,346	71,297	71,090	207
Accounting	485,432	485,644	485,644	-
Registrar.	20,298	16,532	16,531	1
Purchasing	135,323	116,190	112,474	3,716
Legal	23,982	47,852	47,852	-
Addressing / Computer maintenance	156,752	144,252	141,735	2,517
Human resources	29,286	27,286	26,944	342
Tax commissioner	385,283	399,175	398,616	559
Tax assessor	527,700	513,633	513,276	357
Risk management	300,000	270,385	269,986	399
Building and grounds	370,685	369,935	342,235	27,700
Technical construction and maintenance	362,458	362,458	362,452	6
County agent	170,074	170,074	159,038	11,036
Forest resources	7,922	7,922	7,924	(2)
Building inspection	107,881	145,881	145,530	351
General administration	22,144	23,505	23,504	1
Total general government	3,537,796	3,545,737	3,498,547	47,190

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Public safety				
Sheriff	260,785	260,699	243,082	17,617
Criminal investigations	349,329	351,329	344,954	6,375
Uniform patrol	1,318,442	1,318,442	1,287,249	31,193
Records and identifications	115,153	115,239	115,239	-
DARE program	317,244	235,044	214,522	20,522
Court services	73,196	185,196	182,488	2,708
Drug task force	398,052	328,752	327,960	792
Jail	2,523,545	2,566,545	2,565,901	644
Correctional institute	1,264,821	1,264,821	1,182,074	82,747
Correctional institute - medical services	140,210	138,211	129,426	8,785
Fire fighting	416,750	416,750	416,750	-
Ambulance services	69,200	92,900	92,890	10
Coroner	44,578	43,878	35,358	8,520
E-911 service	969,249	969,099	947,849	21,250
Animal control	62,120	62,270	62,220	50
Emergency management	23,348	23,348	11,206	12,142
Total public safety	8,346,022	8,372,523	8,159,168	213,355
Court system				
Superior court	221,380	221,380	181,156	40,224
Clerk of superior court	454,954	454,954	444,439	10,515
District attorney	177,105	177,617	177,617	-
State court	158,115	158,115	144,433	13,682
Magistrate court	242,432	242,432	239,176	3,256
Probate court	324,875	324,875	278,946	45,929
Juvenile court	102,092	102,092	98,615	3,477
Public defender	268,178	268,178	268,175	3
Total court system	1,949,131	1,949,643	1,832,557	117,086
Roads and bridges				
Roads and bridges	3,654,217	3,609,004	3,173,029	435,975
Road contracts	4,976,196	4,976,196	-	4,976,196
Shop	281,604	280,941	278,870	2,071
Total roads and bridges	8,912,017	8,866,141	3,451,899	5,414,242
Public health and welfare				
Health department	210,000	210,000	210,000	-
Mental health	20,757	20,757	20,757	-
Family and children services	25,250	25,250	75,230	(49,980)
Welfare	55,500	38,600	37,522	1,078
Museums	12,000	12,000	12,000	-
Civic auditorium	-	-	-	-
Total public health and welfare	323,507	306,607	355,509	(48,902)

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Recreation	681,927	698,827	698,826	1
Library	374,461	385,383	379,158	6,225
Economic development	95,000	95,000	95,000	-
Capital projects	-		-	-
Debt service:				
Principal	535,210	535,210	243,748	291,462
Interest	-	-	229,406	(229,406)
Total expenditures	24,755,071	24,755,071	18,943,818 ✓	5,811,253
Excess (deficiency) of revenues over expenditures	(1,295,000)	(1,295,000)	709,772	2,004,772
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	1,275,000	1,275,000	523,455	(751,545)
Transfers to other funds	-	-	-	-
Sale of capital assets	20,000	20,000	52,825	32,825
Long - term debt issued	-	-	-	-
Total other financing sources (uses)	1,295,000	1,295,000	576,280	(718,720)
Net change in fund balances	-	-	1,286,052 ✓	1,286,052
Fund balances, beginning of year	4,183,268	4,183,268	4,183,268 ✓	-
Fund balances, end of year	$ 4,183,268	$ 4,183,268	$ 5,469,320 ✓	$ 1,286,052

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2007

	Business-Type Activity	Governmental Activity
	Solid Waste Management Fund	Internal Service Fund
ASSETS		
Current assets		
Cash and cash equivalents	$ 1,323,561	$ 104,143
Investments - Georgia Fund 1	-	230,399
Accounts receivable, net	178,130	-
Due from general fund	-	268,636
Total current assets	1,501,691	603,178
Non - current assets		
Land	573,485	-
Capital assets, net of accumulated depreciation	830,855	-
Total assets	2,906,031	603,178
LIABILITIES		
Current liabilities		
Accounts payable	-	-
Accrued liabilities	20,759	-
Accrued claims payable	-	603,178
Due to General Fund	1,670,456	-
Long-term liabilities:		
Due within one year	1,051,090	
Due in more than one year	-	
Total current liabilities	2,742,305	603,178
Total liabilities	2,742,305	603,178
NET ASSETS		
Invested in capital assets, net of related debt	353,250	-
Unrestricted (deficit)	(189,524)	-
Total net assets	$ 163,726 ✓	$ -

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Year Ended June 30, 2007

	Business-Type Activity	Governmental Activity
	Solid Waste Management Fund	Internal Service Fund
OPERATING REVENUES		
Charges for services	$ 2,182,454	1,750,451
OPERATING EXPENSES		
Salaries	546,022	-
Employee benefits	187,246	-
General and administrative	301,420	-
Depreciation	109,670	
Collection and transport fees	754,677	-
Insurance claims and expenses	-	1,773,880
Total operating expenses	1,899,035	1,773,880
Operating income (loss)	283,419	(23,429)
NON - OPERATING REVENUES (EXPENSES)		
Interest income	6,175	23,429
Interest expense	(42,729)	
Income (loss) before contributions and transfers	246,865	-
Capital contributions	-	-
Transfers from other funds	308,375	-
Transfers to other funds	-	-
Change in net assets	555,240 ✓	-
Net assets, beginning of year	(391,514) ✓	-
Net assets, end of year	$ 163,726 ✓	$ -

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2007

	Business-Type Activity	Governmental Activity
	Solid Waste Management Fund	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	$ 2,201,098	$ -
Cash received from interfund services provided	-	1,750,451
Other operating receipts	-	-
Cash payments to employees for services	(733,268)	-
Cash payments to other suppliers of goods and services	(1,271,134)	(1,735,208)
Net cash provided (used) by operating activities	196,696	15,243
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers from other funds	308,375	-
Transfers to other funds	-	-
Net change in Due from General Fund	-	(268,636)
Net change in Due to General Fund	681,214	(27,139)
Net cash provided (used) by noncapital financing activities	989,589	(295,775)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Interest paid	(25,430)	
Acquisition of assets	(1,009,340)	-
Net cash provided (used) by capital and related financing activities	(1,034,770)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Net change in investments	-	203,369
Interest received	6,175	23,429
Net cash provided (used) by investing activities	6,175	226,798
Net increase (decrease) in cash and cash equivalents	157,690	(53,734)
Cash and cash equivalents, beginning of year	1,165,871 ✓	157,877 ✓
Cash and cash equivalents, end of year	$ 1,323,561 ✓	$ 104,143 ✓
RECONCILIATION OF NET OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Net operating income (loss)	$ 283,419 ✓	$ (23,429) ✓
Adjustments to reconcile net operating income to net cash provided (used) by operating activities:		
Depreciation	109,670	-
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	18,644	-
Increase (decrease) in accounts payable	(215,037)	-
Increase (decrease) in accrued liabilities	-	-
Increase (decrease) in accrued claims payable	-	38,672
Net cash provided (used) by operating activities	$ 196,696 ✓	$ 15,243 ✓

See accompanying notes to financial statements.

COLQUITT COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2007

	Total Agency Funds
ASSETS	
Restricted assets:	
Cash and cash equivalents	$ 659,031
Accounts receivable, net	1,133
Property tax receivable	1,969
Total assets	662,133
LIABILITIES	
Due to other governments	942
Held as trustee	661,191
Total liabilities	$ 662,133

See accompanying notes to financial statements.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Colquitt County, Georgia have been prepared in conformity with generally accepted accounting principles as applied to government units. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

I. Reporting Entity

Colquitt County was created on February 25, 1856, under the provisions of an act by the General Assembly of Georgia. The County's governing authority is a seven-member Board of Commissioners with six members elected by the district and the chairman elected at large from the County. The County provides the following services as authorized by state law; public safety, court systems, public works, public health and welfare, and general administrative services.

The financial reporting entity has been determined by management, in accordance with generally accepted accounting principles, to be Colquitt County (the primary government) and its component units. A component unit is a legally separate organization for which the primary government is financially accountable or for which the nature and significance of its relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. In evaluating how to define the government for financial reporting purposes, management has considered all component units.

The criteria used to determine financial accountability are the ability of the primary government to appoint a voting majority of the organization's governing body, and effectively impose its will on the organization. Also, if there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government, financial accountability would exist. Based upon the application of these criteria, the following is a brief review of each component unit included in the County's reporting unit as discretely presented component units.

Colquitt County Health Department

The Colquitt County Board of Health administers the operations of the Colquitt County Health Department which provides public health services to the citizens of Colquitt County. The Georgia Department of Audits, Local Government Audit Section, has ruled that county boards of health should be considered component units of the county government for financial reporting purposes. The County appoints members of the Colquitt County Board of Health and provides funding annually in an amount sufficient to satisfy the local matching funds as required by the Georgia Department of Human Resources. The entity is reported as a governmental fund type component unit. Separate audited financial statements may be obtained from:

Colquitt County Health Department
P.O. Box 639
Moultrie, Georgia 31776

Moultrie-Colquitt County Library

The Moultrie-Colquitt County Library provides public library services with funding provided primarily by participating local governmental agencies and grants from the State of Georgia. The County appoints a majority of the Library's Board members and provides a majority of funding for its operations. The entity is reported as a governmental fund type component unit. Separate financial statements are not issued.

