CRAWFORD COUNTY, GEORGIA



ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

CRAWFORD COUNTY, GEORGIA

AUDIT REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

CRAWFORD COUNTY, GEORGIA

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Crawford County, Georgia

Report on the Financial Statements

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 Crawford County, Georgia (the "County") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Crawford County Board of Health, which represents 8 percent, 7 percent, and 54 percent, respectively, of the assets, net position, and revenues of the component units. Those 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 Crawford County Board of Health, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

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Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Crawford County, Georgia as of September 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information on pages 4 through 12, and the schedule of funding progress on page 52 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and the schedule of project expenditures with special sales tax proceeds are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the schedule of project expenditures with special sales tax proceeds, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in

accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the schedule of project expenditures with special sales tax proceeds, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2015, on our consideration of Crawford 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* in considering Crawford County, Georgia's internal control over financial reporting and compliance.

Macon, Georgia
March 23, 2015

MANAGEMENT'S DISCUSSION & ANALYSIS

As management of Crawford County, Georgia (the "County"), we offer readers of Crawford County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and the notes to the financial statements.

Financial Highlights

- The assets of Crawford County exceeded its liabilities at September 30, 2013, by $16,119,071 (net position) and at September 30, 2014, by $17,336,083, (net position). Of this amount, ($2,014,380) represents unrestricted net position, which is a decrease in unrestricted net position from the prior year of $2,901,548.

- At September 30, 2014, the County's total fund balances as summarized for all governmental fund types on page 15 of the financial statements were $2,305,487. At September 30, 2013, the County's total fund balances as summarized for all governmental funds were $1,776,000 an increase of $529,487, or 29.81% from the 2013 fiscal year.

Overview of the Financial Statements

This Discussion and Analysis is intended to serve as an introduction to Crawford County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of Crawford County's finances, in a manner similar to a private-sector business. All governmental and business-type activities are consolidated to arrive at a total for the Primary Government. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and

expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

The governmental activities of the County include general government, judicial, public safety, public works, health and welfare, culture and recreation, and housing and development.

The business-type activities of the County include water services. The government-wide financial statements include not only Crawford County itself (known as the primary government), but also the Crawford County Department of Public Health and the Crawford County Development Authority. These are legally separate entities that are component units of the County due to the significance of their operational or financial relationships with the County. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Crawford County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Crawford County maintains governmental funds to account for the following activities: General; Special Revenue (Sheriff's Department Drug Fund, Jail Fund, Drug Education, Law Library, Revolving Loan, Transit, and Crime Victim) and Capital Projects (SPLOST Bond Project Fund, Commissioners' SPLOST, SPLOST City Fund, SPLOST VII Fund, LMIG Fund, and the Community Development Block Grant (CDBG) Fund). Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance for the General

Fund, which is considered to be a major fund. Data from the other governmental funds are combined into a single, aggregated column. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. Crawford County adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund within the basic financial statements. Additionally, budgetary comparison statements for each Special Revenue Fund are presented immediately following the notes to the financial statements.

Proprietary funds. Crawford County uses an enterprise fund, also known as the business-type function, to account for the Crawford County Water Fund. The proprietary fund is reflected in the business-type activities of the government-wide financial statements.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Crawford County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Crawford County, assets exceed liabilities by $16,119,071 at the close of the 2013 fiscal year and by $17,336,083 at the close of the 2014 fiscal year, an increase of $1,217,012 or 7.6%. Of the $16,119,071, $9,781,684 resulted from County's governmental activities and $6,337,387 resulted from the County's business-type activities in 2013. In comparison, for fiscal year 2014, of the $17,336,083, $8,045,680 resulted from the County's governmental activities and $9,290,403 resulted from the County's business-type activities.

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

Crawford County's Net Position

	Governmental Activities		Business-type Activities		Total	
	2013	2014	2013	2014	2013	2014
Current and other assets	$ 2,778,508	$ 2,730,442	$ 163,196	$ 149,910	$ 2,941,704	$ 2,880,352
Capital assets	9,416,374	9,910,326	11,333,967	11,149,034	20,750,341	21,059,360
Total assets	12,194,882	12,640,768	11,497,163	11,298,944	23,692,045	23,939,712
Other liabilities	787,953	286,778	43,951	20,184	831,904	306,962
Long-term liabilities outstanding	1,625,245	4,308,310	5,115,825	1,988,357	6,741,070	6,296,667
Total liabilities	2,413,198	4,595,088	5,159,776	2,008,541	7,572,974	6,603,629
Net Position:						
Net investment in capital assets	8,155,130	9,165,017	6,218,142	9,160,677	14,373,272	18,325,694
Restricted	741,385	928,870	117,246	95,899	858,631	1,024,769
Unrestricted	885,169	(2,048,207)	1,999	33,827	887,168	(2,014,380)
Total net position	$ 9,781,684	$ 8,045,680	$ 6,337,387	$ 9,290,403	$ 16,119,071	$ 17,336,083

An additional portion of Crawford County's total net position (5.33% in 2013 and 5.92% in 2014) represents resources that are subject to external restrictions on how they may be used. The remaining balance of total unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Crawford County is able to report positive balances in all categories of net position for the government as a whole except for the unrestricted net position category.

Governmental activities. Governmental activities increased the County's net position by $397,985 in 2013 and decreased the County's net position by $1,736,004 in 2014. Key elements of this increase/decrease are as follows:

Crawford County's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2013	2014	2013	2014	2013	2014
Revenues:						
Program revenues						
Charges for services	$ 1,313,226	$ 1,457,593	$ 438,722	$ 457,930	$ 1,751,948	$ 1,915,523
Operating grants and contributions	439,564	693,158	17,916	9,883	457,480	703,041
Capital grants and contributions	8,148	34,083	-	34,083	8,148	68,166
General revenues:						
Property taxes	4,214,719	4,404,064	-	-	4,214,719	4,404,064
Sales taxes	955,200	937,202	-	-	955,200	937,202
Other taxes	628,003	746,724	-	-	628,003	746,724
Unrestricted investment earnings	3,395	3,780	-	-	3,395	3,780
Miscellaneous	67,515	50,840	-	-	67,515	50,840
Total revenues	7,629,770	8,327,444	456,638	501,896	8,086,408	8,829,340
Expenses:						
General government	1,903,694	2,052,580	-	-	1,903,694	2,052,580
Judicial	760,266	706,395	-	-	760,266	706,395
Public safety	1,955,195	1,470,731	-	-	1,955,195	1,470,731
Public works	2,077,740	2,146,777	-	-	2,077,740	2,146,777
Health and welfare	158,669	283,089	-	-	158,669	283,089
Recreation	113,230	114,055	-	-	113,230	114,055
Community and economic development	105,457	95,917	-	-	105,457	95,917
Interest on long-term debt	62,012	44,198	-	-	62,012	44,198
Issuance costs	-	106,726	-	-	-	106,726
Water	-	-	641,873	591,860	641,873	591,860
Total expenses	7,136,263	7,020,468	641,873	591,860	7,778,136	7,612,328
Change in net position before transfers	493,507	1,306,976	(185,235)	(89,964)	308,272	1,217,012
Transfers	(95,522)	(3,042,980)	95,522	3,042,980	-	-
Change in net position	397,985	(1,736,004)	(89,713)	2,953,016	308,272	1,217,012
Net position, beginning	9,383,699	9,781,684	6,427,100	6,337,387	15,810,799	16,119,071
Net position, ending	$ 9,781,684	$ 8,045,680	$ 6,337,387	$ 9,290,403	$ 16,119,071	$ 17,336,083

Financial Analysis of the Government's Funds

As noted earlier, Crawford County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

At the end of the 2014 fiscal year, the County's governmental funds reported combined ending fund balances of $2,305,487 an increase of $529,487 in comparison with the prior year. Specifically, unassigned general fund balance increased $491,054. Due to the implementation of GASB 54 during the fiscal year ending September 30, 2012, there are no unassigned fund balances associated with special revenue or capital project funds. For these funds, fund balances are reported as: (1) nonspendable, (2) restricted, or (3) assigned. Approximately 88.1% of the fund balance for the general fund is unassigned fund balance, which is available for spending at the government's discretion.

The general fund is the chief operating fund of Crawford County. At the end of the current fiscal year, total fund balance reached $1,340,765 for which all was unassigned with the exception of $156,805. Of this, $147,516 was shown as nonspendable for prepaids and $9,289 was classified as assigned fund balance for the jail's commissary fund and the recreation fund. The fund balance of the County's total general fund increased by $477,796 during fiscal year 2014. The County's revenues collected in 2014 exceeded the final budget by $437,037. The County's expenditures were less than the final budget by $268,090. When combined with transfers out of the general fund ($37,216) and debt service payments ($50,934 in principal and $11,218 in interest), the net result was the increase of $477,796.

The Capital Project Funds account for the financial resources provided from the 2009 and the 2014 (SPLOST VII) one percent Special Purpose Local Option Sales Tax (SPLOST). The resources from the 2009 SPLOST issuance must be used for roads, streets, and bridges, a new government facility, public safety facilities, recreation facilities and capital equipment, courthouse improvements, economic and community development projects, water/wastewater improvements for the City or Roberta, and public safety facilities and equipment for the City or Roberta. The 2014 SPLOST issuance (SPLOST VII) was established to account for the proceeds of sales taxes collected for capital projects to be constructed with proceeds from general obligation bonds. At the end of the 2014 fiscal year, the non major Capital Project funds (Commissioners' SPLOST, SPLOST City Fund, SPLOST Bond Project Fund, SPLOST VII Funds, LMIG Fund, and the Community Development Block Grant (CDBG) Fund) had a combined fund balance of $328,427. All activities of the 2009 SPLOST and the 2014 SPLOST (SPLOST VII) are reported between the above mentioned funds. Both proceeds from sales tax collections and capital expenditures are reported between the capital projects funds.

The project length budget for the 2009 SPLOST is $4,676,000. The financial resources must be used for the funding the following capital outlay projects: roads, street, and bridges, construction of a new government facility, purchase of public safety facilities and equipment, construction of recreation facilities and capital equipment, courthouse improvements, economic and community development

projects, water/wastewater projects for the City of Roberta, and public safety equipment and facilities for the City of Roberta.

Proprietary funds. Crawford County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The County's only proprietary fund type is an enterprise fund.

For the year ended September 30, 2014, the proprietary fund indicates total net position of $9,290,403. This is an increase in total net position for the proprietary fund in the amount of $2,953,016.

Crawford County
Enterprise Net Operating Income,
Nonoperating Expenses and Transfers

	2013	2014
Net operating (loss)/income:		
Water Fund	$ 15,208	$ 35,038
Total net operating loss	15,208	35,038
Nonoperating expenses	(200,443)	(159,085)
Loss before transfers and contributions	(185,235)	(124,047)
Capital Contributions	-	34,083
Transfers in/(out)	95,522	3,042,980
Changes in net position	$ (89,713)	$ 2,953,016

Capital Asset and Debt Administration

Capital assets. Crawford County's investment in capital assets for its governmental activities as of September 30, 2014 increased $493,952 to $9,910,326 (net of accumulated depreciation). Additionally, the County's investment in capital assets for its business-type activities as of September 30, 2014 decreased by $184,933 to $11,149,034. This investment in capital assets includes land, construction in progress (several roads being paved as well as a recreation building which includes a concession stand and bathrooms) buildings and improvements, machinery and equipment, vehicles, land improvements, roads, streets and bridges (infrastructure), and water lines (infrastructure).

