

Comprehensive Annual Financial Report

Dawson County, Georgia

Where Quality of Life Matters

For the Fiscal Year Ended December 31, 2012

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rxcannon@windstream.net

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2012 Comprehensive Annual Financial Report For the Fiscal Year Ended December 31, 2012



Prepared by:

Dawson County Finance Department

Dena B .Bosten, CPA

Chief Financial Officer

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Part I

Introductory Section

DAWSON COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the year ended December 31, 2012

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May 20, 2013

Citizens
Chairman and
Members of the Board of Commissioners
Dawson County, Georgia:

We are pleased to issue to you the 2012 Comprehensive Annual Financial Report (CAFR) for Dawson County, Georgia, (the "County") for the fiscal year ended December 31, 2012 as required by state law within six months of the close of the fiscal year. Dawson County's 2012 CAFR contains a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants. The report is prepared in accordance with Section 2-18 of the Dawson County, Georgia Enabling Legislation, Senate Bill Number 176, Act No. 73 as approved in March of 1995 and meets the requirements of the Act providing uniform standards for audits of municipalities and counties within the State of Georgia, approved April 21, 1967 (Ga. Laws 1967, p. 883).

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the government. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The Chief Financial Officer and the County Manager are responsible for establishing and maintaining internal controls to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. As stated above, internal controls are not absolute in fraud prevention. As management, we assure that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The State of Georgia and the Dawson County enabling legislation requires an annual audit by independent certified public accountants. This requirement has been met for the fiscal year ended December 31, 2012 as the County's financial statements have been audited by Rushton & Company, LLC, a firm of licensed certified public accountants. The independent audit provides reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2012 are free of material misstatement.

The independent audit involves: examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion on the financial statements of the County for the fiscal year ended December 31, 2012 and that the financial statements are fairly presented in conformity with GAAP. The report of the independent auditors is presented in the financial section of this report.

The requirements of GAAP and auditing principles necessitate that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). Dawson County's MD&A can be found immediately following the report of the independent auditors. The auditor's report is located on pages 1 and 2 of the Financial Section. An organizational chart of the County is included as well as a list of government officials.

Dawson County, established in 1857, is a growing rural county, located in the foothills of the North Georgia Mountains. There is one incorporated city in the County, the City of Dawsonville, Georgia. Growth from metro Atlanta makes its way northward via the 400 Corridor, thus making the County a gateway to the mountains of North Georgia. Growth continued to slow in 2012 due to the downturn in the economy; however, it continues to be a primary concern for the future of the County as the economy recovers and regains momentum.

The governing authority of the County consists of a five-person Board of Commissioners, including a part-time Chairman and four District Commissioners elected at large. The County operates under the County Manager form of management with nine operating departments, and elected officials, i.e., the Courts, Sheriff's Department, Tax Commissioner, Tax Assessor, as well as the Registrar. The County Manager reports directly to the Board of Commissioners and oversees the activities of the operating departments, as well as serving as a liaison for the Board with those departments headed by elected officials. Since the County Commission also serves as the oversight body of the Dawson County Health Department, Dawson County Development Authority and the Dawson County Industrial Building Authority, these entities are included in this report.

Dawson County provides a range of services including public safety (Law Enforcement - Sheriff and Emergency Services - Fire, Ambulance, Coroner and Civil Defense), judicial, health and social services, recycling services, public works/road/traffic department, Geographic Information System (GIS), inspections, and cultural and recreational programs.

Formal budgetary integration is employed as a non-GAAP management control device during the year. A triennial budget process was implemented during 2006 for 2007-2009 and has continued on a rolling basis. All departments submit their budget requests online into the Budget Prep System for each of the next three years. After conferences are conducted with each department and constitutional officer to review their requests, a tentative budget (Chairman's Proposed Budget) is submitted to the commissioners and the public. Public hearings are held to obtain taxpayer comments with the final budget adopted and the millage rate set.

Budget changes at the department level within fund are approved by the County Manager and/or Chief Financial Officer as outlined in the annual Budget Resolution. The Board of Commissioners must approve all other changes. Budget to actual comparisons are presented in this report for each individual fund for which an annual budget has been adopted. For the general fund, the comparisons are included in the basic financial statements. The other funds with legally adopted annual budgets are included in the combining and individual fund financial statements and schedules section. Dawson County follows the laws of Georgia regarding the control, adoption and amendment of the budget during each fiscal year.