Joint Venture

Under Georgia law, the County is a member of the Southwest Georgia Regional Development Center (SGRDC) along with surrounding counties and municipalities and is required to pay dues thereto. The SGRDC is a multi-funded organization receiving funds from federal, state, and local agencies, plus member governments. Its purpose is to further the orderly growth, economic prosperity, and well-being of the people of the Southwest Georgia area. During the year ended June 30, 2007, the County paid dues to the SGRDC of approximately $23,504. Membership in an RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RDC in Georgia. The RDC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that member governments are liable for any debts or obligations of an RDC. Separate financial statements may be obtained from:

Southwest Georgia Regional Development Center
P.O. Box 346
Camilla, Georgia 31730

II. Government-Wide and Fund Financial Statements

The government-wide financial statements (Statement of Net Assets and Statement of Changes in Net Assets) report information on all non-fiduciary activities of the primary government and its component units. As a general rule, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is accountable.

The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

III. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government – Wide Financial Statements

The County's government-wide financial statements include a Statement of Net Assets and a Statement of Activities. These statements present summaries of Governmental and Business-Type activities for the County. Fiduciary activities of the County are not included in these statements.

These statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting,* as are the proprietary fund financial statements. The fiduciary fund financial statements are presented on the accrual basis. Accordingly, all the County's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in assets. Under the accrual basis of accounting,

revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the County are reported in three categories: 1) charges for services to customers who directly benefit from goods, services or privileges provided by a given function, 2) operating grants and contributions that are restricted to meeting the operational needs requirements of a particular function, and 3) capital grants and contributions that are restricted to meeting the capital needs requirements of a particular function.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated, however, those transactions between governmental and business-type activities have not been eliminated. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

In accordance with Statement of Accounting Standards No. 20, "*Accounting and Financial Reporting For* Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting," the County has elected to apply Governmental Accounting Standards Board (GASB) pronouncements as well as the following pronouncements issued on or before November 30, 1989 unless those pronouncements are inconsistent with GASB pronouncements: FASB Statements and Interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARB).

Fund Financial Statements

Governmental Fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. Governmental Fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Accordingly, only current assets and current liabilities are included on the Balance Sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Those revenues susceptible to accrual are property taxes, sales taxes, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year end on behalf of the government also are recognized as revenue. Fines are not susceptible to accrual because generally they are not measurable until received in cash. The County considers revenues to be available if they are collected within 60 days after year end.

The County reports the following major governmental funds:

General Fund is the principal fund of the County and is used to account for all of its activities not otherwise accounted for by a specified fund.

Capital Projects Funds are used to account for financial resources for the acquisition or construction of major capital facilities and improvements other than those financed by Proprietary Funds. These projects are financed through budget appropriations, revenue bonds, sales tax proceeds and general obligation sales tax, and capital leases. The County's Capital Projects Fund is used to account for the collection and disbursement of the 1% Special Local Option Sales Tax (SPLOST) and to account for grant monies received from the Department of Housing and Urban Development under the Community Development Block Grant Program.

Additionally the County reports the following fund types:

Special Revenue Funds are used to account for proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Debt Service Funds are utilized to account for the accumulation and disbursement of money needed to comply with the interest and principal redemption requirements of general obligation bond issues.

Proprietary Funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting* and are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds). Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise funds and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Enterprise Funds account for activities that are usually self-sustaining, principally through user charges for services rendered. The County has the following major enterprise fund:

> Solid Waste Management Fund - The Solid Waste Management Fund was established for the control of the operating revenue and expense of the County's solid waste management program.

Internal Service Funds account for the financing of goods and services provided by one department or agency to other departments or agencies of the government on a cost reimbursement basis.

Fiduciary Funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting* and are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. Agency funds generally are used to account for assets that the government holds on behalf of others as their agent. The County utilizes the following fiduciary funds:

> Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments, and the County departments.

Component Units: All component units are reported using the *economic resources measurement focus basis* and the *accrual basis of accounting*. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

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

Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles except that encumbrances are treated as budgeted expenditures in the year of the incurrence of the commitment to purchase. Encumbrances represent commitments related to unperformed contracts for goods or 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 utilized in the governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored through subsequent years' budget appropriations.

Cash and Investments

Cash and cash equivalents, as reported in the statement of cash flows, includes amounts in demand deposits, amounts with fiscal agents and investments with an original maturity at three months or less.

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

Investments are stated at fair value based on published quoted market prices. The fair values of investments in external investment pools are the same as the value of the pool shares.

Receivables

Receivables and Due from Other Governments represent funds to be received from other local governments, state grant in aid, state contracts, or federal funds. No allowance is deemed necessary for these receivables.

Outstanding balances between funds at the end of the fiscal year are referred to as either "Due From Other Funds" or "Due To Other Funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "Interfund Balances".

All trade and property tax receivables have been reduced to their estimated net realizable value and are shown net of an allowance for doubtful accounts. Estimated uncollectible amounts are based upon historical experience rates.

Inventories

Inventories of expendable supplies held for consumption are not considered material and are recorded as expenditures, or expenses, as appropriate, when purchased. Inventory in the General Fund consists of other supplies, which are recorded as assets at the time of purchase and as expenditures as the supplies are used. These inventories are valued at cost using the first-in, first-out (FIFO) method.

Proprietary fund inventories are valued at the lower of cost (weighted average and specific identification methods) or market. Governmental fund inventories are valued at cost using the FIFO method.

Prepaid Items

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

Restricted Assets

Proceeds from certain revenues and other resources in the General Fund, Special Revenue Funds and Capital Projects Fund are classified as restricted assets on the balance sheet because they are maintained in separate accounts and their use is limited by applicable statutes or agreements.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks and similar items) acquired after June 30, 1979, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The County's policy has set the capitalization threshold at $5,000 for reporting capital assets and at $50,000 for reporting infrastructure assets. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Property, plant and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

Buildings	25 – 40 years
Machinery and Equipment	5 – 10 years
Roads	40 years
Bridges	40 years

Compensated Absences

It is the policy of the County to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amounts when employees separate from service. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. Vacation pay does not accumulate and must be taken annually by the end of each calendar year. Upon separation of service, employees are paid for any unused vacation leave attributable to the current year.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the issue is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs are reported as debt service expenditures.

Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserved fund balances represent those portions of fund equity legally segregated for a specific future use or otherwise not appropriable for expenditure. Designated fund balances represent tentative management plans for future use of financial resources that are subject to change.

NOTE B - BUDGETS AND BUDGETARY ACCOUNTING

I. Budget Process

The annual budget document is the financial plan for the operation of the County. The budget process exists for the purpose of providing a professional management approach to the establishment of priorities and the implementation of work programs while providing an orderly means for control and evaluation of the County's financial position. An annual operating budget is prepared for the General, Special Revenue and Debt Service Funds.

The County follows the following procedures in establishing the budgetary data reflected in the financial statements:

1) Prior to June 1, the County Administrator submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2) Public notice of budget and tax proposals is provided in conformance with Georgia law.
3) Public hearings are conducted to obtain taxpayer comments.
4) Prior to July 1, the budget is formally adopted.

The County Finance Director is delegated the authority to transfer funds from one budget line-item to another within a department, provided the line-items are within the same budgetary category and departmental division. No increase in the overall budget can be made without the approval of the Board of Commissioners and amendment to the budget.

The General Fund is subject to budgetary control at the department level. The Special Revenue and Debt Service Funds are subject to budgetary control on an individual fund basis. Unencumbered appropriations in the annual operating budget lapse at fiscal year end.

All budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) except that encumbrances are treated as budgeted expenditures in the year the commitment to purchase is incurred. Because there were no encumbrances outstanding at the end of the year, all budgets are presented on a GAAP basis.

The County was in violation of certain contractual provisions in that it did not formally adopt budgets for the year ended June 30, 2007 for its Debt Service or Special Revenue Surcharge on Drug Cases Fund as required by the State of Georgia – Official Code of Georgia Annotated (O.C.G.A.) Section 36-81-3(b)(1). The County is implementing procedures to ensure that all required budgets are formally adopted in future years.

II. Capital Projects Budget

The construction of certain major capital facilities and improvements, which are accounted for by the County in the Capital Projects Fund, are subject to budgetary control on a project basis. The budgets are approved by the Board of Commissioners and are generally subject to specific provisions of voter referendums, State statutes, and/or grant agreements. Appropriations for a specific project do not lapse until completion of the project.

III. Excess of Expenditures Over Appropriations in the General Fund

The following departments incurred expenditures in excess of budgeted amounts for the year ended June 30, 2007:

Department	Excess of Expenditures Over Budgeted Amounts
General government	
Forest resources	$ 2
Public Health and welfare	
Family and children services	49,980

IV. Excess of Expenditures Over Appropriations in Individual Funds

The following funds incurred expenditures in excess of budgeted amounts for the year ended June 30, 2007:

Fund	Excess of Expenditures Over Budgeted Amounts
Surcharge on Drug Cases Fund	$ 15,000
Surcharge on Fines Fund	80,000

NOTE C - DEPOSITS AND INVESTMENTS

I. Cash on Deposit

For cash deposits, the bank balance is classified into three categories of credit risk:

1) Cash that is insured or collateralized with securities held by the government or by its agent in the government's name.
2) Cash collateralized with securities held by the pledging financial institution's trust department or agent in the government's name.
3) Cash collateralized with securities held by the pledging financial institution's trust department or agent, but not in the government's name, or uncollateralized.