Crawford County's Capital Assets
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2013	2014	2013	2014	2013	2014
Land	$ 565,553	$ 565,553	$ 26,000	$ 26,000	$ 591,553	$ 591,553
Construction in progress	51,403	250,643	-	40,088	51,403	290,731
Buildings and improvements	3,453,187	3,361,978	33,823	30,441	3,487,010	3,392,419
Machinery and equipment	552,130	455,164	43,056	34,291	595,186	489,455
Vehicles	729,445	1,171,576	-	-	729,445	1,171,576
Infrastructure	3,911,714	3,968,314	11,231,088	11,018,214	15,142,802	14,986,528
Land improvements	152,942	137,098	-		152,942	137,098
Total	$ 9,416,374	$ 9,910,326	$ 11,333,967	$ 11,149,034	$ 20,750,341	$ 21,059,360

Long-term debt. At the end of the current fiscal year, Crawford County had total outstanding debt of $6,296,667 of which $1,988,357 is from the proprietary fund (water).

- Capital leases are used to finance new equipment primarily in the Road department
- Crawford County closed its landfill on Fairplay Hill Road many years ago. Federal and state laws require maintenance and monitoring of the landfill for a period of thirty (30) years. The County has thirteen (13) years of monitoring remaining. The costs of monitoring have been estimated based on what it would cost to perform all postclosure care in 2014. However, the actual cost may be higher due to inflation, changes in technology, or changes in laws.

	Beginning Balance	Additions	Reductions	Ending Balance	Due in One Year
Governmental activities:					
General obligation bonds	$ 945,000	$ 3,225,000	$ 465,000	$ 3,705,000	$ 480,000
Notes payable	91,761	-	17,921	73,840	18,639
Capital leases	224,483	-	33,014	191,469	191,469
Landfill postclosure	364,001	-	26,000	338,001	26,000
	$ 1,625,245	$ 3,225,000	$ 541,935	$ 4,308,310	$ 716,108
Business-type activities:					
Revenue bonds	$ 4,902,715	$ -	$ 3,103,138	$ 1,799,577	$ 38,982
Notes payable	213,110	-	24,330	188,780	25,481
Total	$ 5,115,825	$ -	$ 3,127,468	$ 1,988,357	$ 64,463

Additional detail on capital assets and long-term debt activity can be found in the notes to the financial statements.

Economic Factors

- The unemployment rate for Crawford County is at 6.6% which is lower than the Middle Georgia rate of 6.8% and the State of Georgia rate of 6.9%. (Unemployment rate per the County Labor Force Estimates is from the Georgia Department of Labor website: www.dol.state.ga.us/).

Requests for Information

This financial report is designed to provide a general overview of Crawford County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Crawford County Board of Commissioner's Office, Crawford County, Georgia, Post Office Box 1059, Roberta, Georgia 31078.

FINANCIAL STATEMENTS

CRAWFORD COUNTY, GEORGIA

STATEMENT OF NET POSITION
SEPTEMBER 30, 2014

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Crawford County Development Authority	Crawford County Health Department
ASSETS					
Cash and cash equivalents	$ 1,880,058	$ 28,739	$ 1,908,797	$ 405,054	$ 229,886
Receivables, net of allowance					
Taxes	231,365	-	231,365	-	-
Accounts	80,482	29,356	109,838	6,292	15,965
Notes receivable	252,369	-	252,369	172,940	-
Due from other governments	131,176	-	131,176	-	-
Internal balances	4,084	(4,084)	-	-	-
Prepaid items	147,516	-	147,516	-	-
Due from component unit	3,392	-	3,392	-	-
Restricted cash	-	95,899	95,899	-	-
Capital assets					
Non depreciable	816,196	66,088	882,284	60,276	-
Depreciable assets, net	9,094,130	11,082,946	20,177,076	2,386,452	-
Total Assets	12,640,768	11,298,944	23,939,712	3,031,014	245,851
LIABILITIES					
Accounts payable	133,629	2,797	136,426	9,098	5,330
Accrued salaries and benefits	73,202	1,216	74,418	-	-
Accrued interest	34,538	4,262	38,800	-	-
Other liabilities	15,624	-	15,624	-	-
Unearned revenue	-	6,304	6,304	10,087	-
Due to primary government	-	-	-	3,392	-
Customer deposits payable	-	5,605	5,605	-	-
Due to other governments	29,785	-	29,785	-	11,146
Noncurrent liabilities:					
Due within one year	716,108	64,463	780,571	55,918	2,958
Due in more than one year	3,592,202	1,923,894	5,516,096	196,451	16,555
Total Liabilities	4,595,088	2,008,541	6,603,629	274,946	35,989
NET POSITION					
Net investment in capital assets	9,165,017	9,160,677	18,325,694	2,194,359	-
Restricted for					
Capital outlay	328,427	-	328,427	-	-
Other restrictions	600,443	95,899	696,342	-	-
Unrestricted	(2,048,207)	33,827	(2,014,380)	561,709	209,862
Total Net Position	$ 8,045,680	$ 9,290,403	$ 17,336,083	$ 2,756,068	$ 209,862

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

CRAWFORD COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Units: Development Authority	Component Units: Health Department
Primary Government:									
Governmental Activities									
General government	$ 2,052,580	$ 466,327	$ 40,864	$ -	$ (1,545,389)	$ -	$ (1,545,389)		
Public safety	1,470,731	4,399	-	-	(1,466,332)	-	(1,466,332)		
Public works	2,146,777	703,894	449,820	34,083	(958,980)	-	(958,980)		
Judicial	706,395	225,590	28,691	-	(452,114)	-	(452,114)		
Health and welfare	283,089	6,087	173,783	-	(103,219)	-	(103,219)		
Culture and recreation	114,055	51,296	-	-	(62,759)	-	(62,759)		
Housing and development	95,917	-	-	-	(95,917)	-	(95,917)		
Interest on long-term debt	44,198	-	-	-	(44,198)	-	(44,198)		
Issuance costs	106,726	-	-	-	(106,726)	-	(106,726)		
Total governmental activities	7,020,468	1,457,593	693,158	34,083	(4,835,634)	-	(4,835,634)		
Business-type Activities									
Water Fund	591,860	457,930	9,883	34,083	-	(89,964)	(89,964)		
Total business-type activities	591,860	457,930	9,883	34,083	-	(89,964)	(89,964)		
Total Primary Government	$ 7,612,328	$ 1,915,523	$ 703,041	$ 68,166	(4,835,634)	(89,964)	(4,925,598)		
Component Units:									
Development Authority	$ 162,616	$ 184,735	$ 71,740	$ -				$ 93,859	$ -
Health Department	317,424	114,490	188,482	-				-	(14,452)
Total Component Units	$ 480,040	$ 299,225	$ 260,222	$ -				93,859	(14,452)
			General Revenues						
			Property tax		4,404,064	-	4,404,064	-	-
			Sales tax		937,202	-	937,202	-	-
			Other tax		746,724	-	746,724	-	-
			Interest revenue		3,780	-	3,780	2,258	85
			Miscellaneous		50,840	-	50,840	-	-
			Total General Revenues		6,142,610	-	6,142,610	2,258	85
			Transfers		(3,042,980)	3,042,980	-	-	-
			Total General Revenues and Transfers		3,099,630	3,042,980	6,142,610	2,258	85
			Change in Net Position		(1,736,004)	2,953,016	1,217,012	96,117	(14,367)
			Net Position - Beginning of Year		9,781,684	6,337,387	16,119,071	2,659,951	224,229
			Net Position - End of Year		$ 8,045,680	$ 9,290,403	$17,336,083	$ 2,756,068	$ 209,862

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

CRAWFORD COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014

	General Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS			
Cash and cash equivalents	$ 1,193,538	$ 686,520	$ 1,880,058
Taxes receivable	231,365	-	231,365
Accounts receivable, net	80,482	-	80,482
Notes receivable	-	252,369	252,369
Due from other governments	66,193	64,983	131,176
Due from other funds	11,684	10,460	22,144
Due from component unit	3,392	-	3,392
Prepaid items	147,516	-	147,516
Total Assets	$ 1,734,170	$ 1,014,332	$ 2,748,502
LIABILITIES			
Accounts payable	$ 133,098	$ 531	$ 133,629
Accrued liabilities	71,664	1,538	73,202
Due to other governments	-	29,785	29,785
Due to other funds	304	17,756	18,060
Total Liabilities	205,066	49,610	254,676
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	188,339	-	188,339
Total Deferred Inflows of Resources	188,339	-	188,339
FUND BALANCES			
Nonspendable	147,516	252,369	399,885
Restricted	-	695,356	695,356
Assigned	9,289	16,997	26,286
Unassigned	1,183,960	-	1,183,960
Total Fund Balances	1,340,765	964,722	2,305,487
Total Liabilities, Deferred inflows of Resources, and fund balances	$ 1,734,170	$ 1,014,332	$ 2,748,502

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

CRAWFORD COUNTY, GEORGIA

RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
SEPTEMBER 30, 2014

Amounts reported for governmental activities in the statement of net position are different because:

Total Fund Balances - Governmental Funds	$	2,305,487
Capital Assets		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Cost of the assets		19,265,597
Accumulated depreciation		(9,355,271)
Net pension obligation is not available during the current period and therefore, is not reported in the funds.		
Other liabilities		(15,624)
Revenues		
Some of the government's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are unearned in the funds.		188,339
Long-term Liabilities		
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities both current and long-term are reported in the Statement of Net Position. Long-term liabilities at year-end consist of the following:		
Bonds payable		(3,705,000)
Notes payable		(73,840)
Capital leases payable		(191,469)
Landfill		(338,001)
Accrued interest payable		(34,538)
Total Net Position of Governmental Activities	$	8,045,680

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

CRAWFORD COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	General Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues:			
Property taxes	$ 4,449,150	$ -	$ 4,449,150
Sales taxes	409,362	527,840	937,202
Other taxes	746,724	-	746,724
Licenses and permits	57,031	-	57,031
Intergovernmental revenue	64,134	663,107	727,241
Charges for services	1,323,797	6,087	1,329,884
Fines and forfeitures	43,474	27,204	70,678
Interest earnings	3,765	15	3,780
Other miscellaneous revenues	50,654	186	50,840
Total Revenues	7,148,091	1,224,439	8,372,530
Expenditures:			
Current:			
General government	2,017,972	-	2,017,972
Judicial	650,364	6,082	656,446
Public safety	1,813,346	15,018	1,828,364
Public works	1,843,754	-	1,843,754
Health and welfare	61,843	99,583	161,426
Culture and recreation	88,689	-	88,689
Housing and community development	94,959	-	94,959
Intergovernmental	-	62,628	62,628
Debt Service			
Principal	50,934	465,000	515,934
Interest	11,218	32,980	44,198
Issuance cost	-	106,726	106,726
Capital Outlay	-	603,967	603,967
Total Expenditures	6,633,079	1,391,984	8,025,063
Excess (Deficiency) of Revenues Over (Under) Expenditures	515,012	(167,545)	347,467
Other Financing Sources (Uses):			
Proceeds from bonds	-	3,225,000	3,225,000
Transfers from other funds	-	93,839	93,839
Transfers to other funds	(37,216)	(3,099,603)	(3,136,819)
Total other financing sources (uses)	(37,216)	219,236	182,020
Net change in fund balances	477,796	51,691	529,487
Fund Balance, beginning of year	862,969	913,031	1,776,000
Fund Balance, end of year	$ 1,340,765	$ 964,722	$ 2,305,487

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

CRAWFORD COUNTY, GEORGIA

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Amounts reported for governmental activities in the statement of activities are different because:

Net Change in Fund Balances - total governmental funds	$	529,487
Capital Assets		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense.		
Total capital outlays		1,161,328
Total depreciation		(656,476)
In the Statement of Activities, only the loss on the sale/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 gain / (loss) on disposal		(10,900)
Net pension obligations is not available during the current period and therefore, is not reported in the funds.		
Other liabilities - change in net pension obligation		(10,186)
Long-term Debt		
Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The adjustments for these items are as follows:		
Issuance of bonds		(3,225,000)
Bonds payable		465,000
Notes payable		17,921
Capital leases		33,014
Landfill		26,000
Accrued interest on debt		(21,106)
Revenues		
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(45,086)
Change in Net Position of Governmental Activities	$	(1,736,004)

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

CRAWFORD COUNTY, GEORGIA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Budget			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Property taxes	$ 4,155,400	$ 4,155,400	$ 4,449,150	$ 293,750
Sales taxes	364,800	364,800	409,362	44,562
Other taxes	671,150	671,150	746,724	75,574
Licenses and permits	47,000	47,000	57,031	10,031
Intergovernmental revenue	39,700	44,700	64,134	19,434
Charges for services	1,300,848	1,345,479	1,323,797	(21,682)
Fines and forfeitures	30,000	30,000	43,474	13,474
Interest earnings	2,800	2,800	3,765	965
Other miscellaneous revenues	33,010	49,725	50,654	929
Total Revenues	6,644,708	6,711,054	7,148,091	437,037
Expenditures				
Current				
General government:				
County administrator	33,600	41,828	41,828	-
County commission	965,728	1,011,178	1,011,178	-
Grounds maintenance	201,389	246,675	246,675	-
Elections	120,002	120,002	109,607	10,395
Planning and zoning	119,190	119,190	117,782	1,408
Tax assessors	303,498	303,498	281,641	21,857
Tax commissioner	216,051	216,051	209,261	6,790
Total general government	1,959,458	2,058,422	2,017,972	40,450
Judicial:				
District attorney	6,180	6,180	5,459	721
Magistrate court	134,318	144,422	144,422	-
Probate court	117,532	117,729	117,729	-
Superior court	238,123	238,123	223,561	14,562
Clerk of superior court	164,176	164,176	159,193	4,983
Total judicial:	660,329	670,630	650,364	20,266

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

CRAWFORD COUNTY, GEORGIA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014
(CONTINUED)

	Budget			
	Original	Final	Actual	Variance with Final Budget
Expenditures				
Current				
Public safety:				
Coroner	43,611	43,611	41,780	1,831
Fire department	128,314	172,261	153,960	18,301
Emergency management	68,935	70,735	68,209	2,526
Jail	462,068	462,068	434,668	27,400
Dispatcher	311,960	311,960	286,783	25,177
Sheriff	870,326	880,486	827,946	52,540
Total public safety	1,885,214	1,941,121	1,813,346	127,775
Public works:				
Roads	832,973	914,498	860,916	53,582
Shop	274,501	364,294	364,294	-
Waste collection	541,926	541,926	526,847	15,079
Waste disposal	88,150	91,697	91,697	-
Total public works	1,737,550	1,912,415	1,843,754	68,661
Health and welfare:				
Health and welfare	47,500	48,683	48,683	-
Older Americans Council	5,600	10,355	9,160	1,195
Welfare	4,000	4,000	4,000	-
Total health and welfare	57,100	63,038	61,843	1,195
Culture and recreation:				
Recreation	65,584	65,584	61,628	3,956
Libraries	24,943	27,061	27,061	-
Total culture and recreation	90,527	92,645	88,689	3,956

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

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CRAWFORD COUNTY, GEORGIA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014
(CONTINUED)

	Budget			
	Original	Final	Actual	Variance with Final Budget
Expenditures				
Current				
Housing and community development:				
Forest resources	16,699	20,874	20,874	-
Extension office	31,358	31,358	25,571	5,787
Conservation	22,516	23,514	23,514	-
Development authority	25,000	25,000	25,000	-
Total housing and community development	95,573	100,746	94,959	5,787
Total current expenditures	6,485,751	6,839,017	6,570,927	268,090
Debt service:				
Principal	50,934	50,934	50,934	-
Interest	11,218	11,218	11,218	-
Total debt service	62,152	62,152	62,152	-
Total expenditures	6,547,903	6,901,169	6,633,079	268,090
Excess (Deficiency) of Revenues Over (Under) Expenditures	96,805	(190,115)	515,012	705,127
Other Financing Uses:				
Transfers to other funds	(96,135)	(96,135)	(37,216)	58,919
Total Other Financing Uses	(96,135)	(96,135)	(37,216)	58,919
Net Change in fund balance	670	(286,250)	477,796	764,046
Fund Balance, beginning of year	862,969	862,969	862,969	-
Fund Balance, end of year	$ 863,639	$ 576,719	$ 1,340,765	$ 764,046

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

CRAWFORD COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUND
SEPTEMBER 30, 2014

	Business-type Activities - Enterprise Fund
	Water Fund
ASSETS	
Current assets:	
Cash	$ 28,739
Restricted cash	95,899
Due from other funds	304
Accounts receivable, net of allowance for uncollectible accounts	29,356
Total current assets	154,298
Noncurrent assets:	
Capital assets:	
Nondepreciable	66,088
Depreciable, net	11,082,946
Total capital assets	11,149,034
Total noncurrent assets	11,149,034
Total assets	11,303,332
LIABILITIES	
Current liabilities:	
Accounts payable	2,797
Accrued liabilities	1,216
Accrued interest	4,262
Customer deposits payable	5,605
Unearned revenue	6,304
Due to other funds	4,388
Current maturities of long term debt	64,463
Total current liabilities	89,035
Long-term liabilities:	
Long-term debt, net of current portion	1,923,894
Total long-term liabilities	1,923,894
Total liabilities	2,012,929
NET POSITION	
Net investment in capital assets	9,160,677
Restricted for	
water system maintenance	95,899
Unrestricted	33,827
Total net position	$ 9,290,403

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

CRAWFORD COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Business-type Activities - Enterprise Fund
	Water Fund
Operating Revenues:	
Charges for services	$ 457,930
Total operating revenues	457,930
Operating Expenses:	
Cost of sales and services	136,281
General and administration	61,590
Depreciation	225,021
Total Operating Expenses	422,892
Operating income	35,038
Non-Operating Revenues (Expense):	
Intergovernmental revenue	9,883
Interest expense	(168,968)
Total Non-Operating Expenses	(159,085)
Loss before transfers	(124,047)
Capital contributions	34,083
Transfers in	3,042,980
Change in net position	2,953,016
Net position - beginning of year	6,337,387
Net position - end of year	$ 9,290,403

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

CRAWFORD COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Business-type Activities - Enterprise Fund
	Water Fund
Cash Flows from Operating Activities:	
Receipts from customers and users	$ 458,523
Payments to employees	(45,008)
Payments to suppliers for goods and services provided	(150,652)
Net Cash Provided by Operating Activities	262,863
Cash Flows from Noncapital Financing Activities:	
Transfers in	3,042,980
Net Cash Provided by Noncapital Financing Activities	3,042,980
Cash Flows from Capital and Related Financing Activities:	
Purchase of capital assets	(40,088)
Principal payments on long-term debt	(3,127,468)
Interest payments on long-term debt	(180,710)
Net Cash Used for Capital and Related Financing Activities	(3,314,183)
Cash Flows from Investing Activities:	
Interest received	-
Net Cash Provided by Investing Activities	-
Net Decrease in Cash and Cash Equivalents	(8,340)
Cash and Cash Equivalents - Beginning of Year	132,978
Cash and Cash Equivalents - End of Year	$ 124,638
Classified as:	
Cash	$ 28,739
Restricted Cash	95,899
	$ 124,638

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

CRAWFORD COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014
(CONTINUED)

	Business-type Activities - Enterprise Fund Water Fund
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income	$ 35,038
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:	
Depreciation	225,021
Changes in Assets and Liabilities:	
(Increase)/decrease in accounts receivables	863
(Increase)/decrease in due from other funds	(304)
Increase/(decrease) in accounts payable	(2,072)
Increase/(decrease) in accrued liabilities	199
Increase/(decrease) in due to other funds	4,388
Increase/(decrease) in customer deposits	(270)
Total adjustments	227,825
Net Cash Provided by Operating Activities	$ 262,863

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

CRAWFORD COUNTY, GEORGIA

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2014

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 162,636
Certificates of deposit	138,756
Total Assets	$ 301,392
LIABILITIES	
Due to State of Georgia	$ 3,126
Due to Board of Education	46,057
Due to other governments	5
Funds held in escrow	229,347
Due to others	22,857
Total Liabilities	$ 301,392

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. The Reporting Entity

Crawford County is a political subdivision of the State of Georgia. It is governed by an elected board of five county commissioners. As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the County (the primary government) and its component units. The discretely presented component units are reported in separate columns in the combined financial statements to emphasize that they are legally separate from the primary government. The component units of the County are the Development Authority of Crawford County and the Crawford County Health Department.

Development Authority of Crawford County

The members of the governing board of the Development Authority of Crawford County (the Development Authority) are appointed by the Board of Commissioners of Crawford County. Although the County does not have the authority to approve or modify the budget of the Development Authority, the County provides financial support to the Development Authority. The Development Authority is presented as a governmental fund type and only maintains a General Fund. The Development Authority does not issue separate financial statements.

Crawford County Health Department

The Crawford County Board of Commissioners appoints three members of the Crawford County Health Department (the Health Department) Board of Directors. Also, the Chairman of the County Board of Commissioners is a member of the Health Department Board of Directors. Therefore, the Crawford County Board of Commissioners is responsible for four of the seven positions on the Health Department Board of Directors. Complete financial statements for the Crawford County Health Department as of the fiscal year ending June 30, 2014 may be obtained at the Health Department's administrative office at the following location:

Crawford County Health Department
141 McCrary Avenue
Roberta, Georgia 31078

B. Fund Accounting

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. Government-wide financial statements do not provide information by fund or account group, but distinguish between the County's governmental activities and business-type activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to those 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 segments. 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.

C. Measurement Focus and Basis of Accounting

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

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

Property taxes, sales tax, intergovernmental grants, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The format of the fund financial statements has been modified by GASB Statement No. 34. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. GASB Statement No. 34 also requires, as required supplementary information, Management's Discussion and Analysis which includes an analytical overview of the County's financial activity.

The County reports the following major governmental fund:

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

The County reports the following major proprietary fund:

> The **Water Fund** is an enterprise fund used to account for the provision of water services to citizens of Crawford County. Activities of the fund include water administration, operations, billing and collections.

Additionally, the County reports the following fund types:

> The **special revenue funds** account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.
>
> The **capital project funds** account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Business-type / Proprietary Funds).
>
> The **agency funds** are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Amounts reported as program revenues include 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges for goods and services provided. Operating expenses of the enterprise funds include the cost of these goods 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.

D. Cash and Cash Equivalents

The County and its discretely presented component units' cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

E. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. For the most part, the effect of interfund activity has been removed from the government-wide statement of net position. Any residual balances outstanding between the governmental and business-type activities are reported in the government-wide statement of net position as "internal balances." In the fund financial statements, these receivables and payables are classified as "due from other funds" or "due to other funds."

F. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

G. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the County chose to include all such items regardless of their acquisition date. The County was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to acquisition year or estimated acquisition year).

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

Major outlays for capital improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense incurred by the County during the current fiscal year was $213,166. For the fiscal year ending September 30, 2014, there were no ongoing projects financed with loan funds. Therefore, none of the interest paid was capitalized.

Capital assets of the primary government and each discretely presented component unit are depreciated using the straight line method over the following useful lives:

Asset Category	Years
Land improvements	15-20
Buildings and improvements	20-60
Equipment	5-20
Vehicles	5-20
Infrastructure	30-60

H. 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 position. 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.