Local Economy: Dawson County continued to experience slower growth during 2012 along with a downturn in its economy, especially within the commercial and residential construction industry. However, the 2010 U.S. Census showed the County's population at 22,330 compared to 15,999 according to the 2000 census, approximately a 39.5% population growth. This population growth continues to impact all levels of service needs in the County regardless of the slowed economic growth. Some characteristics are:

1) Approximately 89.8% of the County's population resides in the unincorporated portion of the County with the remaining 10.2% residing in the one municipality, the City of Dawsonville.
2) The County's unemployment rate at the end of 2012 dropped to 7.7% as compared to a rate of 7.9% at the end of 2011. The County's unemployment rate increased slightly to 7.8% in January 2013 but was still lower than the State's rate of 9.1% for the same time period.
3) Residential property revaluations during 2011 resulted in lower property values which negatively impacted the 2012 property tax levy by yielding lower property tax revenue. It is anticipated that further revaluations of residential and commercial property will continue to negatively impact the property tax levy in 2013.
4) North Georgia Premium Outlet Mall is the County's largest employer, drawing many visitors from the Atlanta and surrounding areas with Gold Creek Foods and Dawson County Board of Education coming in second and third, respectively;
5) The number of building permits increased slightly over the past years but slightly declined in 2012: 247 in 2009, 250 in 2010, 267 in 2011, and 263 in 2012; new home permits have increased in prior years but remained steady in 2012: 25 in 2009, 34 in 2010, 36 in 2011 and 2012; business licenses followed the same trend as building permits: 1,265 in 2009, 1,372 in 2010, 1,431 in 2011, and 1,397 in 2012.

Goals and Objectives. The County continues to focus on maintaining existing infrastructure, business retention and new business investment into the community for future growth and sound fiscal management of resources while maintaining the quality of life we enjoy here in Dawson County. Financing these goals is a great concern for the County especially with the continued economic decline. While new business is desired and needed to level the tax base between residential, commercial and industrial, funding the infrastructure is costly.

The County implemented and collected impact fees from mid-2006 through early 2009. However, the County indefinitely suspended the impact fee collections in 2009 in an effort to stimulate the local economy.

The County citizens voted approval to continue the Special Purpose Local Option Sales Tax (SPLOST V) in September of 2007. The voter approval allows the County to continue to collect the one (1) percent sales tax which began in July 2009. The new SPLOST had anticipated funding a new courthouse, renovation of the existing courthouse for an administration facility, refunding of existing debt, road improvements, a new library in the 400 corridor, emergency services improvements, recreation improvements and many other projects over a six-year period. The SPLOST V referendum was based upon growth continuing as the County experienced during 2005-2007. However, with the decline in the economy, the SPLOST V collection will likely only produce sufficient funds to build the new Courthouse and Administration facility under a reduced budget and eliminate some existing debt. The prefunded courthouse facility construction started in 2010 and was completed in 2012. The open house ceremony and move into the new Courthouse and Administration Building took place in January 2012.

Due to the continued slow growth in the economy, the County reduced its 2012 operating budget by $908 thousand compared to the 2011 operating budget. Although 2012 property taxes were held at the millage rate from the prior year, property tax revenue was negatively impacted due to revaluations of properties that yielded lower assessed values. The County continues to find innovative ways to maintain current service levels such as:

- Provided data to citizens in many areas via the Dawson County web site;
- Expended Impact Fees previously collected during 2008 and 2009 to help maintain County roads and pay debt service payments for fire trucks during 2012. As stated earlier, the County, in May 2009, suspended the collection of impact fees in an effort to stimulate the local economy;
- Provided a 311 number for citizens to call for government information;
- Continued to restructure departments under County Manager oversight for more efficient operations;
- Continued to expand the County's system to recycle comingled recyclables;
- Continued to utilize a fuel station for County and other government use to reduce the cost of fuel through bulk purchase. The station currently is utilized by County departments, the City of Dawsonville, the Board of Education, Public Health, and Etowah Water and Sewer Authority resulting in significant savings for each entity;
- Continued to utilize an in-house Fleet Maintenance Shop to perform routine maintenance for County vehicles thus reducing cost;
- Restructured health care benefits to maintain coverage with little or no cost increase cost to Dawson County employees or the County;
- Expended SPLOST IV collections to fund road repairs and construction;
- Completed construction, which began in January 2010, of the Courthouse and Administration Building. This project was funded from SPLOST V collections and was completed in 2012. An open house was held in January 2012, and County offices moved to the new facility during 2012 thereby eliminating the County's need for and expenditures for rented space. This facility houses court rooms as well as all judicial functions and administrative offices of the County;
- Improved functionality at the Senior Center with the construction of a new elevator. Construction was funded through citizen donations and the Capital Projects fund;
- Utilized SPLOST V collections to pay off the Jail and Courthouse Parking Lot debt;
- Assisted in refunding Series 2002 Etowah Water and Sewer Authority Revenue Bonds and issuance of Series 2012 Etowah Water and Sewer Authority Revenue Bonds to obtain a lower interest rate;

- Refinanced the Sprayfield Lease with Etowah Water and Sewer Authority at a lower interest rate.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in financial reporting to Dawson County for its comprehensive annual financial report for the fiscal year ended 2011. This was the fifth consecutive year that Dawson County government achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual financial report continues to meet the Certificate of Achievement Programs' requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments. The preparation of this report has been accomplished through the dedicated effort of the entire staff of the Finance Department and the County Manager's office in conjunction with the external audit firm, Rushton & Company, LLC. Additionally, we would like to thank the Board of Commissioners for their leadership and support in conducting the financial affairs of the County in a responsible manner.

Respectfully submitted,

Dena Bosten

Dena Bosten, CPA
Chief Financial Officer

Cindy Campbell

Cindy Campbell, CPA
County Manager

DAWSON COUNTY, GEORGIA
GOVERNMENT OFFICIALS
AS OF DECEMBER 31, 2012

Board of Commissioners

Chairman:	Mike Berg
Vice Chairman:	James Swafford
District 1 Commissioner:	Gary Pichon
District 2 Commissioner:	James Swafford
District 3 Commissioner:	Jimmy Hamby
District 4 Commissioner:	Julie Nix