The Georgia Code requires that depository institutions collateralize cash deposits of public funds. Depositories of public funds may secure deposits by the insurance of the F.D.I.C., pledged securities, or a combination of these methods. The market value of pledged securities shall be equal to or not less than 100 percent of the deposited public funds.

As of June 30, 2007, the carrying amount of the County's deposits was $6,226,061 and the bank balance was $7,806,119. The deposits were classified as follows:

	Category 1	2	3	Total
Bank balance	$ 248,384	$ 7,557,735	$ --	$ 7,806,119

As of June 30, 2007, the carrying amount of deposits for the Colquitt County Health Department was $864,166 and the bank balances were $977,500. The deposits were classified as follows:

	Category 1	2	3	Total
Bank balance	$ 100,000	$ 877,500	$ --	$ 977,500

As of June 30, 2007, the carrying amount of deposits for the Moultrie - Colquitt County Library was $796,423 and the bank balance was $814,501. The deposits were classified as follows:

	Category 1	2	3	Total
Bank balance	$ 200,000	$ 614,501	$ --	$ 814,501

II. Investments

Investments are categorized into three categories of credit risk:

1) Insured or registered, or securities held by the County or its agent in the County's name.
2) Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the County's name.
3) Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the County's name.

As of June 30, 2007, all of the County's investments were invested in Georgia Fund 1, the local government investment pool administered by the State of Georgia. The State of Georgia Office of Treasury and Fiscal Services has regulatory oversight for the Georgia Fund 1. The Georgia Fund 1 investment pool is not subject to credit risk classification and the carrying value of $9,622,738 is equal to its fair value.

Georgia Fund I, created by OCGA 36-83-8, is a stable net asset value investment pool that follows Standard and Poor's criteria for AAAm rated money market funds. However, Georgia Fund I operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on $1.00 per share.

NOTE D – RECEIVABLES AND TAX REVENUE

I. Property Tax

State law requires that property taxes be based on assessed value, which is 40% of market value. All real and personal property, including motor vehicles are valued as of January 1 of each year and must be returned by March 1.

The property tax calendar is as follows:

	Real / Personal Property	Motor Vehicles
Assessment Date	January 1	January 1
Levy Date	October 1	January 1
Due Date and Collection Date	December 10	Staggered
Tax Execution Date / Lien Date	December 31	n/a

Upon completion of all assessments and tax returns, the information is turned over to the Colquitt County Tax Commissioner for completion of the tax digest. The completed tax digest must be submitted to the State Revenue Commissioner for approval.

The Colquitt County Tax Commissioner distributes tax notices and collects tax payments. Motor vehicle taxes are due based upon the birthday of the owner. Property taxes are normally billed in October of each year. Collections of the county taxes and remittance of them to the appropriate fund or government are accounted for in the Tax Commissioner Agency Fund.

II. Receivables

Receivables as of June 30, 2007 for the County's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate are as follows:

	General Fund	Capital Projects Fund	Solid Waste Management Fund	Nonmajor Governmental and Other Funds	Total
Accounts Receivable	$ 103,140	$ --	$ 854,439	$ 1,133	$ 958,712
Property Tax Receivable	--	--	--	9,842	9,842
Sales Tax Receivable	--	909,125	--	--	909,125
Gross Receivables	103,140	909,125	854,439	10,975	1,877,679
Less: Allowance for Uncollectibles	--	--	(676,309)	(7,873)	(684,182)
Net Total Receivables	$ 103,140	$ 909,125	$ 178,130	$ 3,102	$ 1,193,497

NOTE E – DUE FROM OTHER GOVERNMENTS

Due from other governments as of June 30, 2007 for the County's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate are as follows:

	General Fund	Capital Projects Fund	Solid Waste Management Fund	Nonmajor Governmental and Other Funds	Total
Federal	$ --	$ --	$ --	$ --	$ --
State	177,196	--	--	--	177,196
City	16,898	--	--	--	16,898
Other	43,538	--	--	--	43,538
Gross Receivables	237,632	--	--	--	237,632
Less: Allowance for Uncollectibles	--	--	--	--	--
Net Total Receivables	$ 237,632	$ --	$ --	$ --	$ 237,632 ✓

The principal amounts due from federal and state governments are for grant program reimbursements. The majority of the amounts due from city governments represent reimbursements for jointly funded departments.

NOTE F – INTERFUND RECEIVABLES AND PAYABLES AND INTERFUND TRANSFERS

Generally, outstanding balances between funds include outstanding charges by one fund to another for services or goods and other miscellaneous receivables and payables between funds. The composition of interfund receivables and payables as of June 30, 2007 is as follows:

Fund	Interfund Receivables	Interfund Payables
General Fund	$ 3,012,710 ✓	$ 1,068,636 ✓
Capital Projects Fund	--	1,351,754 ✓
Solid Waste Management Fund	--	1,670,456 ✓
Nonmajor Governmental Funds	818,209 ✓	8,709 ✓
Internal Service Fund	268,636 ✓	--
	$ 4,099,555 ✓	$ 4,099,555 ✓

Interfund transfers are generally for the purpose of reimbursing the General Fund with revenues from the Special Revenue Funds for expenditures that met the specific legal requirements. Interfund transfers for the year ended June 30, 2007 consisted of the following:

Fund	Transfers - in	Transfers - out
General Fund	$ 523,455 ✓	$ --
Capital Projects Fund	--	1,049,600 ✓
Solid Waste Management Fund	308,375 ✓	--
Nonmajor Governmental Funds	800,000 ✓	582,230 ✓
	$ 1,631,830 ✓	$ 1,631,830 ✓

NOTE G – CAPITAL ASSETS

The following is a summary of capital asset activity as of June 30, 2007:

Primary Government

Governmental Activities:

	Balance June 30, 2006	Increases	Decreases	Balance June 30, 2007
Capital assets, not being depreciated:				
Land	$ 2,819,565	$ --	$ --	$ 2,819,565
Total capital assets not being depreciated	2,819,565 ✓	--	--	2,819,565 ✓
Other capital assets				
Buildings	37,362,866	--	--	37,362,866
Machinery and equipment	9,722,838	676,149	(52,825)	10,346,162
Roads	33,387,280	3,498,498	--	36,885,778
Bridges	5,884,130	456,736	--	6,340,866
Total other capital assets at cost	86,357,114 ✓	4,631,383	(52,825)	90,935,672
Less accumulated depreciation for				
Buildings	(14,669,315)	(957,982)	--	(15,627,297)
Machinery and equipment	(5,989,145)	(705,621)	52,825	(6,641,941)
Roads	(9,720,416)	(876,542)	--	(10,596,958)
Bridges	(2,413,430)	(154,684)	--	(2,568,114)
Total accumulated depreciation	(32,792,306)	(2,694,829)	52,825	(35,434,310)
Other capital assets, net	53,564,808	1,936,554	--	55,501,362 ✓
Governmental activities capital assets, net	$ 56,384,373 ✓	$ 1,936,554	$ --	$ 58,320,927 ✓

Business-type activities:

	Balance June 30, 2006	Increases	Decreases	Balance June 30, 2007
Capital assets, not being depreciated:	$ --	$ 573,485	$ --	$ 573,485
Other capital assets				
Machinery and equipment	510,750	435,855	--	946,605
Total other capital assets at cost	510,750	435,855	--	946,605
Less accumulated depreciation for				
Machinery and equipment	(6,080)	(109,670)	--	(115,750)
Total accumulated depreciation	(6,080)	(109,670)	--	(115,750)
Other capital assets, net	504,670	326,185	--	830,855
Governmental activities capital assets, net	$ 504,670	$ 899,670	$ --	$ 1,404,340

Depreciation expense was charged to functions as follows:

Governmental activities	
General government	$ 487,481
Public safety	431,861
Court system	179,538
Roads and bridges	1,385,339
Public health and welfare	151,358
Recreation	2,937
Library	56,315
Economic development	--
Total governmental activities depreciation expense	$ 2,694,829
Business-type activities	$ 109,670
Total depreciation expense	$ 2,804,499

Component Units

Capital asset activity for the Colquitt County Heath Department, a discretely presented component unit for the year ended June 30, 2007 is as follows:

Governmental Activities:

	Balance June 30, 2006	Increases	Decreases	Balance June 30, 2007
Capital assets, not being depreciated	$ --	$ --	$ --	$ --
Other capital assets				
Machinery and equipment	60,673	--	--	60,673
Total other capital assets at cost	60,673	--	--	60,673
Less accumulated depreciation for				
Machinery and equipment	(26,911)	(11,279)	--	(38,190)
Total accumulated depreciation	(26,911)	(11,279)	--	(38,190)
Other capital assets, net	33,762	(11,279)	--	22,483
Governmental activities capital assets, net	$ 33,762	$ (11,279)	$ --	$ 22,483

Business-type activities:

The Colquitt County Health Department had no business-type capital asset activity for the year ended June 30, 2007.

Depreciation expense was charged to functions as follows:

Governmental activities	
Public health and welfare	$ 11,279
Total governmental activities depreciation expense	$ 11,279
Business-type activities	$ --
Total depreciation expense	$ 11,279

Capital asset activity for the Moultrie - Colquitt County Library, a discretely presented component unit for the year ended June 30, 2007 is as follows:

Governmental Activities:

	Balance June 30, 2006	Increases	Decreases	Balance June 30, 2007
Capital assets, not being depreciated	$ --	$ --	$ --	$ --
Other capital assets				
Machinery and equipment	140,958 ✓	--	--	140,958
Total other capital assets at cost	140,958	--	--	140,958
Less accumulated depreciation for Machinery and equipment	(140,958)	--	--	(140,958)
Total accumulated depreciation	(140,958)	--	--	(140,958)
Other capital assets, net	--	--	--	--
Governmental activities capital assets, net	$ -- ✓	$ --	$ --	$ -- X

Business-type activities:

The Moultrie - Colquitt County Library had no business-type capital asset activity for the year ended June 30, 2007.