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 debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

I. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused personal hours that the employee may use for sickness and vacation. Vacation hours must be used by the end of the fiscal year, as they do not vest. There is no liability for unpaid sick leave or vacation leave, as the County does not have a policy to pay any amounts when employees separate from service with the County whether it is through termination or voluntary resignation. Instead, the amount earned but unused can be added towards retirement (i.e., employee can retire early and receive a salary for time accrued).

J. Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

K. Deferred Outflows / Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

L. Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

M. Fund Equity

In the financial statements, governmental funds report the following classifications of fund balance in accordance with Governmental Accounting Standards Board Statement No. 54:

- Nonspendable – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- Restricted – amounts are restricted when constraints have been placed on the use of resources (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

- Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners (the Board). The Board approves committed resources through a motion and vote during the voting session of the Board's meetings.
- Assigned – amounts that are constrained by the Board's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board has authorized the County finance director or designee to assign fund balances.
- Unassigned – amounts that have not been assigned to other funds and that are not restricted, committed, or assigned to specific purposes within the General Fund.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the County's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

The County does not have a formal minimum fund balance policy. The following is a summary of the fund balance classifications as of September 30, 2014:

	General Fund	Nonmajor Governmental	Total
Fund Balances			
Nonspendable:			
Prepaids	$ 147,516	$ -	$ 147,516
Notes receivable	-	252,369	252,369
Restricted for:			
Capital outlay	-	328,427	328,427
Law enforcement	-	35,312	35,312
Law library	-	87,915	87,915
Drug education	-	58,054	58,054
Revolving loan	-	125,983	125,983
Crime victim	-	59,665	59,665
Assigned			
Transit	-	16,997	16,997
Jail concession	9,289	-	9,289
Unassigned	1,183,960	-	1,183,960
Total fund balances	$ 1,340,765	$ 964,722	$ 2,305,487

NOTE 2 – LEGAL COMPLIANCE – BUDGETS

A. Budgets and Budgetary Accounting

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

1. After preparation of the departmental budgets by the department heads and the County Manager, each department head formally presents the budget to the Board of Commissioners. The Board of Commissioners reviews each budget at this time.
2. After review of each departmental budget and revisions made by the department heads, the budget is adopted by the Board of Commissioners.
3. Formal budgetary integration is the management tool used as a control device during the year for the General Fund. The legal level of budgetary control is the department level.
4. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. An annual appropriated budget is legally adopted for the General Fund, Law Library Fund, the Sheriff's Department Drug Fund, the Drug Education Fund, the Jail Fund, the Transit System Fund, the Revolving Loan Fund, and the Crime Victim Fund.
5. All appropriations lapse at fiscal year-end.

NOTE 3 – DEPOSITS AND INVESTMENTS

Credit risk. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime bankers' acceptances; the local government investment pool established by state law (Georgia Fund 1); repurchase agreements; and obligations of other political subdivisions of the State of Georgia. At September 30, 2014, the County's only investments were in certificates of deposit.

At September 30, 2014, the County's investments in certificates of deposit were as follows:

Investment	Maturity	Amount
Certificates of deposit - Agency Funds	91 days	$ 138,756

Interest rate risk. The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial credit risk — deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government

instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of September 30, 2014, all of the deposits of the County and its component units were fully collateralized in accordance with the state statutes.

NOTE 4 – RECEIVABLES

Receivables at September 30, 2014, consist of the following:

Receivables:	General Fund	Non-Major Funds	Water Fund	Total
Taxes	$ 231,365	$ -	$ -	$ 231,365
Notes receivable	-	252,369	-	252,369
Accounts	86,731	-	49,140	135,871
	318,096	252,369	49,140	619,605
Less allowance for uncollectibles	(6,249)	-	(19,784)	(26,033)
Total receivables	$ 311,847	$ 252,369	$ 29,356	$ 593,572

The County's property taxes were levied on the assessed values of all real and personal property with utilities, including mobile homes and motor vehicles, located in the County.

The tax billing cycle for fiscal year 2014 is as follows:

Lien date	June 26, 2014
Levy date	October 22, 2013
Payment due date	December 30, 2013
Delinquency date	December 31, 2013
Collection Dates	October 22, 2013 through December 30, 2013

NOTE 5 – DUE FROM OTHER GOVERNMENTS

Amounts due from other governments at September 30, 2014, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	Non-Major Funds	Total
Receivables:			
Federal	$ -	$ 13,292	$ 13,292
State	39,249	50,191	89,440
Other	26,944	1,500	28,444
Total receivables	$ 66,193	$ 64,983	$ 131,176

NOTE 6 – CAPITAL ASSETS

A. Primary Government

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 565,553	$ -	$ -	$ 565,553
Construction in progress	51,403	199,240	-	250,643
Total	616,956	199,240	-	816,196
Capital assets, being depreciated:				
Buildings and improvements	4,719,651		-	4,719,651
Equipment	1,535,047	63,169	-	1,598,216
Vehicles	2,750,358	623,487	(21,800)	3,352,045
Infrastructure	7,991,828	275,432	-	8,267,260
Land improvements	512,229	-	-	512,229
Total	17,509,113	962,088	(21,800)	18,449,401
Less accumulated depreciation for:				
Buildings and improvements	(1,266,464)	(91,209)	-	(1,357,673)
Equipment	(982,917)	(160,135)	-	(1,143,052)
Vehicles	(2,020,913)	(170,456)	10,900	(2,180,469)
Infrastructure	(4,080,114)	(218,832)	-	(4,298,946)
Land improvements	(359,287)	(15,844)	-	(375,131)
Total	(8,709,695)	(656,476)	10,900	(9,355,271)
Total capital assets, being depreciated, net	8,799,418	305,612	(10,900)	9,094,130
Govemmental activities capital assets, net	$ 9,416,374	$ 504,852	$ (10,900)	9,910,326
			Less related long-term debt outstanding	(745,309)
			Net investment in capital assets	$ 9,165,017

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities				
Capital assets, not being depreciated:				
Land	$ 26,000	$ -	$ -	$ 26,000
Construction in progress	-	40,088	-	40,088
Total	26,000	40,088	-	66,088
Capital assets, being depreciated:				
Buildings and improvements	50,733	-	-	50,733
Vehicles	78,476	-	-	78,476
Equipment	113,728	-	-	113,728
Water improvements	12,772,460	-	-	12,772,460
Total	13,015,397	-	-	13,015,397
Less accumulated depreciation for:				
Buildings and improvements	(16,910)	(3,382)	-	(20,292)
Vehicles	(78,476)	-	-	(78,476)
Equipment	(70,672)	(8,765)	-	(79,437)
Water improvements	(1,541,372)	(212,874)	-	(1,754,246)
Total	(1,707,430)	(225,021)	-	(1,932,451)
Total capital assets, being depreciated, net	11,307,967	(225,021)	-	11,082,946
Business-type activities capital assets, net	$ 11,333,967	$ (184,933)	$ -	11,149,034
			Less related long-term debt outstanding	(1,988,357)
			Net investment in capital assets	$ 9,160,677

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

Governmental activities:	
General government	$ 16,400
Judicial	49,949
Public safety	236,842
Public works	320,373
Health and welfare	6,588
Culture and recreation	25,366
Housing and community development	958
Total depreciation expense - governmental activities	$ 656,476
Business-type activities:	
Water department	$ 225,021
Total depreciation expense - business-type activities	$ 225,021

B. Discretely Presented Component Unit – Development Authority

	Beginning Balance	Increases	Decreases	Reclassifications	Ending Balance
Capital assets, not being depreciated:					
Land	$ 60,276	$ -	$ -	$ -	$ 60,276
Construction in progress	62,560	69,790	-	(132,350)	-
Total	122,836	69,790	-	(132,350)	60,276
Capital assets, being depreciated:					
Land improvements	49,929	-	-	-	49,929
Buildings	3,213,711	-	-	-	3,213,711
Buildings improvements	19,341	24,928	-	132,350	176,619
Infrastructure - roads	5,575	-	-	-	5,575
Total	3,288,556	24,928	-	132,350	3,445,834
Less accumulated depreciation for.					
Land improvements	(49,194)	(488)	-	-	(49,682)
Buildings	(945,523)	(53,562)	-	-	(999,085)
Buildings improvements	(1,288)	(3,752)	-	-	(5,040)
Infrastructure - roads	(5,575)	-	-	-	(5,575)
Total	(1,001,580)	(57,802)	-	-	(1,059,382)
Total capital assets, being depreciated, net	2,286,976	(32,874)	-	132,350	2,386,452
Total capital assets, net	$ 2,409,812	$ 36,916	$ -	$ -	$ 2,446,728

C. Discretely Presented Component Unit – Department of Health

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated:				
Equipment	$ 27,042	$ -	$ -	$ 27,042
Total	27,042	-	-	27,042
Less accumulated depreciation for:				
Equipment	(27,042)	-	-	(27,042)
Total	(27,042)	-	-	(27,042)
Total capital assets, being depreciated, net	-	-	-	-
Total capital assets, net	$ -	$ -	$ -	$ -

NOTE 7 – LONG-TERM DEBT

The following is a summary of long-term debt activity for the fiscal year ended September 30, 2014.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
General obligation bonds	$ 945,000	$ -	$ 465,000	$ 480,000	$ 480,000
General obligation bonds	-	3,225,000	-	3,225,000	-
Notes payable	91,761	-	17,921	73,840	18,639
Capital leases payable	224,483	-	33,014	191,469	191,469
Landfill postclosure	364,001	-	26,000	338,001	26,000
Governmental activities long-term liabilities	$ 1,625,245	$ 3,225,000	$ 541,935	$ 4,308,310	$ 716,108
Business-type activities:					
Notes payable	$ 213,110	$ -	$ 24,330	$ 188,780	$ 25,481
Revenue bonds payable	4,902,715	-	3,103,138	1,799,577	38,982
Business-type activities long-term liabilities	$ 5,115,825	$ -	$ 3,127,468	$ 1,988,357	$ 64,463
Component unit-Development Authority:					
Notes payable	$ 179,248	$ 130,000	$ 56,879	$ 252,369	$ 55,918
Development Authority long-term liabilities	$ 179,248	$ 130,000	$ 56,879	$ 252,369	$ 55,918
Component unit-Health Department					
Compensated absences	$ 21,011	$ 7,294	$ 8,792	$ 19,513	$ 2,958
Health Department long-term liabilities	$ 21,011	$ 7,294	$ 8,792	$ 19,513	$ 2,958

For governmental activities, landfill postclosure care costs are generally liquidated by the General Fund.

Notes Payable. The following is a listing of notes payable of the County at September 30, 2014:

Governmental Activities

$240,000 loan from the Georgia Environmental Facilities Authority for the purchase and upgrading of water lines for the County's water system, due in quarterly installments of $5,320, including interest at 3.95%, with final payment due May 1, 2018.	$ 73,840

Business-Type Activities

$363,776 loan from the Georgia Environmental Facilities Authority for the purchase and upgrading of water lines for the County's water system, due in quarterly installments of $8,455, including interest at 4.65%, with final payment due February 1, 2021.	$ 188,780

Debt service requirements to maturity on the notes payable for governmental activities are as follows:

Year ending September 30,	Principal	Interest
2015	$ 18,639	$ 2,643
2016	19,386	1,896
2017	20,164	1,118
2018	15,651	310
Total	$ 73,840	$ 5,967

Debt service requirements to maturity on the notes payable for business-type activities are as follows:

Year ending September 30,	Principal	Interest
2015	$ 25,481	$ 8,339
2016	26,688	7,132
2017	27,950	5,870
2018	29,273	4,547
2019	30,658	3,162
2020-2021	48,730	2,001
Total	$ 188,780	$ 31,051

Capital Leases. The County has entered into lease agreements as lessee for financing the acquisition of various vehicles and equipment. The lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease terms) and, therefore, have been recorded at the present values of the future minimum lease payments as of the dates of their inception. Total cost of assets under capital leases as of September 30, 2014 is $334,411, which consists of equipment, and is included in governmental activities on the statement of net positions. The equipment has a ten-year estimated useful life. This year, $33,441 was included in depreciation expense.