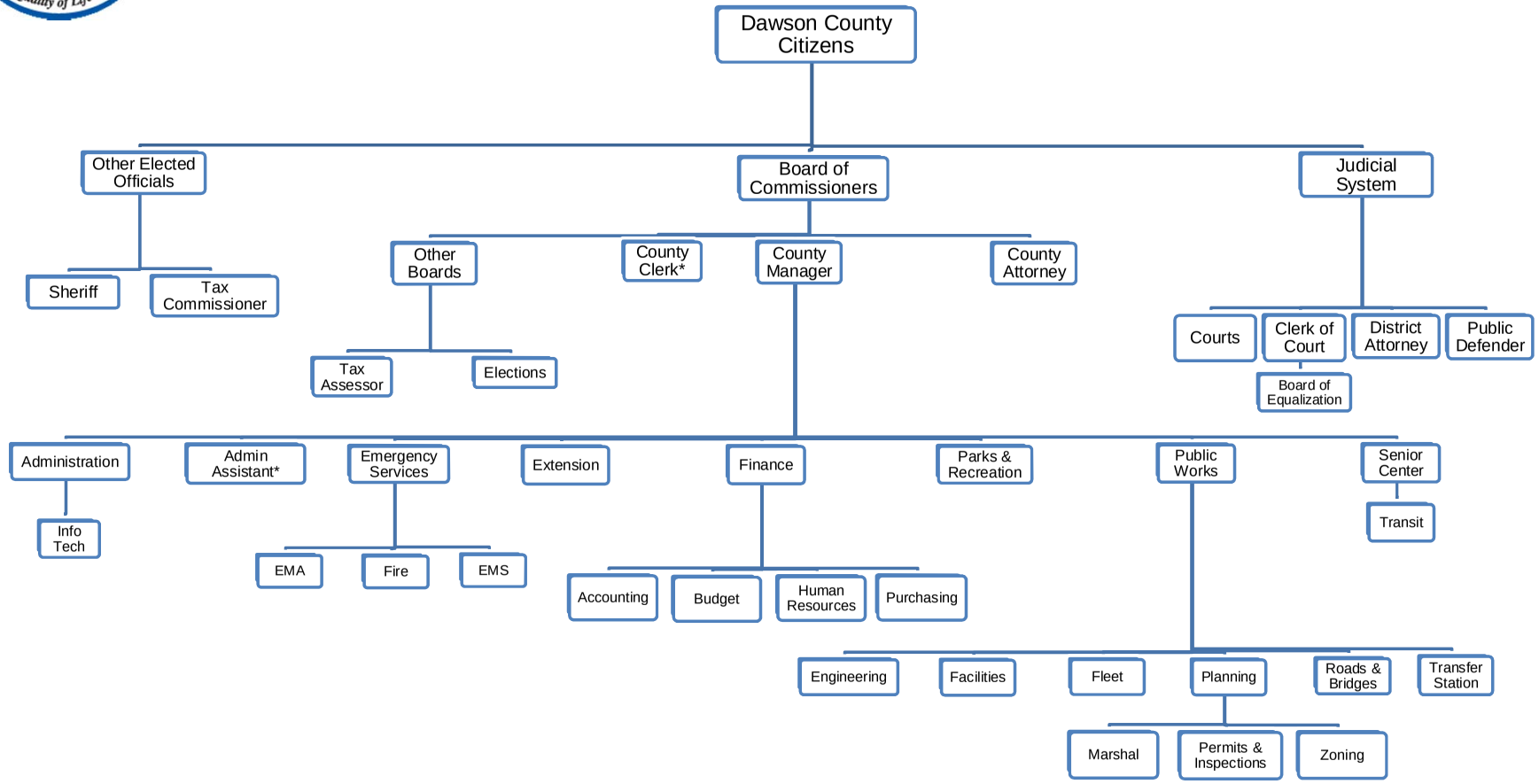
Other Elected Officials

Clerk of Court:	Justin Power
Probate Judge:	Jennifer Burt
Magistrate Judge:	Lisa Poss-Thurmond
Sheriff:	Billy Carlisle
Tax Commissioner:	Linda Townley

Administration

County Manager:	Kevin Tanner
Clerk of Commission:	Danielle Yarbrough
Chief Financial Officer:	Cindy Campbell

2012 Dawson County Organization Chart



*Both positions equal one full-time position and are filled by the same person.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Dawson County

Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Christopher P Morrill
President

Jeffrey R. Esser
Executive Director

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Part II

Financial Section

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Independent Auditor's Report

Honorable Chairman and Members
of the Board of Commissioners
Dawson County, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Dawson County, Georgia, as of and for the year ended December 31, 2012, 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 Dawson County Health Department, a component unit of Dawson County, Georgia, which represent 29.4 percent, 27.2 percent, and 73.2 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented 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 the Dawson County Health Department, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Dawson County, Georgia, as of December 31, 2012, and the respective changes in the financial position and, where applicable, cash flows, and the budgetary comparison of the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 13 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 Dawson County, Georgia's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, the statistical section and the state reporting section with the special purpose local option sales tax report are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements.

The combining and individual fund financial statements and schedules, the special purpose local option sales tax report, 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 to prepare the basic financial statements. Such information has been subjected to the auditing procedures 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 fund financial statements and schedules, the special purpose local option sales tax report, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States, Dawson County, Georgia's basic financial statements for the year ended December 31, 2011, which are not presented with the accompanying financial statements. In our report dated May 11, 2012, we expressed unqualified opinions on the respective 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. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Dawson County's basic financial statements as a whole. The combining and individual fund financial statements and schedules related to the 2011 financial statements are presented for the purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and schedules related to the 2011 financial statements are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the 2011 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 2011 combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 20, 2013, on our consideration of Dawson County, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and 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 Dawson County' internal control over financial reporting.

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
May 20, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Dawson County, Georgia, (the "Government"), we offer readers of the Government's financial statements this narrative overview and analysis of the financial activities of Dawson County, Georgia for the year ended December 31, 2012. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Government's financial statements, which follow this narrative.

Financial Highlights

- The assets of the County exceeded its liabilities at the close of the fiscal year by $73.1 million (net position).

- As a whole, the Government's financial position improved during 2012.