Depreciation expense was charged to functions as follows:

Governmental activities	
Library	$ --
Total governmental activities depreciation expense	$ --
Business-type activities	$ --
Total depreciation expense	$ --

NOTE H – LONG TERM DEBT

I. Notes Payable

Primary Government

Governmental Activities:

The County has entered into an installment agreement with a financial institution totaling $5,052,000 for the acquisition of land and construction of a building to house offices for the State of Georgia Department of Family and Children's Services. The note payable bears interest at 5.185% and is payable in monthly installments through October 1, 2018. At June 30, 2007, the outstanding balance of the note payable was $4,308,555✓

The annual debt service requirement to maturity of the notes payable at June 30, 2007 is as follows:

Year Ending June 30	Principal	Interest	Total
2008	$ 263,846	$ 217,186	$ 481,032
2009	277,856	203,176	481,032
2010	292,610	188,422	481,032
2011	308,151	172,881	481,032
2012	324,512	156,520	481,032
2013-2017	1,479,756	444,372	1,924,128
2018-2019	1,361,824	113,998	1,475,822
	$ 4,308,555✓	$ 1,496,555	$ 5,805,110

Business-type activities:

The Solid Waste Management Fund has entered into a promissory note and security agreement totaling $1,051,090 with a financial institution for the purchase of machinery and equipment. The note payable bears interest at 3.95% and is due with accrued interest on December 31, 2007. At June 30, 2007, the outstanding balance of the note payable was $1,051,090.✓

Year Ending June 30	Principal	Interest	Total
2008	$ 1,051,090	$ 42,729	$ 1,093,819
	$ 1,051,090✓	$ 42,729	$ 1,093,819

II. Environmental Remediation Liability

The County is involved in an environmental remediation action to clean up hazardous waste at a former manufacturing facility located in Moultrie, Georgia. The liability for remediation costs is based on a Corrective Action Plan to achieve compliance with applicable Resource Conservation Recovery Act Remediation Goals and Georgia Hazardous Site Response Act risk reduction standards. At June 30, 2007 the amount of the environmental remediation liability included in long term liabilities was $210,000.✓

III. Changes in Long Term Liabilities

The following is a summary of the activity in long term liabilities for the year ended June 30, 2007:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Notes payable	$ 4,548,965	$ --	$ (240,410)	$ 4,308,555	$ 263,846
Environmental Remediation Liability	325,000	--	(115,000)	210,000	105,000
Compensated absences	207,463	206,235	(207,463)	206,235	206,235
Governmental activity long term liabilities	$ 5,081,428	$ 206,235	$ (562,873)	$ 4,724,790	$ 575,081
Business-type activity long term liabilities	$ 1,051,090	$ --	$ --	$ 1,051,090	$ 1,051,090
Total long term liabilities	$ 6,132,518	$ 206,235	$ (562,873)	$ 5,775,880	$ 1,626,171

Compensated absences and other long term liabilities are liquidated through disbursements from the General Fund.

NOTE I – RESERVATIONS OF FUND BALANCES

In the governmental fund financial statements, fund balances consist of reserved and unreserved amounts. Reservations of fund balances represent that portion which is not appropriable for expenditure or is legally segregated for a specific future use. The remaining portion is unreserved.

Fund balance reservations at June 30, 2007 include:

Special Revenue Funds Reserve for restricted purposes to reflect resources legally restricted for specific purposes	$ 538,010
Debt Service Fund Reserve for debt service to reflect resources legally restricted for payment of long term debt	$ 834,717
Capital Projects Fund Reserve for specific projects to reflect resources funded by Special Purpose Local Option Sales Tax and Federal grants	$ 8,828,393

NOTE J - SPECIAL PURPOSE LOCAL OPTION SALES TAX

On September 18, 2001, the voters of Colquitt County approved a referendum imposing a special one percent retail sales and use tax for a limited period of time not to exceed five years from the imposition date of January 1, 2002. The referendum will raise $24,000,000 for various capital outlay projects.

On July 18, 2006, the voters of Colquitt County approved a referendum imposing a special one percent sales and use tax for a limited period of time not to exceed six years from the imposition date of January 1, 2007. The referendum will raise $30,000,000 for various capital outlay projects.

NOTE K – PENSION PLAN

Primary Government

Plan Description

The County's defined benefit pension plan, Colquitt County, Georgia Defined Benefit Plan (CCGDBP), provides retirement and disability benefits, and death benefits to plan members and beneficiaries. CCGDBP is affiliated with the Association County Commissioners of Georgia Defined Benefit Plan (ACCGDBP), an agent multiple-employer pension plan administered by the Association County Commissioners of Georgia. The Constitution of the State of Georgia enables the governing authority of the County, the Board of Commissioners, to establish and amend the benefit provisions of the plans that participate in ACCGDBP. The Association County Commissioners of Georgia issues a publicly available financial report that includes financial statements and required supplementary information for ACCGDBP. That report may be obtained by writing to the Association County Commissioners of Georgia, Suite 1000, 50 Hurt Plaza, Atlanta, Georgia 30303.

All full-time County employees are eligible to participate in the Plan after completing three years of service. Benefits vest after five years of service. Participants become eligible to retire at age 65 with 3 years of participation in the Plan. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.7% of average annual compensation for each year of service payable as 5-year certain and life annuity. Compensation is averaged over a five-year period prior to retirement or termination.

Funding Policy

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

Annual Pension Cost

For the year ended June 30, 2007, the County's annual pension cost of $677,857 for CCGDBP was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2006, actuarial valuation using the "Projected Unit Credit" actuarial cost method. The actuarial assumptions used in the valuation include: (a) an 8.0% investment rate of return, compounded annually, (b) projected salary increases of 5.0% annually, (c) no annual cost-of-living adjustments, and (d) no post-retirement benefit increases. Both (a) and (b) included an inflation component of 3.0% annually. The actuarial value of CCGDBP assets was determined based on the asset's market value. The unfunded actuarial accrued liability of the CCGDBP is being amortized as a level dollar amount on a closed basis over a remainder of 10 years.

Three – Year Trend Information for CCGDBP

Year Ended, June 30,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2005	$ 469,054	100%	$ --
2006	577,000	112.6%	--
2007	614,978	110.2%	--

Schedule of Funding Progress for CCGDBP

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b – a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) / c)
12/31/04	$ 5,247,068	$ 6,881,926	$ 1,634,858	76.20%	$ 4,624,590	35.35%
12/31/05	5,970,310	8,352,061	2,381,751	71.50%	5,136,652	46.40%
12/31/06	6,702,358	8,903,812	2,201,454	75.30%	5,262,128	41.80%

Component Units

Colquitt County Health Department

The employees of the Colquitt County Health Department are covered by the Employee's Retirement System of the State of Georgia. Total retirement contributions for the year ended June 30, 2007 were $97,131 based on qualifying salaries of $1,011,965. Ten year historical information may be obtained from the Employee's Retirement System of Georgia.

Moultrie – Colquitt County Library

Substantially all librarians and clerical personnel employed by regional and county libraries are covered by the Teachers Retirement System of Georgia (TRS), which is a cost-sharing multiple employer defined benefit pension plan. TRS provides service retirement, disability retirement and survivor's benefits for its members in accordance with State statute. Total retirement contributions for the year ended June 30, 2007 were $29,146 based on qualifying salaries of $426,958. The Teachers Retirement System of Georgia issues a separate stand alone financial audit report and a copy can be obtained from the Georgia Department of Audits and Accounts.

NOTE L – RISK MANAGEMENT

The County is exposed to various risks of losses related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Property and General Liability and Worker's Compensation

The County has joined together with other counties in the state as part of the Interlocal Risk Management Agency (IRMA) for property and liability insurance and the Association County Commissioners of Georgia (ACCG) Group Self – Insurance Workers' Compensation Fund (WCSIF), public entity risk pools currently

operating as common risk management and insurance programs for member local governments. The ACCG administers both risk pools.

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

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

Group Medical Benefits

The County is self-insured for group medical benefits up to $35,000 annually per employee and $1,000,000 annually in the aggregate, after which benefits are funded through a reinsurance agreement with an insurance company. The self-insurance program is administered by a third party insurance service company. At June 30, 2007, the estimate of claims incurred and payable was $603,178.

During the year ended June 30, 2007, there were no significant reductions in insurance coverage from the prior year and there have been no settlements exceeding insurance coverage in the years ended June 30, 2005, 2006 and 2007.

NOTE M – COMMITMENTS AND CONTINGENCIES

The County has an agreement with the Hospital Authority of Colquitt County that in the event of nonpayment by the hospital authority of the 1977 Series, 1992 Series, or 1996 Series of hospital revenue bonds, the County will levy a hospital bond tax millage rate sufficient to cover the current interest and principal payment of the hospital revenue bonds not to exceed the maximum millage set for hospital bond tax.

The County is involved in various legal proceedings and litigation arising in the normal course of operations. In the opinion of management, the outcome of such proceedings will not materially affect the financial position of the County.

The County stopped accepting solid waste at its landfill site in 1995. State and federal laws and regulations require the County to perform certain maintenance and monitoring functions at the land fill site for five years after closure. The County has no landfill postclosure liability recorded at June 30, 2007 as the County's management has estimated that there will be no further significant additional postclosure care costs. However, due to changes in technology, laws or regulations, inflation, or deflation these costs may change in the future.