The County's total capital lease debt service requirements to maturity are as follows:

Year ending September 30,	
2015	$ 198,170
Total minimum lease payments	198,170
Less amount representing interest	(6,701)
Present value of minimum lease payments	$ 191,469

Revenue Bonds Payable. In February 2002, the County received $1,329,500 through the issuance of its Crawford County Water Revenue Bond (Series 2002A). Concurrently with the issuance of this Bond, the County issued its Crawford County Water Revenue Bond (Series 2002B), in the principal amount of $806,200. These bonds were used to provide funds needed to pay the cost, in part, of acquiring, constructing, and equipping a water system for the County.

In 2008, the County issued $3,227,200 in water revenue bonds to cover additional costs associated with Phase II of the water system project. These bonds were refunded and retired in fiscal year 2014 with the issuance of the series 2014, general obligation sales tax bonds.

Revenue bonds outstanding at September 30, 2014, are as follows:

Description	Original Amount	Interest Rate	Due Date	Amount
Water system construction	$ 1,329,500	3.25%	2042	$ 1,103,582
Water system construction	806,200	4.50%	2042	695,995
				$ 1,799,577

Debt service requirements to maturity on the revenue bonds payable are as follows:

Year ending September 30,	Principal	Interest
2015	$ 38,982	$ 66,533
2016	40,442	65,074
2017	41,957	63,559
2018	43,531	61,985
2019	45,165	60,351
2020-2024	252,631	274,948
2025-2029	304,076	223,504
2030-2034	366,330	161,250
2035-2039	441,740	85,839
2040-2042	224,723	9,829
Total	$ 1,799,577	$ 1,072,872

General Obligation Bonds Payable. During the year ended September 30, 2009, the County issued general obligation bonds totaling $2,610,000. The bond proceeds are to be used to finance the acquisition and construction of various capital projects. Proceeds from the County's special purpose local option sales tax will be used to repay these bonds.

In 2014, the County issued $3,225,000 in general obligation sales tax bonds to retire and refund the Series 2009 Water Revenue Bonds. Proceeds from the County's special purpose local option sales tax will be used to repay these bonds. The bond proceeds were not used for governmental activities.

General obligation bonds outstanding at September 30, 2014, are as follows.

Description	Original Due	Interest Rate	Due Date	Outstanding Amount
Various construction projects within the County	$ 2,610,000	3.49%	2015	$ 480,000
Retire and refund Series 2009, Water Revenue Bonds	3,225,000	2.52%	2027	3,225,000
				$ 3,705,000

Debt service requirements to maturity on the general obligation bonds payable are as follows:

Year ending September 30,	Principal	Interest
2015	$ 480,000	$ 95,989
2016	235,000	81,270
2017	240,000	75,348
2018	245,000	69,300
2019	250,000	63,126
2020-2024	1,355,000	217,728
2025-2027	900,000	45,612
	$ 3,705,000	$ 648,373

Postclosure Costs. State and Federal laws require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. As of September 30, 2014, 100% of the landfill capacity had been used and all closure costs have been incurred. The landfill has no remaining life without modification or expansion. Engineering studies estimate postclosure costs of approximately $338,001 over the remaining 13-year period. This estimated cost is based on the amount that would be paid if all equipment, facilities, and services required to monitor and maintain the landfill were acquired as of September 30, 2014. The County has estimated the post closure costs associated with the landfill to be $618,245. However, actual costs may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. Should any problems occur during the postclosure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

Component Unit-Development Authority

Conduit Debt. From time to time, the Development Authority issues revenue bonds and incurs notes payable, building and equipment acquisition notes payable, and construction loans payable to provide financial assistance to private-sector entities or other third parties for the acquisition and construction of industrial and commercial facilities. The bonds and notes are secured by the property financed and are payable solely from payments received on the underlying mortgage loans and lease agreements. Upon repayment of the bonds and notes payable, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance or notes payable. The Development Authority is not obligated in any manner for repayment of these bonds and notes payable.

Other Debt. During fiscal year 2007, the Development Authority borrowed $300,000 from the Crawford County Revolving Loan Fund. Proceeds were used to help finance the construction of a building for a lessee. The Development Authority receives monthly payments of $3,182 from the lessee and forwards the payments to the County for repayment of the loan from the County's Revolving Loan Fund. Both the note payable to the County's Revolving Loan Fund and the note receivable from the lessee have an interest rate of 5.00% and mature April 1, 2018. The

outstanding balance on both the note payable and note receivable at September 30, 2014 is $122,369. During fiscal year 2014, the Development Authority borrowed an additional $130,000 from the Crawford County Revolving Loan Fund. Proceeds were used for upgrading and improvements to a spec building. The loan has an interest rate of 1.0% and matures March 2020. Monthly payments are $2,025 and begin October 2014. The balance on the note payable at September 30, 2014 is $130,000.

The Development Authority also borrowed $100,000 from a local financial institution in fiscal year 2007 to be used for construction of the building referred to above. The note renews annually in October of each year. During the fiscal year, the Development Authority received monthly payments from the lessee of $1,082, and remitted monthly payments of the same amount to the financial institution. The interest rate on the note receivable with the lessee was 8.00% and the interest rate on the note payable between the Development Authority and the financial institution was 3.96%. The outstanding balances on the note payable and note receivable at September 30, 2014 are $0 and $12,635, respectively. Due to the differences in interest rates, the Development Authority will recoup their interest from the lessee when the loan with the financial institution is repaid; lessee will continue to pay the Development Authority which will be their interest earnings on the loan.

Debt service requirements on the notes payable of the Development Authority are as follows:

Year ending September 30,	Principal	Interest
2015	$ 55,918	$ 6,567
2016	57,829	4,657
2017	59,828	2,658
2018	42,627	766
2019	24,051	252
2020	12,116	35
Total	$ 252,369	$ 14,935

NOTE 8 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of September 30, 2014, is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor governmental funds	$ 11,684
Water Fund	General Fund	304
Nonmajor governmental funds	Water Fund	4,388
	Nonmajor governmental funds	6,072
		$ 22,448

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers:

Transfer In	Transfer Out	Amount
Water Fund	General Fund	$ 6,005
	Nonmajor governmental funds	3,036,975
Nonmajor governmental funds	General Fund	31,211
	Nonmajor governmental funds	62,628
		$ 3,136,819

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 9 – DEFINED BENEFIT PENSION PLAN

Plan Description

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

The Plan provides retirement, disability, and death benefits to plan participants and beneficiaries. All full-time County employees are eligible to participate in the Plan after completing three years of service. The Plan, through execution of an adoption agreement, is affiliated with the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (The ACCG

Plan), an agent multiple-employer pension plan administered by GEBCorp. The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions of The ACCG Plan, including obligations to contribute to the Plan, as provided in section 19.03 of The ACCG Plan document. The County retains the authority to amend the adoption agreement, which defines the specific provisions of The Plan, as provided in Section 19.02 of The ACCG Plan document. The Plan issues a publicly available financial report that includes financial statements and required supplementary information for the state-wide Plan. That report may be obtained by contacting the GEBCorp at 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339.

Funding Policy

The County is required to contribute an actuarially determined amount annually to the Plan's trust. The contribution amount is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and intended to satisfy the minimum contribution requirements as set forth in controlling State of Georgia statutes. Plan participants are not required to contribute to the plan.

Annual Pension Cost

The County's annual pension cost and net pension obligation for the pension plan for the current year is as follows:

Derivation of Annual Pension Cost		
Annual Required Contribution	$	140,483
Interest on Net Pension Obligation		421
Amortization of Net Pension Obligation		(451)
Annual Pension Cost	$	140,453
Derivation of Net Pension Obligation		
Net Pension Obligation as of End of Prior Year	$	5,438
Annual Pension Cost for Current Year		140,453
Actual Contributions to Plan for Current Year		(130,267)
Increase in Net Pension Obligation		10,186
Net Pension Obligation as of End of the Year	$	15,624

Basis of Valuation

Current Valuation Date	January 1, 2014
Annual Return on Invested Plan Assets	7.50%
Projected Annual Salary Increases	3.00%-5.50% based on age
Expected Annual Inflation	3.00%
Actuarial Value of Assets	Market Value
Actuarial Funding Method	Projected Unit Credit
Amortization Method	Level Percent of Pay (Closed)
Remaining Amortization Period	22

Trend Information for The Plan

Calendar Year Beginning	Annual Pension Cost (APC)	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation (Asset)
1/1/2014	$ 140,453	$ 130,267	93%	$ 15,624
1/1/2013	135,929	138,344	102%	5,438
1/1/2012	117,403	113,604	97%	7,853
1/1/2011	104,708	102,135	98%	4,054
1/1/2010	111,650	111,659	100%	1,474
1/1/2009	99,351	99,358	100%	1,483

Schedule of Funding Progress

Plan Year Ending	Actuarial Value of Assets		Actuarial Accrued Liability (AAL) Projected Unit Credit	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll
12/31/2013	$ 1,978,179	*	$ 2,200,477	$ 222,298	89.90%	$ 1,634,895	13.6%
12/31/2012	1,754,258	*	2,202,603	448,345	79.64%	1,565,426	28.6%
12/31/2011	1,625,723	*	2,062,001	436,278	78.84%	1,455,314	30.0%

* Reflects change to asset smoothing adopted by the ACCG Pension Plan and Trust Board of Trustees.

The required schedule of funding progress immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan net assets is increasing or decreasing over time relative to the actuarial accrued liability.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about

the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2014. For this year, the actuarial value of assets reflects a change to asset smoothing adopted by the ACCG Pension Plan and Board of Trustees.

NOTE 10 – DEFINED CONTRIBUTION PLAN

The ACCG 401 (a) Defined Contribution Plan for Employees of Crawford County (the Plan) is a single employer defined contribution plan established and administered by ACCG-GEBCorp for substantially all of its full time employees. The Plan provides retirement benefits to participants and beneficiaries. Plan provisions and contribution requirements are established by ACCG-GEBCorp; however, they may be amended by the Crawford County Board of Commissioners within the limits set forth in Section 12.01 of the plan document. At September 30, 2014, there were 46 plan members. Employees are not required to contribute to the Plan. The County contributes an amount equal to 50% of the amount contributed by the participant to the Crawford County Section 457 Deferred Compensation Plan, except that the County shall not match such participant's deferrals as provided in excess of 4% of the participant's compensation. The County's contribution for each employee is 100% vested after five (5) years of continuous service. For the fiscal year ending September 30, 2014, the County's contribution to the plan was $23,178. There were no employee contributions to the 401 (a) plan.

NOTE 11 – RISK MANAGEMENT

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

As of the fiscal year ending September 30, 2014, the County purchases workers' compensation insurance coverage and health insurance coverage from private carriers. No reduction in insurance coverage has occurred since the previous year, and no settlements in excess of coverage have been paid in the past three years.

The County participates in the Association of County Commissioners of Georgia (ACCG) Interlocal Risk Management Agency Property and Liability Insurance Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

As part of this risk pool, the County is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the fund being required to pay any claim of loss. The 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 fund.

The fund is to defend and protect the members of the fund against liability or loss as prescribed in the member government contract. The fund is to pay all costs taxed against members in any legal

proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

Settled claims in the past three years have not exceeded the coverages.