- As of the close of the current fiscal year, the Government's governmental funds reported combined ending fund balances of $19.1 million, which was a decrease of $7.4 million from the prior year. This decrease is, in part, attributable to activity within the capital projects and SPLOST funds. These funds have project length budgets and as a result have years where expenditures exceed revenues. For example, proceeds from revenue bonds, to advance fund projects, have been recorded in previous fiscal years and the related expenditures have been recorded in successive fiscal years. Approximately 23% ($4.4 million) of combined fund balance is considered unassigned and is available for spending at the Government's discretion (unassigned fund balance).

- At the end of the current fiscal year, total fund balance for the general fund was $5.6 million, or 26.5% of total general fund expenditures including transfers to other funds. Fund balance of the general fund increased by $585 thousand.

- The Government's total debt decreased by $11.8 million during the current fiscal year, primarily due to debt reductions via scheduled payments on existing debt. Additionally, the Jail and Courthouse Parking Lot debt was paid off during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Government's basic financial statements. The Government's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The basic financial statements present two different views of the Government through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the Government.

Basic Financial Statements

The first two statements (Exhibits A-1 and A-2) in the basic financial statements are the government-wide financial statements. They provide both short and long-term information about the Government's financial status.

The next statements (Exhibits A-3 through A-11) are fund financial statements. These statements focus on the activities of the individual parts of Dawson County, Georgia's government. These statements provide more detail than the government-wide statements. There are three parts to the fund financial statements: 1) the governmental fund statements; 2) the proprietary fund statements; and 3) the fiduciary fund statements.

The next section is the combined statements for the three component units. These provide more details than Exhibits A-1 and A-2.

The next section of the basic financial statements is the notes. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, supplemental information is provided to show details about the Government's non-major governmental funds, all of which are added together in one column on the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the Government's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the Government's financial status as a whole.

The two government-wide statements report the Government's net position and how it has changed. Net position is the difference between the Government's total assets and total liabilities. Over time, the change in net position is an indicator of the improvement (an increase) or deterioration (a decrease) in the County's financial condition.

The government-wide statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) component units. The governmental activities include most of the Government's basic services such as general administration, public safety, court system, public works, culture and recreation, health and welfare, and community development. Property taxes, sales taxes, and state and federal grant funds finance most of these activities. The business-type activities are those that the Government charges customers to provide. These include waste management and geographical information services. The final category is component units. The Dawson County Department of Health is a public health department. Although legally separate from the Government, the Government owns the facility the Health Department is housed in and appoints a voting majority of the board for the Department of Health. Other component units are the Dawson County Development Authority and the Dawson County Industrial Building Authority. The Government appoints a voting majority of these Authorities.

Fund Financial Statements

The fund financial statements provide a more detailed look at the Government's most significant activities. 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. The Government, like all other governmental entities in Georgia, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the County's budget resolution. All of the funds of the Government can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Government's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash and the amount of funds left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting*. This method also has a current financial resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are financial resources available to finance the Government's programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Budgetary comparison schedules have been provided for the general fund to demonstrate compliance with the annual appropriated budget. The budgetary comparison schedules use the budgetary basis of accounting (which is modified accrual). The schedules show four columns: 1) the original budget as adopted by the Commission; 2) the final budget as amended by the Commission; 3) the actual resources, charges to appropriations, and ending fund balances; and 4) the difference or variance between the final budget and the actual resources and charges. Budgetary comparison schedules for the debt service fund and all special revenue funds can be found in later sections of this report. These statements and schedules demonstrate compliance with the County's adopted and final revised budgets.

Proprietary Funds – The Government has two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Government uses enterprise funds to account for its Solid Waste Disposal Facility and Geographic Information System (GIS). The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the Government on a cost reimbursement basis. The Government uses an internal service fund to account for its Fuel and Fleet Maintenance Fund.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the Government. The Government has four fiduciary funds, all of which are agency 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. The notes to the financial statements are Exhibit A-14 of this report.

Government-wide Financial Analysis

This report is presented in accordance with the mandates for financial statement reporting as dictated by the Governmental Accounting Standards Board (GASB) in Statement 34. This year, comparison analysis is made from the year ended December 31, 2012 to the year ended December 31, 2011.

Comparative data for all facets of this report are available this year.