Supplementary Information

COLQUITT COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2007

	Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds
ASSETS			
Cash and cash equivalents	$ -	$ -	$ -
Investments - Georgia Fund 1	-	-	-
Accounts receivable, net	-	-	-
Property tax receivable	-	-	-
Inventories	-	-	-
Due from other governments	-	-	-
Due from General Fund	-	800,000	800,000
Due from other funds	18,209	-	18,209
Restricted assets:			
Cash and cash equivalents	528,510	34,717	563,227
Investments - Georgia Fund 1	-	-	-
Sales tax receivable	-	-	-
Total assets	546,719	834,717	1,381,436 ✓
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	-	-	-
Accrued expenses	-	-	-
Due to General Fund	8,709	-	8,709
Due to other funds	-	-	-
Liabilities payable from restricted assets	-	-	-
Total liabilities	8,709	-	8,709 ✓
Fund balances			
Reserved for:			
Public services	538,010	-	538,010
Debt service	-	834,717	834,717
Specific projects	-	-	-
Unreserved	-	-	-
Total fund balances	538,010	834,717	1,372,727 ✓
Total liabilities and fund balances	$ 546,719	$ 834,717	$ 1,381,436 ✓

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2007

	Special Revenue Funds	Debt Service Fund	Total Nonmajor Governmental Funds
REVENUES			
Property taxes	$ -	$ -	$ -
Local option sales taxes	-	-	-
Other taxes and licenses	-	-	-
Fines, forfeitures and fees	756,644	-	756,644
Investment income	5,441	-	5,441
Intergovernmental	-	-	-
Other revenues	-	-	-
Total revenues	762,085	-	762,085 ✓
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Court system	-	-	-
Roads and bridges	-	-	-
Public health and welfare	20,223	-	20,223
Recreation	-	-	-
Library	-	-	-
Economic development	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	20,223	-	20,223 ✓
Excess (deficiency) of revenues over expenditures	741,862	-	741,862
OTHER FINANCING SOURCES (USES)			
Transfers from other funds	-	800,000	800,000
Transfers to other funds	(582,230)	-	(582,230)
Sale of capital assets	-	-	-
Long - term debt issued	-	-	-
Total other financing sources (uses)	(582,230)	800,000	217,770
Net change in fund balances	159,632	800,000	959,632 ✓
Fund balances, beginning of year	378,378	34,717	413,095 ✓
Fund balances, end of year	$ 538,010	$ 834,717	$ 1,372,727 ✓

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2007

	Surcharge on Drug Cases Fund	Surcharge on Fines Fund	Juvenile Services Fund	E-911 Surcharge Fund	Total Nonmajor Special Revenue Funds
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Investments - Georgia Fund 1	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-
Property tax receivable	-	-	-	-	-
Inventories	-	-	-	-	-
Due from other governments	-	-	-	-	-
Due from General Fund	-	-	-	-	-
Due from other funds	-	18,209	-	-	18,209
Restricted assets:					
Cash and cash equivalents	33,379	136,971	22,629	335,531	528,510
Investments - Georgia Fund 1	-	-	-	-	-
Sales tax receivable	-	-	-	-	-
Total assets	33,379	155,180	22,629	335,531	546,719 ✓
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	-	-	-	-	-
Accrued expenses	-	-	-	-	-
Due to General Fund	8,709	-	-	-	8,709
Due to other funds	-	-	-	-	-
Liabilities payable from restricted assets	-	-	-	-	-
Total liabilities	8,709	-	-	-	8,709 ✓
Fund balances					
Reserved for:					
Public services	24,670	155,180	22,629	335,531	538,010
Debt service	-	-	-	-	-
Specific projects	-	-	-	-	-
Unreserved	-	-	-	-	-
Total fund balances	24,670	155,180	22,629	335,531	538,010 ✓
Total liabilities and fund balances	$ 33,379	$ 155,180	$ 22,629	$ 335,531	$ 546,719 ✓

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2007

	Surcharge on Drug Cases Fund	Surcharge on Fines Fund	Juvenile Services Fund	E - 911 Surcharge Fund	Total Nonmajor Special Revenue Funds
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
Local option sales taxes	-	-	-	-	-
Other taxes and licenses	-	-	-	-	-
Fines, forfeitures and fees	25,824	116,650	4,194	609,976	756,644
Investment income	-	1,159	-	4,282	5,441
Intergovernmental	-	-	-	-	-
Other revenues	-	-	-	-	-
Total revenues	25,824	117,809	4,194	614,258	762,085 ✓
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Court system	-	-	-	-	-
Roads and bridges	-	-	-	-	-
Public health and welfare	-	599	3,955	15,669	20,223
Recreation	-	-	-	-	-
Library	-	-	-	-	-
Economic development	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	-	599	3,955	15,669	20,223
Excess (deficiency) of revenues over expenditures	25,824	117,210	239	598,589	741,862 ✓
OTHER FINANCING SOURCES (USES)					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	(15,000)	(80,000)	-	(487,230)	(582,230)
Sale of capital assets	-	-	-	-	-
Long - term debt issued	-	-	-	-	-
Total other financing sources (uses)	(15,000)	(80,000)	-	(487,230)	(582,230)
Net change in fund balances	10,824	37,210	239	111,359	159,632 ✓
Fund balances, beginning of year	13,846	117,970	22,390	224,172	378,378 ✓
Fund balances, end of year	$ 24,670	$ 155,180	$ 22,629	$ 335,531	$ 538,010 ✓

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SURCHARGE ON DRUG CASES FUND
For the Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Property taxes	$ -	$ -	$ -	$ -
Local option sales taxes	-	-	-	-
Other taxes and licenses	-	-	-	-
Fines, forfeitures and fees	-	-	25,824	25,824
Investment income	-	-	-	-
Intergovernmental	-	-	-	-
Other revenues	-	-	-	-
Total revenues	-	-	25,824	25,824
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Court system	-	-	-	-
Roads and bridges	-	-	-	-
Public health and welfare	-	-	-	-
Recreation	-	-	-	-
Library	-	-	-	-
Economic development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	25,824	25,824
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	(15,000)	(15,000)
Sale of capital assets	-	-	-	-
Long - term debt issued	-	-	-	-
Total other financing sources (uses)	-	-	(15,000)	(15,000)
Net change in fund balances	-	-	10,824 ✓	10,824
Fund balances, beginning of year	13,846	13,846	13,846 ✓	-
Fund balances, end of year	$ 13,846	$ 13,846	$ 24,670 ✓	$ 10,824

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SURCHARGE ON FINES FUND
For the Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Property taxes	$ -	$ -	$ -	$ -
Local option sales taxes	-	-	-	-
Other taxes and licenses	-	-	-	-
Fines, forfeitures and fees	96,989	96,989	116,650	19,661
Investment income	449	449	1,159	710
Intergovernmental	-	-	-	-
Other revenues	-	-	-	-
Total revenues	97,438	97,438	117,809	20,371
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Court system	-	-	-	-
Roads and bridges	-	-	-	-
Public health and welfare	46,006	46,006	599	45,407
Recreation	-	-	-	-
Library	-	-	-	-
Economic development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:			-	
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	46,006	46,006	599	45,407
Excess (deficiency) of revenues over expenditures	51,432	51,432	117,210	65,778
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	(80,000)	(80,000)
Sale of capital assets	-	-	-	-
Long - term debt issued	-	-	-	-
Total other financing sources (uses)	-	-	(80,000)	(80,000)
Net change in fund balances	51,432	51,432	37,210 ✓	(14,222)
Fund balances, beginning of year	117,970	117,970	117,970 ✓	-
Fund balances, end of year	$ 169,402	$ 169,402	155,180 ✓	$ (14,222)

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COLQUITT COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
JUVENILE SERVICES FUND
For the Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Property taxes	$ -	$ -	$ -	$ -
Local option sales taxes	-	-	-	-
Other taxes and licenses	-	-	-	-
Fines, forfeitures and fees	4,136	4,136	4,194	58
Investment income	-	-	-	-
Intergovernmental	-	-	-	-
Other revenues	-	-	-	-
Total revenues	4,136	4,136	4,194	58
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Court system	-	-	-	-
Roads and bridges	-	-	-	-
Public health and welfare	4,000	4,000	3,955	45
Recreation	-	-	-	-
Library	-	-	-	-
Economic development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	4,000	4,000	3,955	45
Excess (deficiency) of revenues over expenditures	136	136	239	103
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	-	-
Sale of capital assets	-	-	-	-
Long - term debt issued	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	136	136	239 ✓	103
Fund balances, beginning of year	22,390	22,390	22,390 ✓	-
Fund balances, end of year	$ 22,526	$ 22,526	$ 22,629 ✓	$ 103

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
E-911 SURCHARGE FUND
For the Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Property taxes	$ -	$ -	$ -	$ -
Local option sales taxes	-	-	-	-
Other taxes and licenses	-	-	-	-
Fines, forfeitures and fees	586,295	586,295	609,976	23,681
Investment income	-	-	4,282	4,282
Intergovernmental	-	-	-	-
Other revenues	-	-	-	-
Total revenues	586,295	586,295	614,258	27,963
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Court system	-	-	-	-
Roads and bridges	-	-	-	-
Public health and welfare	90,542	90,542	15,669	74,873
Recreation	-	-	-	-
Library	-	-	-	-
Economic development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	90,542	90,542	15,669	74,873
Excess (deficiency) of revenues over expenditures	495,753	495,753	598,589	102,836
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	-	-	-	-
Transfers to other funds	(487,230)	(487,230)	(487,230)	-
Sale of capital assets	-	-	-	-
Long - term debt issued	-	-	-	-
Total other financing sources (uses)	(487,230)	(487,230)	(487,230)	-
Net change in fund balances	8,523	8,523	111,359 ✓	102,836
Fund balances, beginning of year	224,172	224,172	224,172 ✓	-
Fund balances, end of year	$ 232,695	$ 232,695	$ 335,531 ✓	$ 102,836