NOTE 12 – COMMITMENTS, AND CONTINGENT LIABILITIES

Litigation

The County is involved in several pending lawsuits. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the County.

Grant Contingencies

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, management of the County believes such disallowances, if any, will not be significant.

NOTE 13 – JOINT VENTURE

Under Georgia law, the County is a participating member of the Middle Georgia Regional Commission (RC) and is required to pay annual dues thereto. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RC in Georgia.

The RC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts and obligations of an RC. Separate financial statements may be obtained from: Middle Georgia Regional Commission, 175 C Emery Highway, Macon, Georgia 31217.

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REQUIRED SUPPLEMENTARY INFORMATION

CRAWFORD COUNTY, GEORGIA

SCHEDULE OF FUNDING PROGRESS
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014
(UNAUDITED)

Plan Year Ending	Actuarial Value of Assets (a)		Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded (Assets in Excess of) AAL as a Percentage of Covered Payroll {(b-a)/c}
12/31/2013	$ 1,978,179	*	$ 2,200,477	$ 222,298	89.9%	$ 1,634,895	13.6%
12/31/2012	1,754,258	*	2,202,603	448,345	79.6%	1,565,426	28.6%
12/31/2011	1,625,723	*	2,062,001	436,278	78.8%	1,455,314	30.0%
12/31/2010	1,559,411	*	1,985,368	425,957	78.5%	1,393,088	30.6%
12/31/2009	1,488,280		2,066,436	578,156	72.0%	1,531,364	37.8%
12/31/2008	1,349,986		1,646,413	296,427	82.0%	945,969	31.3%

* Reflects change to asset smoothing adopted by the ACCG Pension Plan and Trust Board of Trustees.

Note: The assets and liabilities shown above reflect expected amounts as of the last day of the plan year. These amounts may vary from those used in determining the required contribution, since those calculations use actual amounts as of the first day of the next plan year.

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Fiscal Year	Annual Required Contribution	Percentage Contributed
2014	$ 141,128	92.3%
2013	140,453	98.5%
2012	135,971	83.6%
2011	117,425	87.0%
2010	104,716	106.6%

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Law Library Fund – This fund accounts for fees received from the various courts. These revenues are restricted by State Law for library operations.

Sheriff's Department Drug Fund – This fund accounts for condemned funds received and disbursed for Law Enforcement expenditures.

Drug Education Fund – This fund accounts for fines collected as required by State Law for drug abuse treatment and educational purposes.

Jail Fund – This fund accounts for the imposition of a 10% add-on fine as provided for by the Georgia Jail Construction and Staffing Act.

Transit System Fund – This fund accounts for the operations of the Crawford County Transit System. Financing is provided under an agreement with the Georgia Department of Transportation, operating transfers from the General Fund, and user fares.

Revolving Loan Fund – This fund accounts for the operations of the County's revolving loans. Original funding was provided by the Department of Housing and Urban Development through the State of Georgia's Department of Community Affairs.

Crime Victim Fund – This fund accounts for resources received from the various courts of Crawford County for assistance to victims of crime.

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NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlay, including the acquisition or construction of capital facilities and other capital assets.

SPLOST Bond Project Fund – This fund was established to account for capital projects to be constructed with proceeds from general obligation bonds. Such bonds are to be repaid with proceeds from the 2009 SPLOST issuance.

Commissioners' SPLOST Fund – This fund was established to account for the proceeds of sales taxes collected and the repayment of the 2009 SPLOST general obligation bonds.

SPLOST City Fund – This fund was established to account for the proceeds of sales taxes collected for water / wastewater projects, public safety, and equipment expenditures within the City of Roberta.

SPLOST VII – This fund was established to account for the proceeds of sales taxes collected for SPLOST VII capital projects to be constructed with proceeds from general obligation bonds.

LMIG Fund – This fund was established to account for the proceeds of the Georgia Department of Transportation Local Maintenance & Improvement Grant proceeds collected and the capital projects approved for those funds.

CDBG Fund – This fund was established to account for the grant funds from the Community Development Block Grant and the related expenditures for water system improvements.

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SUPPLEMENTARY INFORMATION

CRAWFORD COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014

	Special Revenue Funds						
	Law Library	Sheriff's Department Drug Fund	Drug Education Fund	Jail	Transit System	Revolving Loan	Crime Victim Fund
ASSETS							
Cash and cash equivalents	$ 88,380	$ 19,598	$ 57,387	$ 15,883	$ 1,096	$ 125,983	$ 70,172
Notes receivable	-	-	-	-	-	252,369	-
Due from other governments	-	-	653	-	13,292	-	847
Due from other funds	-	-	14	-	4,388	-	-
Total Assets	$ 88,380	$ 19,598	$ 58,054	$ 15,883	$ 18,776	$ 378,352	$ 71,019
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	$ 121	$ -	$ -	$ 169	$ 241	$ -	$ -
Accrued liabilities	-	-	-	-	1,538	-	-
Due to other governments	-	-	-	-	-	-	-
Due to other funds	344	-	-	-	-	-	11,354
Total Liabilities	465	-	-	169	1,779	-	11,354
Fund Balances:							
Nonspendable	-	-	-	-	-	252,369	-
Restricted	87,915	19,598	58,054	15,714	-	125,983	59,665
Assigned	-	-	-	-	16,997	-	-
Total Fund Balances	87,915	19,598	58,054	15,714	16,997	378,352	59,665
Total Liabilities and Fund Balances	$ 88,380	$ 19,598	$ 58,054	$ 15,883	$ 18,776	$ 378,352	$ 71,019

CRAWFORD COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014
(CONTINUED)

	Capital Projects Funds						Total Nonmajor Governmental Funds
	SPLOST Bond Project	Commissioners' SPLOST	SPLOST City Fund	SPLOST VII	LMIG	CDBG	
ASSETS							
Cash and cash equivalents	$ -	$ 193,283	$ 23,727	$ 81,299	$ 9,712	$ -	$ 686,520
Notes receivable	-	-	-	-	-	-	252,369
Due from other governments	-	50,191	-	-	-	-	64,983
Due from other funds	-	-	6,058	-	-	-	10,460
Total Assets	$ -	$ 243,474	$ 29,785	$ 81,299	$ 9,712	$ -	$ 1,014,332
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	$ -	$ -	$ -	$ -	$ -	$ -	$ 531
Accrued liabilities	-	-	-	-	-	-	1,538
Due to other governments	-	-	29,785	-	-	-	29,785
Due to other funds	-	6,058	-	-	-	-	17,756
Total Liabilities	-	6,058	29,785	-	-	-	49,610
Fund Balances:							
Nonspendable	-	-	-	-	-	-	252,369
Restricted	-	237,416	-	81,299	9,712	-	695,356
Assigned	-	-	-	-	-	-	16,997
Total Fund Balances	-	237,416	-	81,299	9,712	-	964,722
Total Liabilities and Fund Balances	$ -	$ 243,474	$ 29,785	$ 81,299	$ 9,712	$ -	$ 1,014,332

CRAWFORD COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Special Revenue Funds						
	Law Library	Sheriff's Department Drug Fund	Drug Education Fund	Jail	Transit System	Revolving Loan	Crime Victim Fund
Revenues:							
Sales taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	2,667	-	168,873	6,970	2,243
Charges for services	-	-	-	-	6,087	-	-
Fines and forfeitures	5,663	338	6,913	11,090	-	-	3,200
Interest earnings	15	-	-	-	-	-	-
Other revenue	-	-	-	186	-	-	-
Total Revenues	5,678	338	9,580	11,276	174,960	6,970	5,443
Expenditures:							
Current:							
Judicial	6,082	-	-	-	-	-	-
Public safety	-	1,113	-	13,905	-	-	-
Health and welfare	-	-	1,284	-	92,163	-	6,136
Intergovernmental	-	-	-	-	-	-	-
Debt Service							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Issuance cost	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	115,075	-	-
Total Expenditures	6,082	1,113	1,284	13,905	207,238	-	6,136
Excess (Deficiency) of Revenues Over (Under) Expenditures	(404)	(775)	8,296	(2,629)	(32,278)	6,970	(693)
Other Financing Sources (Uses):							
Proceeds from bonds	-	-	-	-	-	-	-
Transfer from other funds	-	-	-	-	31,211	-	-
Transfer to other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	31,211	-	-
Net change in fund balances	(404)	(775)	8,296	(2,629)	(1,067)	6,970	(693)
Fund Balances, beginning of year	88,319	20,373	49,758	18,343	18,064	371,382	60,358
Fund Balances, end of year	$ 87,915	$ 19,598	$ 58,054	$ 15,714	$ 16,997	$ 378,352	$ 59,665

CRAWFORD COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

(CONTINUED)

	Capital Projects Funds						Total Nonmajor Governmental Funds
	SPLOST Bond Project	Commissioners' SPLOST	SPLOST City Fund	SPLOST VII	LMIG	CDBG	
Revenues:							
Sales taxes	$ -	$ 527,840	$ -	$ -	$ -	$ -	$ 527,840
Intergovernmental	-	-	-	-	448,271	34,083	663,107
Charges for services	-	-	-	-	-	-	6,087
Fines and forfeitures	-	-	-	-	-	-	27,204
Interest earnings	-	-	-	-	-	-	15
Other revenue	-	-	-	-	-	-	186
Total Revenues	-	527,840	-	-	448,271	34,083	1,224,439
Expenditures:							
Current:							
Judicial	-	-	-	-	-	-	6,082
Public safety	-	-	-	-	-	-	15,018
Health and welfare	-	-	-	-	-	-	99,583
Intergovernmental	-	-	62,628	-	-	-	62,628
Debt Service							
Principal	-	465,000	-	-	-	-	465,000
Interest	-	32,980	-	-	-	-	32,980
Issuance cost	-	-	-	106,726	-	-	106,726
Capital Outlay	16,250	-	-	-	438,559	34,083	603,967
Total Expenditures	16,250	497,980	62,628	106,726	438,559	34,083	1,391,984
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,250)	29,860	(62,628)	(106,726)	9,712	-	(167,545)
Other Financing Sources (Uses):							
Proceeds from bonds	-	-	-	3,225,000	-	-	3,225,000
Transfer from other funds	-	-	62,628	-	-	-	93,839
Transfer to other funds	-	(62,628)	-	(3,036,975)	-	-	(3,099,603)
Total other financing sources (uses)	-	(62,628)	62,628	188,025	-	-	219,236
Net change in fund balances	(16,250)	(32,768)	-	81,299	9,712	-	51,691
Fund Balances, beginning of year	16,250	270,184	-	-	-	-	913,031
Fund Balances, end of year	$ -	$ 237,416	$ -	$ 81,299	$ 9,712	$ -	$ 964,722

CRAWFORD COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Final Budget	Actual	Variance with Final Budget
Revenue:			
Fines and forfeitures	$ 4,725	$ 5,663	$ 938
Interest earnings	125	15	(110)
Total Revenues	4,850	5,678	828
Expenditures:			
Current:			
Judicial	6,767	6,082	685
Total Expenditures	6,767	6,082	685
Net change in fund balance	(1,917)	(404)	1,513
Fund Balance - Beginning of Year	88,319	88,319	-
Fund Balance - End of Year	$ 86,402	$ 87,915	$ 1,513

CRAWFORD COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
SHERIFF'S DEPARTMENT DRUG FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Final Budget	Actual	Variance with Final Budget
Revenue:			
Fines and forfeitures	$ 2,150	$ 338	$ (1,812)
Total Revenues	2,150	338	(1,812)
Expenditures:			
Current:			
Public Safety	1,600	1,113	487
Total Expenditures	1,600	1,113	487
Net change in fund balance	550	(775)	(1,325)
Fund Balance - Beginning of Year	20,373	20,373	-
Fund Balance - End of Year	$ 20,923	$ 19,598	$ (1,325)