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUND
For the Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Property taxes	$ -	$ -	$ -	$ -
Local option sales taxes	-	-	-	-
Other taxes and licenses	-	-	-	-
Fines, forfeitures and fees	-	-	-	-
Investment income	-	-	-	-
Intergovernmental	-	-	-	-
Other revenues	-	-	-	-
Total revenues	-	-	- ✓	-
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Court system	-	-	-	-
Roads and bridges	-	-	-	-
Public health and welfare	-	-	-	-
Recreation	-	-	-	-
Library	-	-	-	-
Economic development	-	-	-	-
Capital outlay	-	-		-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	-	-	- ✓	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	-	-	800,000	800,000
Transfers to other funds	-	-	-	-
Sale of capital assets	-	-	-	-
Long - term debt issued	-	-	-	-
Total other financing sources (uses)	-	-	800,000	800,000
Net change in fund balances	-	-	800,000 ✓	800,000
Fund balances, beginning of year	34,717	34,717	34,717 ✓	-
Fund balances, end of year	$ 34,717	$ 34,717	$ 834,717 ✓	$ 800,000

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
From Inception and for the Year Ended June 30, 2007

	Project Authorization	Actual Prior Years	Actual Current Year	Actual Total	Variance Positive (Negative)
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
Local option sales taxes	60,000,000	25,208,066	5,693,576	30,901,642	(29,098,358)
Other taxes and licenses	-	-	-	-	-
Fines, forfeitures and fees	-	-	-	-	-
Investment income	-	527,157	473,653	1,000,810	1,000,810
Intergovernmental	1,452,343	1,403,598	367,319	1,770,917	318,574
Other revenues	-	793,416	26,097	819,513	819,513
Total revenues	61,452,343	27,932,237	6,560,645	34,492,882	(26,959,461)
EXPENDITURES					
Current:					
General government	20,653,000	4,725,701	1,886,593	6,612,294	14,040,706
Public safety	16,703	254,333	4,811	259,144	(242,441)
Court system	-	-	-	-	-
Roads and bridges	23,201,600	7,266,853	4,951,691	12,218,544	10,983,056
Public health and welfare	-	357	26,557	26,914	(26,914)
Recreation	-	-	-	-	-
Library	-	-	-	-	-
Economic development	8,434,840	3,824,981	1,100,592	4,925,573	3,509,267
Capital projects	14,198,200	12,015,053	166,253	12,181,306	2,016,894
Debt service:					
Principal	-	17,264	-	17,264	(17,264)
Interest	-	21,694	-	21,694	(21,694)
Total expenditures	66,504,343	28,126,236	8,136,497	36,262,733	30,241,610
Excess (deficiency) of revenues over expenditures	(5,052,000)	(193,999)	(1,575,852)	(1,769,851)	3,282,149
OTHER FINANCING SOURCES (USES)					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	(1,049,600)	(1,049,600)	(1,049,600)
Sale of capital assets	-	-	-	-	-
Long - term debt issued	5,052,000	5,052,000	-	5,052,000	-
Total other financing sources (uses)	5,052,000	5,052,000	(1,049,600)	4,002,400	(1,049,600)
Net change in fund balances	$ -	$ 4,858,001	(2,625,452)	$ 2,232,549	$ 2,232,549
Fund balances, beginning of year			11,453,845		
Fund balances, end of year			$ 8,828,393		

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2007

	Tax Commissioner	Sheriff	Clerk of Superior Court	Magistrate Court	Probate Court	Total Agency Funds
ASSETS						
Restricted assets:						
Cash and cash equivalents	$ 3,821	$ 221,655	$ 357,755	$ 70,174	5,626	$ 659,031
Accounts receivable, net	-	1,133	-	-	-	1,133
Property tax receivable	1,969	-	-	-	-	1,969
Total assets	5,790	222,788	357,755	70,174	5,626	662,133
LIABILITIES						
Due to other governments	942	-	-	-	-	942
Held as trustee	4,848	222,788	357,755	70,174	5,626	661,191
Total liabilities	$ 5,790	$ 222,788	$ 357,755	$ 70,174	$ 5,626	$ 662,133

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS
June 30, 2007

	Component Units		
	Colquitt County Health Department	Moultrie - Colquitt County Library	Total
ASSETS			
Cash and cash equivalents	$ 864,166	$ 621,140	$ 1,485,306
Investments - Georgia Fund 1	-	-	-
Accounts receivable, net	10,410	-	10,410
Property tax receivable	-	-	-
Inventories	-	-	-
Due from other governments	202,646	-	202,646
Internal balances	-	-	-
Restricted assets:			
Cash and cash equivalents	-	175,283	175,283
Investments - Georgia Fund 1	-	-	-
Sales tax receivable	-	-	-
Capital assets:			
Land	-	-	-
Construction in progress	-	-	-
Other capital assets, net of accumulated depreciation	22,483	20,605	43,088
Total assets	1,099,705	817,028	1,916,733
LIABILITIES			
Accounts payable	2,247	1,795	4,042
Accrued expenses	23,865	-	23,865
Due to other governments	53,585	-	53,585
Liabilities payable from restricted assets	-	-	-
Long-term liabilities:			
Due within one year	-	-	-
Due in more than one year	90,598	16,161	106,759
Total liabilities	170,295	17,956	188,251
NET ASSETS			
Invested in capital assets, net of related debt	22,483	-	22,483
Restricted for:			
Debt service	-	-	-
Capital projects	-	-	-
Public safety	-	-	-
Public services	714,117	175,283	889,400
Unrestricted	192,810	623,789	816,599
Total net assets	$ 929,410	$ 799,072	$ 1,728,482

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the Year Ended June 30, 2007

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue
Component units:					
Colquitt County Health Department	$ 1,866,552	$ 668,429	$ 1,206,153	$ -	$ 8,030
Moultrie - Colquitt County Library	745,490	128,778	707,672	-	90,960
Total component units	$ 2,612,042	$ 797,207	$ 1,913,825	$ -	$ 98,990

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES (continued)
COMPONENT UNITS
For the Year Ended June 30, 2007

	Component Units		
	Colquitt County Health Department	Moultrie - Colquitt County Library	Total
Change in net assets:			
Net (expense) revenue	$ 8,030	$ 90,960	$ 98,990
General revenues:			
Taxes:			
Property taxes	-	-	-
Local option sales taxes	-	33,089	33,089
Other taxes and licenses	-	-	-
Grants and contributions not restricted to specific programs	-	-	-
Investment income	-	3,597	3,597
Miscellaneous	-	665	665
Transfers	-	-	-
Total general revenues and transfers	-	37,351	37,351
Change in net assets	8,030	128,311	136,341
Net assets, beginning of year	921,380	670,761	1,592,141
Net assets, end of year	$ 929,410	$ 799,072	$ 1,728,482

See independent auditors' report.

Compliance Section

Bowen, Phillips & Carmichael
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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Commissioners
of Colquitt County, Georgia
Moultrie, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Colquitt County, Georgia, as of and for the year ended June 30, 2007, which collectively comprise Colquitt County, Georgia's basic financial statements and have issued our report thereon dated March 6, 2008. We did not audit the financial statements of the Colquitt County Health Department which statements reflect total assets of $1,099,705 as of June 30, 2007 and net revenues of $1,874,582 for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Colquitt County Health Department, is based 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 Colquitt County, Georgia's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce, to a relatively low level, the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Colquitt 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 instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of financial statement findings.

However, we noted other matters involving the internal control over financial reporting that we have reported to management of Colquitt County, Georgia, in a separate letter dated March 6, 2008.

This report is intended solely for the information and use of the Colquitt County Board of Commissioners, management 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.

Bowen, Phillips & Carmichael, LLP

March 6, 2008
Tifton, Georgia

COLQUITT COUNTY, GEORGIA
SCHEDULE OF FINANCIAL STATEMENT FINDINGS
For the Year Ended June 30, 2007

FINANCIAL STATEMENT FINDINGS

Findings noted on the 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.*

2007 - 1

Condition:

The County did not adopt an annual balanced budget for its debt service or special revenue surcharge on drug cases fund as required by state law - Official Code of Georgia Annotated (O.C.G.A.) Section 36-81-3(b)(1).
Repeat finding.

Criteria:

Procedures and controls should be in place to ensure that annual balanced budgets are adopted for the County's debt service and special revenue funds.

Effect:

Failure to adopt annual balanced budgets for its debt service or special revenue funds is a violation of state law - Official Code of Georgia Annotated (O.C.G.A.) Section 36-81-3(b)(1) and subjects the County to potential risks with State and Federal funding.

Response of Management:

Agreed.
A budget will be adopted for the County's debt service and special revenue surcharge on drug cases fund.

COLQUITT COUNTY, GEORGIA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2007

Status of Prior Year Findings

Findings noted on the Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With *Government Audit Standards.*

2006-1

Condition:

The County did not adopt an annual balanced budget for its debt service or special revenue funds as required by state law - Official Code of Georgia Annotated (O.C.G.A.) Section 36-81-3(b)(1). Repeat finding.

Status:

The County has not adopted an annual balanced budget for its debt service or special revenue surcharge on drug cases fund. The County is in the process of implementing procedures and controls to ensure that annual balanced budgets are adopted for the County's debt service and special revenue funds.

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
SCHEDULE OF STATE AWARDS EXPENDED
For the Year Ended June 30, 2007

Grantor / Program Name	Contract Number	Program or Award Amount	Deferred Revenue at Beginning of Year	Revenues	Expenses	Deferred Revenue at End of Year
State of Georgia Department of Human Resources						
Family Connection Program	427-93-07070307-99	$ 50,000	$ -	$ 36,187	$ 36,187	$ -
Total		$ 50,000	$ -	$ 36,187	$ 36,187	$ -

See independent auditors' report.

COLQUITT COUNTY, GEORGIA
SCHEDULE OF SPECIAL PURPOSE LOCAL OPTION SALES TAX EXPENDITURES
For the Year Ended June 30, 2007

	Original Estimated Cost	Expenditures: Prior Years	Expenditures: Current Year	Expenditures: Total	Estimated Percentage of Completion
Special Purpose Local Option Sales Tax - March 16, 1999					
Renovation of County Courthouse and Annex Construction	$ 6,000,000	$ 7,590,499	$ 273	$ 7,590,772	100%
Total expenditures	$ 6,000,000 ✓	$ 7,590,499 ✓	$ 273	$ 7,590,772	
Special Purpose Local Option Sales Tax - September 18, 2001					
Capital Outlays to Cities - City of Funston	$ 100,800	$ 77,114	$ -	$ 77,114	77%
Capital Outlays to Cities - City of Moultrie	5,892,000	3,873,399	901,803	4,775,202	81%
Capital Outlays to Cities - City of Berlin	151,200	112,893	25,833	138,726	92%
Capital Outlays to Cities - City of Ellenton	124,800	43,850	24,723	68,573	55%
Capital Outlays to Cities - City of Doerun	499,200	404,604	94,595	499,199	100%
Capital Outlays to Cities - City of Norman Park	374,400	62,876	-	62,876	17%
Capital Outlays to Cities - City of Riverside	36,000	-	36,000	36,000	100%
Moultrie - Colquitt County Library	249,600	-	68,684	68,684	28%
Sheriff's Office	271,200	-	26,459	26,459	10%
County Records Repository	249,600	-	249,600	249,600	100%
Sunset Airport	249,600	-	73,378	73,378	29%
County Museum	100,800	24,625	-	24,625	24%
Economic Development Authority	4,999,200	2,986,318	623,944	3,610,262	72%
Roads, Streets and Bridges - County	10,701,600	4,188,102	3,906,439	8,094,541	76%
Total expenditures	$ 24,000,000 ✓	$ 11,773,781 ✓	$ 6,031,458	$ 17,805,239	
Special Purpose Local Option Sales Tax - January 1, 2007					
Capital Outlays to Cities - City of Funston	$ 126,000	$ -	$ -	$ -	0%
Capital Outlays to Cities - City of Moultrie	11,725,000	-	696,622	696,622	6%
Capital Outlays to Cities - City of Berlin	176,000	-	-	-	0%
Capital Outlays to Cities - City of Ellenton	130,000	-	7,180	7,180	6%
Capital Outlays to Cities - City of Doerun	600,000	-	-	-	0%
Capital Outlays to Cities - City of Norman Park	353,000	-	-	-	0%
Capital Outlays to Cities - City of Riverside	40,000	-	-	-	0%
Moultrie - Colquitt County Library	75,000	-	-	-	0%
Sheriff Administration Building	1,000,000	-	-	-	0%
New CCCI Prison	1,000,000	-	-	-	0%
Moultrie Municipal Airport	275,000	-	-	-	0%
Economic Development Authority	2,000,000	-	118,827	118,827	6%
Roads, Streets and Bridges - County	12,500,000	-	-	-	0%
Total expenditures	$ 30,000,000	$ -	$ 822,629	$ 822,629	

See independent auditors' report.

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INDEPENDENT AUDITORS' REPORT ON STATE OF GEORGIA GRANT CERTIFICATION FORMS

To the Board of Commissioners
of Colquitt County, Georgia
Moultrie, Georgia

We have examined management's assertion included in the accompanying State of Georgia Grant Certification Forms about Colquitt County, Georgia's compliance during the year ended June 30, 2007, with the requirement to use grant proceeds solely for the purpose or purposes for which the grant was made for the following grant awards:

Grant Identification Number	Grant Award
Governor's Emergency Fund GEF – 03 – E03 - 130	$15,000
Local Assistance Grant 03 – C – L – 562	$10,000
Local Assistance Grant 110	$15,000
Local Assistance Grant 193	$12,000
Local Assistance Grant 211	$45,000

Management is responsible for Colquitt County, Georgia's compliance with this requirement. Our responsibility is to express an opinion on management's assertion about Colquitt County, Georgia's compliance based on our examination.

Our examination was conducted in accordance with standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about Colquitt County, Georgia's compliance with this requirement and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on Colquitt County, Georgia's compliance with the specified requirement.

In our opinion, management's assertion that Colquitt County, Georgia complied with the requirements referred to above for the year ended June 30, 2007 is fairly stated in all material respects.

L.A. Bowen, Jr., C.P.A.
Jane Freeman Phillips, C.P.A.
Tom E. Carmichael, Jr., C.P.A.

This report is intended solely for the information and use of the Georgia Department of Audits and Accounts and the State grantor agency identified on the Grant Certification Form and is not intended to be and should not be used by anyone other than the specified parties.

Bowen, Phillips & Carmichael, LLP

March 6, 2008
Tifton, Georgia

State of Georgia Grant Certification Form
Local Government Recipient (with no subrecipient)

LINE		
A	Local Government	Colquitt County, Georgia
B	State Awarding Agency	Georgia Department of Community Affairs
C	Grant Identification Number	GEF-03-E03-130
D	Grant Title	Governor's Emergency Fund
E	Grant Award Date	09/11/02
F	Grant Amount	$15,000

		COLUMN 1 Current Year Activity For the Year Ended: 6/30/2007	COLUMN 2 Cumulative Grant Activity Through the Year Ended: 6/30/2007
G			
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	$15,000	
I	Grant Receipts or Revenue Recognized	$0	$0
J	Grant Disbursements or Expenditures EXCLUDING AUDIT FEES	$15,000	$15,000
K	Disbursements or Expenditures for Audit Fees	$0	$0
L	Balance - Current Year (Cash or Accrued or Deferred Revenue) [Line H (col 1 only) + Line I - Line J - Line K]	$0	$0

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made.

Signature of Chief Elected Official John B. Aldman Date 3/6/08

Signature of Chief Financial Officer Susan L Saucedo Date 3/6/08

State of Georgia Grant Certification Form
Local Government Recipient (with no subrecipient)

LINE		
A	Local Government	Colquitt County, Georgia
B	State Awarding Agency	Georgia Department of Community Affairs
C	Grant Identification Number	03-C-L-562
D	Grant Title	Local Assistance Grant
E	Grant Award Date	07/17/02
F	Grant Amount	$10,000

		COLUMN 1 Current Year Activity For the Year Ended: 6/30/2007	COLUMN 2 Cumulative Grant Activity Through the Year Ended: 6/30/2007	
G				
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	$10,000		
I	Grant Receipts or Revenue Recognized	$0	$0	X
J	Grant Disbursements or Expenditures EXCLUDING AUDIT FEES	$0	$0	
K	Disbursements or Expenditures for Audit Fees	$0	$0	
L	Balance - Current Year (Cash or Accrued or Deferred Revenue) [Line H (col 1 only) + Line I - Line J - Line K]	$10,000	$10,000	

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made.

Signature of Chief Elected Official John B. Ogden Date 3/6/08

Signature of Chief Financial Officer William S. Spivey Date 3/6/08

State of Georgia Grant Certification Form
Local Government Recipient (with no subrecipient)

LINE		
A	Local Government	Colquitt County, Georgia
B	State Awarding Agency	Georgia Department of Community Affairs
C	Grant Identification Number	110
D	Grant Title	Local Assistance Grant
E	Grant Award Date	08/23/06
F	Grant Amount	$15,000

		COLUMN 1 Current Year Activity For the Year Ended: 6/30/2007	COLUMN 2 Cumulative Grant Activity Through the Year Ended: 6/30/2007
G			
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	$0	
I	Grant Receipts or Revenue Recognized	$15,000	$15,000
J	Grant Disbursements or Expenditures EXCLUDING AUDIT FEES	$10,704	$10,704
K	Disbursements or Expenditures for Audit Fees	$0	$0
L	Balance - Current Year (Cash or Accrued or Deferred Revenue) [Line H (col 1 only) + Line I - Line J - Line K]	$4,296	$4,296

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made.

Signature of Chief Elected Official John B. Elder Date 3/6/08

Signature of Chief Financial Officer Susan L Sainsbury Date 3/6/08

State of Georgia Grant Certification Form
Local Government Recipient (with no subrecipient)

LINE		
A	Local Government	Colquitt County, Georgia
B	State Awarding Agency	Georgia Department of Community Affairs
C	Grant Identification Number	193
D	Grant Title	Local Assistance Grant
E	Grant Award Date	08/23/06
F	Grant Amount	$12,000

		COLUMN 1 Current Year Activity For the Year Ended:	COLUMN 2 Cumulative Grant Activity Through the Year Ended:
G		6/30/2007	6/30/2007
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	$0	
I	Grant Receipts or Revenue Recognized	$12,000	$12,000
J	Grant Disbursements or Expenditures EXCLUDING AUDIT FEES	$12,000	$12,000
K	Disbursements or Expenditures for Audit Fees	$0	$0
L	Balance - Current Year (Cash or Accrued or Deferred Revenue) [Line H (col 1 only) + Line I - Line J - Line K]	$0	$0

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made.