CRAWFORD COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
DRUG EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Final Budget	Actual	Variance with Final Budget
Revenue:			
Intergovernmental	$ 2,400	$ 2,667	$ 267
Fines and forfeitures	1,575	6,913	5,338
Interest earnings	25	-	(25)
Total Revenues	4,000	9,580	5,580
Expenditures:			
Current:			
Health and Welfare	1,284	1,284	-
Total Expenditures	1,284	1,284	-
Net change in fund balance	2,716	8,296	5,580
Fund Balance - Beginning of Year	49,758	49,758	-
Fund Balance - End of Year	$ 52,474	$ 58,054	$ 5,580

CRAWFORD COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
JAIL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Final Budget	Actual	Variance with Final Budget
Revenue:			
Fines and forfeitures	$ 13,365	$ 11,090	$ (2,275)
Interest earnings	10	-	(10)
Total Revenues	15,375	11,276	(4,099)
Expenditures:			
Current:			
Public Safety	17,775	13,905	3,870
Total Expenditures	17,775	13,905	3,870
Net change in fund balance	(2,400)	(2,629)	(229)
Fund Balance - Beginning of Year	18,343	18,343	-
Fund Balance - End of Year	$ 15,943	$ 15,714	$ (229)

CRAWFORD COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
TRANSIT SYSTEM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Final Budget	Actual	Variance with Final Budget
Revenue:			
Intergovernmental	$ 66,562	$ 168,873	$ 102,311
Charges for services	5,912	6,087	175
Total Revenues	72,474	174,960	102,486
Expenditures:			
Current:			
Health and welfare	92,163	92,163	-
Capital outlay	115,075	115,075	-
Total Expenditures	207,238	207,238	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(134,764)	(32,278)	102,486
Other Financing Sources:			
Transfers from General Fund	15,037	31,211	16,174
Total Other Financing Sources	15,037	31,211	16,174
Net change in fund balance	(119,727)	(1,067)	118,660
Fund Balance - Beginning of Year	18,064	18,064	-
Fund Balance - End of Year	$ (101,663)	$ 16,997	$ 118,660

CRAWFORD COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
REVOLVING LOAN FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Final Budget	Actual	Variance with Final Budget
Revenue:			
Intergovernmental	$ 9,053	$ 6,970	$ (2,083)
Interest earnings	1,345	-	(1,345)
Total Revenues	10,398	6,970	(3,428)
Expenditures:			
Current:			
General government	-	-	-
Total Expenditures	-	-	-
Net change in fund balance	10,398	6,970	(3,428)
Fund Balance - Beginning of Year	371,382	371,382	-
Fund Balance - End of Year	$ 381,780	$ 378,352	$ (3,428)

CRAWFORD COUNTY, GEORGIA

SPECIAL REVENUE FUNDS
CRIME VICTIM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Final Budget	Actual	Variance with Final Budget
Revenue:			
Intergovernmental	$ 3,175	$ 2,243	$ (932)
Fines and forfeitures	3,235	3,200	(35)
Total Revenues	6,410	5,443	(967)
Expenditures:			
Current:			
Health and welfare	6,136	6,136	-
Total Expenditures	6,136	6,136	-
Net change in fund balance	274	(693)	(967)
Fund Balance - Beginning of Year	60,358	60,358	-
Fund Balance - End of Year	$ 60,632	$ 59,665	$ (967)

FIDUCIARY FUNDS

AGENCY FUNDS

Clerk of Superior Court – To account for all monies received by the Clerk of Superior Court on behalf of individuals, private organizations, other governmental units, and other funds.

Magistrate Court – To account for all monies received by the Magistrate Court on behalf of individuals, private organizations, other governmental units, and other funds.

Probate Court – To account for all monies received by the Probate Court on behalf of individuals, private organizations, other governmental units, and other funds.

Sheriff's Department – To account for all monies received by the Sheriff's Department on behalf of individuals, private organizations, other governmental units, and other funds.

Tax Commissioner – To account for property taxes levied, billed and collected by the Tax Commissioner on behalf of Crawford County and other taxing units. The amounts collected are subsequently paid to the County.

Alternative Dispute Resolution Fund (ADR) – To account for all monies received by the ADR fund. An additional charge is collected in each civil action or case in Superior, Probate, and Magistrate courts and is paid into the ADR fund.

CRAWFORD COUNTY, GEORGIA

AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Balance October 1, 2013	Additions	Deletions	Balance September 30, 2014
Total - All Agency Funds				
Assets				
Cash and cash equivalents	$ 235,464	$ 5,188,611	$ 5,261,439	$ 162,636
Certificates of deposit	79,272	59,484	-	138,756
Total Assets	$ 314,736	$ 5,248,095	$ 5,261,439	$ 301,392
Liabilities				
Due to State of Georgia	$ 305	$ 447,539	$ 444,718	$ 3,126
Due to Board of Education	87,692	4,476,036	4,517,671	46,057
Due to Other Governments	116	4,262	4,373	5
Funds held in escrow	174,404	68,354	13,411	229,347
Due to others	52,219	251,904	281,266	22,857
Total Liabilities	$ 314,736	$ 5,248,095	$ 5,261,439	$ 301,392

CRAWFORD COUNTY, GEORGIA

AGENCY FUNDS
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

	Balance October 1, 2013	Additions	Deletions	Balance September 30, 2014
Superior Court				
Assets				
Cash and cash equivalents	$ 37,024	$ 113,549	$ 124,763	$ 25,810
Certificates of deposit	79,272	59,484	-	138,756
Total Assets	$ 116,296	$ 173,033	$ 124,763	$ 164,566
Liabilities				
Funds held in escrow	$ 110,231	$ 64,155	$ 11,613	$ 162,773
Due to others	6,065	108,878	113,150	1,793
Total Liabilities	$ 116,296	$ 173,033	$ 124,763	$ 164,566
Magistrate Court				
Assets				
Cash and cash equivalents	$ 7,901	$ 35,611	$ 37,792	$ 5,720
Total Assets	$ 7,901	$ 35,611	$ 37,792	$ 5,720
Liabilities				
Due to others	$ 7,901	$ 35,611	$ 37,792	$ 5,720
Total Liabilities	$ 7,901	$ 35,611	$ 37,792	$ 5,720

CRAWFORD COUNTY, GEORGIA

AGENCY FUNDS
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014
(CONTINUED)

	Balance October 1, 2013	Additions	Deletions	Balance September 30, 2014
Probate Court				
Assets				
Cash and cash equivalents	$ 7,413	$ 61,704	$ 63,633	$ 5,484
Total Assets	$ 7,413	$ 61,704	$ 63,633	$ 5,484
Liabilities				
Due to others	$ 7,413	$ 61,704	$ 63,633	$ 5,484
Total Liabilities	$ 7,413	$ 61,704	$ 63,633	$ 5,484
Sheriff's Department				
Assets				
Cash and cash equivalents	$ 15,236	$ 26,007	$ 31,938	$ 9,305
Total Assets	$ 15,236	$ 26,007	$ 31,938	$ 9,305
Liabilities				
Due to Others	$ 15,236	$ 26,007	$ 31,938	$ 9,305
Total Liabilities	$ 15,236	$ 26,007	$ 31,938	$ 9,305

CRAWFORD COUNTY, GEORGIA

AGENCY FUNDS
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014
(CONTINUED)

	Balance October 1, 2013	Additions	Deletions	Balance September 30, 2014
Tax Commissioner's Office				
Assets				
Cash and cash equivalents	$ 167,225	$ 4,948,357	$ 4,999,265	$ 116,317
Total Assets	$ 167,225	$ 4,948,357	$ 4,999,265	$ 116,317
Liabilities				
Due to State of Georgia	$ 305	$ 447,539	$ 444,718	$ 3,126
Due to Board of Education	87,692	4,476,036	4,517,671	46,057
Due to Other Governments	116	4,262	4,373	5
Funds held in escrow	64,173	4,199	1,798	66,574
Due to others	14,939	16,321	30,705	555
Total Liabilities	$ 167,225	$ 4,948,357	$ 4,999,265	$ 116,317
Alternative Dispute Resolution				
Assets				
Cash and cash equivalents	$ 665	$ 3,383	$ 4,048	$ -
Total Assets	$ 665	$ 3,383	$ 4,048	$ -
Liabilities				
Due to others	$ 665	$ 3,383	$ 4,048	$ -
Total Liabilities	$ 665	$ 3,383	$ 4,048	$ -

CRAWFORD COUNTY, GEORGIA

SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Project 2009 SPLOST	Original Estimated Budget	Current Estimated Budget	Expenditures Prior Year(s)	Expenditures Current Year	Expenditures Total
Roads, Streets and Bridges	$ 1,870,400	$ 1,870,400	$ 1,593,877	$ 3,265	$ 1,597,142
Government Facility	467,600	467,600	-	-	-
Public Safety Facilities and Equipment	935,200	935,200	485,016	12,985	498,001
Recreation	233,800	233,800	190,014	-	190,014
Courthouse	233,800	233,800	569,469	-	569,469
Economic and Community Development	327,320	327,320	-	-	-
City of Roberta Water / Wastewater and Public Safety Equipment	607,880	607,880	342,015	62,628	404,643
Totals	$ 4,676,000	$ 4,676,000	$ 3,180,391	$ 78,878	$ 3,259,269

Note 1: The difference in SPLOST expenditures by project and the expenditures noted in the various SPLOST Funds represents debt service payments totaling $497,980 ($465,000 in principal and $32,980 in interest) attributed to repayment of the SPLOST bonds. The expenditures to purchase approved items are already included in the above schedule. If debt payments were included, the expenditures would be reported twice.

Note 2: The County received a grant from the Georgia Department of Natural Resources to assist with the construction of the recreation concession stand. During fiscal year 2012, the County requested reimbursement of $51,900 for allowable grant expenditures. The grant reimburses the County for half of all allowable expenditures incurred up to a certain amount. Expenditures reimbursed by grant funds are not included on schedule above.

CRAWFORD COUNTY, GEORGIA

SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Project SPLOST VII	Original Estimated Budget	Current Estimated Budget	Expenditures Prior Year(s)	Expenditures Current Year	Expenditures Total
Repayment of Bonds	$ 2,040,000	$ 2,040,000	$ -	$ 106,726	$ 106,726
Roads, Streets and Bridges	180,000	180,000	-	-	-
Public Safety Improvements and Equipment	180,000	180,000	-	-	-
Recreation Facilities and Improvements	180,000	180,000	-	-	-
City of Roberta Water / Wastewater and Public Safety Equipment	420,000	420,000	-	-	-
Totals	$ 3,000,000	$ 3,000,000	$ -	$ 106,726	$ 106,726

Note 1: The $106,726 represents the payment of issuance cost for the 2014 G.O. Sales Tax Bonds.