Signature of Chief Elected Official John S Alderman Date 3/6/08

Signature of Chief Financial Officer William L. Sinclair Date 3/6/08

State of Georgia Grant Certification Form
Local Government Recipient (with no subrecipient)

LINE		
A	Local Government	Colquitt County, Georgia
B	State Awarding Agency	Georgia Department of Community Affairs
C	Grant Identification Number	211
D	Grant Title	Local Assistance Grant
E	Grant Award Date	08/23/06
F	Grant Amount	$45,000

		COLUMN 1 Current Year Activity For the Year Ended:	COLUMN 2 Cumulative Grant Activity Through the Year Ended:
G		6/30/2007	6/30/2007
H	Balance - Prior Year (Cash or Accrued or Deferred Revenue)	$0	
I	Grant Receipts or Revenue Recognized	$33,750	$33,750
J	Grant Disbursements or Expenditures EXCLUDING AUDIT FEES	$0	$0
K	Disbursements or Expenditures for Audit Fees	$0	$0
L	Balance - Current Year (Cash or Accrued or Deferred Revenue) [Line H (col 1 only) + Line I - Line J - Line K]	$33,750	$33,750

Certification of Local Government Officials

I have reviewed the information presented above and certify that it is accurate and correct. I further certify that the proceeds of the grant award identified above were used solely for the express purpose or purposes for which the grant was made.

Signature of Chief Elected Official John B. Gilbert Date 3/6/08

Signature of Chief Financial Officer Susan L. Sawyer Date 3/6/08

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INDEPENDENT AUDITORS' REPORT ON THE ANNUAL REPORT OF 9-1-1 COLLECTIONS AND EXPENDITURES

To the Board of Commissioners
of Colquitt County, Georgia
Moultrie, Georgia

We have examined management's assertion included in the accompanying Annual Report of 9-1-1 Collections and Expenditures about Colquitt County, Georgia's compliance during the fiscal year ended June 30, 2007 with the requirement to expend 9-1-1 funds in compliance with the expenditure requirements of the Official Code of Georgia Annotated, Section 46-5-134. Management is responsible for Colquitt County, Georgia's compliance with this requirement. Our responsibility is to express an opinion on management's assertion about Colquitt County, Georgia's compliance based on our examination.

Our examination was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about Colquitt County, Georgia's compliance with this requirement and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on Colquitt County, Georgia's compliance with the specified requirement.

In our opinion, management's assertion that Colquitt County, Georgia complied with the aforementioned requirement during the fiscal year ended June 30, 2007 is fairly stated, in all material respects.

This report is intended solely for the information and use of management and the Georgia Department of Audits and Accounts and is not intended to be and should not be used by anyone other than the specified parties.

Bowen, Phillips & Carmichael, LLP

March 6, 2008
Tifton, Georgia

COLQUITT COUNTY, GEORGIA

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended
JUNE 30, 2007

Line No.		[redacted]		
1	Indicate UCOA Fund Type Used to Account for 9-1-1 Activity (choose one):			
	_X_ Special Revenue Fund _____ Enterprise Fund			
2	Monthly 9-1-1 charge billed to each exchange access facility subscriber:	[redacted]	$ 1.50	
3	Total revenue from exchange access facility subscribers:			$ 288,436
4	Does 9-1-1 system provide automatic number identification of a wireless telecommunications connection? (choose one)			
	_X_ Yes _____ No			
5	If the answer to Line 4 is "yes", indicate below which of the following apply (choose one)			
	_____ System provides location of base station or cell site	[redacted]		
	_X_ System provides automatic location identification	[redacted]		
6	If the answer to Line 4 is "yes", identify the monthly 9-1-1 charge billed to each wireless telecommunications connection subscriber:	[redacted]	$ 1.50	
7	Total revenue from wireless telecommunications connection subscribers:			$ 321,540
8	Total Line 3 plus Line 7 (should equal UCOA Revenue Source 34.2500)			$ 609,976
9	Additional revenue sources:			
9a	Federal (UCOA Revenue Source 33.1000) Identify each funding agency individually. Attach list, if necessary.	[redacted]		
	_____			$ _____
	_____			$ _____
9b	State (UCOA Revenue Source 33.4000) Identify each funding agency individually. Attach list, if necessary.	[redacted]		
	_____			$ _____
	_____			$ _____
9c	Local (UCOA Revenue Source 33.6000) Identify each unit of local government individually. Attach list, if necessary.	[redacted]		
	_____			$ _____
	_____			$ _____
9d	Private (UCOA Revenue Source 37.1000) Identify each private source individually. Attach list, if necessary.	[redacted]		
	_____			$ _____
	_____			$ _____
10	Investment Income (UCOA Revenue Source 36.1000 through 36.3000)			$ 4,282
11	Other revenue sources not included above.			

COLQUITT COUNTY, GEORGIA

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended
JUNE 30, 2007

Line No.			
	Identify each source individually. Transfers from other funds of the local government should be reported on Line 25 and not included here.		
	_____		$ _____
	_____		$ _____
	_____		$ _____
	_____		$ _____
	_____		$ _____
	_____		$ _____
	_____		$ _____
	_____		$ _____
12	Total Revenues (total of all amounts reported on Lines 8 through 11)		$ 614,258
	Expenditures (UCOA Activity 3800)		
13	Wireless service supplier cost recovery charges (identify each supplier individually on lines below - attach list, if necessary)		
	_____		$ _____
	_____		$ _____
	_____		$ _____
14	Emergency telephone equipment, including necessary computer hardware, software, and data base provisioning, addressing, and nonrecurring costs of establishing a 9-1-1 system:		
14a	Lease costs		$ _____
14b	Purchase costs		$ _____
14c	Maintenance costs		$ _____
15	Rates associated with the service suppliers 9-1-1 service and other service suppliers recurring charges		$ 15,669
16	Employees hired by the local government solely for the operation and maintenance of the emergency 9-1-1 system: Number of employees classified as: Full time _____ Part time _____		
16a	Salaries and wages		$ _____
16b	Employee benefits		$ _____
17	Cost of training of employees who work as dispatchers		$ _____
18	Office supplies of the public safety answering points used directly in providing emergency 9-1-1 system services		$ _____
19a	Building used as a public safety answering point:		

COLQUITT COUNTY, GEORGIA

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended
JUNE 30, 2007

Line No.		[redacted]	
19a1	Lease costs	[redacted]	$
19a2	Purchase costs	[redacted]	$
19b	Has the local government completed its street addressing plan? (choose one)	[redacted]	$
	X Yes ____ No		
20	Computer hardware and software used at a public safety answering point, including computer assisted dispatch systems:		
20a	Lease costs	[redacted]	$
20b	Purchase costs	[redacted]	$
20c	Maintenance costs	[redacted]	$
21	Supplies directly related to providing emergency 9-1-1 system services, including the cost of printing emergency 9-1-1 public education materials	[redacted]	$
22	Logging recorders used at a public safety answering point to record telephone and radio traffic:		
22a	Lease costs	[redacted]	$
22b	Purchase costs	[redacted]	$
22c	Maintenance costs	[redacted]	$
23	Other expenditures not included in Lines 13 through 22 above. Identify by object and purpose. Transfers to other funds of the local government should be reported on Line 26 and not included here.		
	_____		$
	_____		$
	_____		$
	_____		$
	_____		$
	_____		$
	_____		$
	_____		$
24	Total Expenditures (total of all amounts reported on Lines 13 through 23 above)		$ 15,669 ✓
25	Transfers From Other Funds (identify by fund)		
	_____		$
	_____		$
26	Transfers To Other Funds (identify by fund)		

COLQUITT COUNTY, GEORGIA

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended
JUNE 30, 2007

Line No.		O.C.G.A. Reference:	
	General Fund		$ 487,230 ✓
			$
27	Proceeds from Capital Lease (identify by asset class and, if equipment, purpose)		
			$
			$
28	Net Change in Fund Balance (Line 12 - Line 24 + Line 25 - Line 26 + Line 27)		$ 111,359 ✓
29	Fund Balance - Beginning of Year		$ 224,172 ✓
30	Fund Balance - End of Year		$ 335,531 ✓

31a Do amounts on Lines 12, 24, 28, 29, and 30 agree to amounts reported in the government's audited financial statements submitted to the Georgia Department of Audits and Accounts?

X Yes ____ No

31b If the answer to Line 31a is "no", provide explanation (including amounts) to reconcile each line item specified in Line 31a above to government's audited financial statements. Reconciliation should be attached to this report.

Certification of Local Government Officials

I have reviewed the information presented in this report and certify that it is accurate and correct. I further certify that the 9-1-1 funds were expended in compliance with the expenditure requirements specified in the Official Code of Georgia Annotated (OCGA), Section 46-5-134. I understand that, in accordance with OCGA Section 46-5-134(m)(2), any local government which makes expenditures not in compliance with this Code section may be held liable for pro rata reimbursement to telephone and wireless telecommunications subscribers of amounts improperly expended. Further, the noncompliant local government shall be solely financially responsible for the reimbursement and for any costs associated with the reimbursement. Such reimbursement shall be accomplished by service providers abating the imposition of the 9-1-1 charges and 9-1-1 wireless enhanced charges until such abatement equals the total amount of the rebate.

Signature of Chief Elected Official John B. Alderman Date 3/6/08

Print Name of Chief Elected Official JOHN B. ALDERMAN

Title of Chief Elected Official CHAIRMAN, Board of Commissioners

Signature of Chief Financial Officer Miriam L. Faircloth Date 3/6/08

Print Name of Chief Financial Officer Miriam L. Faircloth