CRAWFORD COUNTY, GEORGIA

BALANCE SHEET
CRAWFORD COUNTY DEVELOPMENT AUTHORITY
COMPONENT UNIT
SEPTEMBER 30, 2014

ASSETS		
Cash and cash equivalents	$	405,054
Accounts receivable		6,292
Note receivable		172,940
Total Assets	$	584,286
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$	9,098
Due to primary government		3,392
Unearned revenues		10,087
Total Liabilities		22,577
Fund Balance:		
Nonspendable		30,055
Unassigned		531,654
Total Fund Balance		561,709
Total Liabilities and Fund Balance	$	584,286

CRAWFORD COUNTY, GEORGIA

RECONCILIATION OF THE BALANCE SHEET
OF THE COMPONENT UNIT TO THE
STATEMENT OF NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Amounts reported for governmental activities in the statement of activities are different because:

Total Fund Balances - component unit	$	561,709
Capital Assets		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Cost of the assets		3,506,111
Accumulated depreciation		(1,059,383)
Long-term Liabilities		
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities both current and long-term are reported in the Statement of Net Position. Long-term liabilities at year-end consist of the following:		
Notes payable		(252,369)
Total net position of component unit	$	2,756,068

CRAWFORD COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
CRAWFORD COUNTY DEVELOPMENT AUTHORITY
COMPONENT UNIT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Revenues:		
Intergovernmental revenue	$	68,079
Rental income		183,623
Utility income		1,112
Interest earnings		2,258
Other miscellaneous revenues		3,661
Total Revenues		258,733
Expenditures:		
Current:		
Economic development		107,423
Debt Service		
Principal		56,879
Interest		7,091
Capital Outlay		85,018
Total Expenditures		256,411
Excess (Deficiency) of Revenues Over (Under) Expenditures		2,322
Other Financing Sources		
Proceeds from long term debt issuance		130,000
Total Other Financing Sources		130,000
Net change in fund balance		132,322
Fund Balance, beginning of year		429,387
Fund Balance, end of year	$	561,709

CRAWFORD COUNTY, GEORGIA

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
OF THE COMPONENT UNIT TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Amounts reported for governmental activities in the statement of activities are different because:

Net Change in Fund Balances - component unit	$	132,322
Capital Assets		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense.		
Total capital outlays		94,718
Total depreciation		(57,802)
Long-term Debt		
Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The adjustments for these items are as follows:		
Note proceeds		(130,000)
Notes payable		56,879
Change in net position of component unit	$	96,117

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SINGLE AUDIT SECTION

CRAWFORD COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Direct Programs:			
General Services Administration			
Firefighter Property Program (FPP)	39.003		$ 498,669
U.S. Department of Transportation			
(Passed through Georgia Department of Transportation)			
Rural Operating Assistance	20.509	T-0051-77	13,292
Rural Operating Assistance	20.509	T-0047-27	40,506
5311 ARRA Capital Transit Assistance Program	20.509	GA-86-X001	115,075
Total U.S. Department of Transportation			168,873
U.S. Department of Housing and Urban Development			
(Passed through Georgia Department of Community Affairs)			
Community Development Block Grant (CDBG)			
Water System Improvements	14.218	13p-y-039-1-5560	34,083
U.S. Department of Agriculture			
(Passed through Georgia Department of Community Affairs)			
Waste Water Disposal Systems for Rural Communities			
Water System Improvements	10.760	10-039-0586000810	9,883
U.S. Department of Homeland Security			
(Passed through Georgia Emergency Management Agency)			
Office of Domestic Emergency Grant Program			
Emergency Management Performance Grant -			
Performance Partnership Agreement Award	97.042	OEM13-041S01	5,000
Office of Domestic Emergency Grant Program			
Emergency Management Performance Grant -			
Emergency Management Directed Training Award	97.042	OEM13-041S02	500
Office of Domestic Emergency Grant Program			
Siren Grant	97.039	OEM13-041E01	28,394
Total U.S. Department of Homeland Security			33,894
Total Expenditures of Federal Awards			$ 745,402

The accompanying notes are an integral part of this schedule.

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Crawford County, Georgia under programs of the federal government for the fiscal year ended September 30, 2014. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of Crawford County, Georgia, it is not intended to and does not present the financial position, changes in net position or cash flows of Crawford County, Georgia.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE 3 – SUBRECIPIENTS

Crawford County, Georgia had no major programs that provided amounts to subrecipients.

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

Board of Commissioners
Crawford County, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Crawford County, Georgia as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise Crawford County, Georgia's basic financial statements, and have issued our report thereon dated March 23, 2015. Our report includes a reference to other auditors who audited the financial statements of the Crawford County Health Department, as described in our report on Crawford County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting and compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Crawford County, Georgia's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Crawford County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Crawford County, Georgia's internal control.

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

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Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses. 2014-001, 2014-002, 2014-003, 2014-004.

Compliance and Other Matters

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

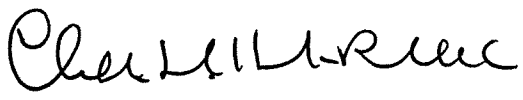
Crawford County's Response to the Finding

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

Purpose of this Report

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

Macon, Georgia
March 23, 2015



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133

Board of Commissioners
Crawford County, Georgia

Report on Compliance for Each Major Federal Program

We have audited Crawford County, Georgia's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Crawford County, Georgia's major federal programs for the year ended September 30, 2014. Crawford County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Crawford County, Georgia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Crawford County, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Crawford County, Georgia's compliance.

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Opinion on Each Major Federal Program

In our opinion, Crawford County, Georgia complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2014.

Report on Internal Control Over Compliance

Management of Crawford County, Georgia is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Crawford County, Georgia's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Crawford County, Georgia's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

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 Crawford County, Georgia as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise Crawford County, Georgia's basic financial statements and have issued our report thereon dated March 23, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Macon, Georgia
March 23, 2015

CRAWFORD COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	Yes
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	None reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	No

Identification of major programs:

CFDA Numbers	Name of Federal Program
General Services Administration	
39.003	Firefighter Property Program (FPP)

Dollar threshold used to distinguish between Type A and Type B programs:	$300,000
Auditee qualified as low-risk auditee?	No

Section II – Financial Statement Findings

Findings noted on the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Governmental Auditing Standards*:

2014-001 Agency Fund Maintenance of Records – Superior Court

CRITERIA
Agency funds are used to account for resources held by the County in a custodial capacity, meaning that all funds held are owed to other governments, organizations or individuals. Adequate records must be maintained to account for all receipts, disbursements and any funds remaining to be paid out at a later date.

CONDITION
Adequate records are not being maintained in order to identify the proper recipient of funds collected each month. Court funds are not being disbursed in a timely manner. In January 2011, the current Clerk of Superior Court inherited unidentified funds from the previous clerk.

CONTEXT
The Clerk of Superior Court office showed $30,165 of garnishments and $6,495 of excess or unidentified cash in an operating bank account from January 2011. Funds of $8,940 were disbursed from the old garnishment balance during 2014.

CAUSE
The Clerk of Superior Court has researched the case files to proceed with the disbursement of the funds and is waiting on guidance from the County attorney.

EFFECT
Failure to adequately monitor, reconcile and disburse the funds could increase the likelihood of misappropriation of funds or errors going undetected.

RECOMMENDATION
The Clerk of Superior Court should determine the appropriate plan to identify the legal payees and disburse the funds in accordance with State Law.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS
We concur with the finding. The Clerk of Court will be encouraged to continue to work diligently towards identifying the owners of the remaining funds in the old operating account. Subsequently, payouts will be made in a timely basis as owners are identified. As stated above, these funds were inherited by the current Clerk of Court. Several payouts were made during the fiscal year ending September 30, 2014 from the old operating account.

2014-002 Segregation of Duties – Agency Funds

CRITERIA
The purpose of internal controls is to safeguard the assets of the County and ensure that errors or other misstatements are detected in a reasonable amount of time.

CONDITION
The following agency funds had inadequate segregation of duties within the cash receipts and disbursements areas: Superior Court, Magistrate Court, and Probate Court.

CONTEXT
We noted various areas involving the internal controls of the County which were ineffective as follows:

- The Clerk of Superior Court is responsible for receiving funds, preparing and making bank deposits, preparing checks for payouts of fines, signing the checks, and preparation of monthly bank reconciliations.
- The Chief Magistrate is responsible for preparing checks, signing the checks, and reconciling the bank accounts.
- The same individual in the Magistrate Court is responsible for receiving funds and preparing and making bank deposits.
- The Probate Court Judge is responsible for receiving funds, preparing and making bank deposits, preparing checks for payouts of fines, signing the checks, and reconciling the bank account.

CAUSE
Incompatible accounting functions are assigned to single individuals.

EFFECT
Internal controls over the elected officials' offices are significantly weakened by individuals performing incompatible functions.

RECOMMENDATION
The County should redesign the internal control system and explore opportunities for separating the duties of receiving funds, preparing the deposit slip, taking the deposit to the bank, preparing checks for payouts, and signing the checks. The County should also have the monthly bank reconciliations prepared by an individual with no other cash responsibilities.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS
We concur with the finding. The County will continue to work towards strengthening the internal control systems that are currently in place at the following County offices: Superior Court, Magistrate Court, and Probate Court. In turn, this will further mitigate the risks associated with the small number of employees that are assigned to each office. Each office will be strongly encouraged to implement the new controls and/or changes that are presented to them.

2014-003 Magistrate Court Deposits

CRITERIA
An adequate internal control system requires that cash deposits be made on a timely basis.

CONDITION
The Magistrate Court is not making deposits to the bank accounts on a timely basis.

CONTEXT
During our testing of the Magistrate Court deposits it was determined that only twenty-seven deposits were made during the fiscal year, with only two months (March and April) having multiple deposits per month. For the majority of the fiscal year, there were only two deposits made per month.

CAUSE
The Magistrate Court lacked procedures requiring deposits on a timely basis.

EFFECT
Failure to make timely deposits could increase the likelihood of misappropriation of assets.

RECOMMENDATION
We recommend that the Court make deposits, at a minimum, on a semi-weekly basis.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS
We concur with the finding. The Magistrate Court will be strongly encouraged to make deposits on a semi-weekly basis, regardless of the amount of the deposit. This will help to mitigate the risk of misappropriation of assets (cash).

2014-004 Magistrate Court Bank Reconciliations

CRITERIA
An effective system of internal controls includes the requirement that all bank accounts are reconciled on a monthly basis and the reconciliations are reviewed by management or another responsible official.

CONDITION
Bank reconciliations were not being performed during the year for the Magistrate Court bank account.

CONTEXT
During our review of the bank account for the Magistrate Court, we noted that the bank account was not being reconciled to the subsidiary records. County personnel entered a deposit on May 19, 2014 into the check register incorrectly, which resulted in an understatement of the cash balance of $810.

CAUSE
The Magistrate Court lacked internal control procedures requiring bank accounts to be reconciled on a monthly basis.

EFFECT
Failure to reconcile bank accounts increase the likelihood that transactions could be omitted from the subsidiary records, either through error or fraud, and not be detected and corrected in a timely manner.

RECOMMENDATION
We recommend that the bank accounts be reconciled on a monthly basis by an individual that does not have other cash responsibilities. Additionally, we recommend that the reconciliations be reviewed by a responsible official with adequate training in governmental accounting standards and generally accepted accounting principles.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS
We concur with the finding. The Magistrate Court will be strongly encouraged to reconcile their bank account on a monthly basis.

Section III – Federal Award Findings and Questioned Costs

No matters were reported.

CRAWFORD COUNTY, GEORGIA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

2013-001 Agency Fund Maintenance of Records – Superior Court

CONDITION
Adequate records are not being maintained in order to identify the proper recipient of funds collected each month. Court funds are not being disbursed in a timely manner.

UPDATE
Unresolved. See current year finding 2014-001.

2013-002 Segregation of Duties – Agency Funds

CONDITION
We noted various areas involving the internal controls of the County which were ineffective within the Clerk of Superior Court Office, Magistrate Court Office, and Probate Court Office.

UPDATE
Unresolved. See current year finding 2014-002.

2013-003 Magistrate Court Deposits

CONDITION
The Magistrate Court is not making deposits to the bank accounts on a timely basis.

UPDATE
Unresolved. See current year finding 2014-003.

2013-004 Magistrate Court Bank Reconciliations

CONDITION
Bank reconciliations were not being performed during the year for the Magistrate Court bank account.

UPDATE
Unresolved. See current year finding 2014-004.