DAWSON COUNTY, GEORGIA'S NET POSITION
December 31, 2012
($ In thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2012	2011	2012	2011	2012	2011
Assets						
Current and other assets	$ 28,300	$ 39,815	$ 648	$ 632	$ 28,948	$ 40,447
Capital assets (net of depreciation)	80,906	84,471	2,064	2,147	82,970	86,618
TOTAL ASSETS	109,206	124,286	2,712	2,779	111,918	127,065
Liabilities:						
Current liabilities	17,800	32,479	47	874	17,847	33,353
Noncurrent liabilities	20,142	21,375	855	33	20,997	21,408
TOTAL LIABILITIES	37,942	53,854	902	907	38,844	54,761
Net position:						
Net investment in capital assets	63,685	65,077	2,064	2,147	65,749	67,224
Restricted	5,243	6,495	-	-	5,243	6,495
Unrestricted	2,336	(1,140)	(254)	(275)	2,082	(1,415)
TOTAL NET POSITION	$ 71,264	$ 70,432	$ 1,810	$ 1,872	$ 73,074	$ 72,304

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets of the Government exceeded liabilities by $73.1 million as of December 31, 2012. The same comparison for 2011 indicates that the assets exceeded liabilities by $72.3 million. This is an increase of $1 million before a prior period adjustment of $241 thousand which decreased beginning net position. The prior period adjustment was made to expense the beginning balance of debt issuance costs and related accumulated amortization. This adjustment was required with the implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities.* The overall increase is attributable to an increase in sales tax of $838 thousand while expenses remained relatively flat. The greatest changes in expenses are associated with payments to Etowah Water and Sewer Authority for debt service as noted in Note 11. These payments were funded by an increase in charges for services.

One of the largest portions of net position, $65.7 million (90%) reflects the Government's investment in capital assets (e.g. land, buildings, machinery, and equipment) less any related debt still outstanding that was issued to acquire those items. The Government uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Government's investment in its capital assets is reported net of the outstanding debt, the resources needed to repay the debt must be provided by other sources, since the capital assets cannot be liquidated to pay these liabilities. An additional portion of the Government's net position, $5.2 million (7%) represents resources that are subject to external restrictions on how they may be used.

DAWSON COUNTY, GEORGIA'S CHANGES IN NET POSITION
December 31, 2012
($ In thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
REVENUES						
Program revenues:	2012	2011	2012	2011	2012	2011
Charges for services	$ 4,282	$ 3,212	$ 623	$ 619	$ 4,905	$ 3,831
Operating grants and contributions	1,229	1,175	1	-	1,230	1,175
Capital grants and contributions	290	516	-	-	290	516
General Revenues:						
Property taxes	10,426	11,881	-	-	10,426	11,881
Sales taxes	12,181	11,343	-	-	12,181	11,343
Insurance premium tax	885	828	-	-	885	828
Other taxes	1,184	1,110	-	-	1,184	1,110
Unrestricted investment earnings	505	559	-	-	505	559
Other	110	190	1	1	111	191
TOTAL REVENUES	31,092	30,814	625	620	31,717	31,434
EXPENSES						
General Government	6,224	4,271	-	-	6,224	4,271
Judicial	2,583	2,512	-	-	2,583	2,512
Public Safety	11,676	12,337	-	-	11,676	12,337
Public Works	4,542	4,476	-	-	4,542	4,476
Health and Welfare	852	935	-	-	852	935
Culture and Recreation	1,555	1,650	-	-	1,555	1,650
Housing and Development	907	1,026	-	-	907	1,026
Interest	1,678	2,161	-	-	1,678	2,161
Solid Waste Disposal Facility	-	-	546	447	546	447
DCAR GIS	-	-	143	144	143	144
TOTAL EXPENSES	30,017	29,369	689	591	30,706	29,960
Increases in net position before transfers	1,075	1,445	(64)	29	1,011	1,474
Transfers	(2)	(31)	2	31	-	-
Increase in net position	1,073	1,414	(62)	60	1,011	1,474
Net position, beginning of year	70,432	69,642	1,872	1,812	72,304	71,454
Prior period adjustment	(241)	(624)	-	-	-	-
Net position, end of year	$ 71,264	$ 70,432	$ 1,810	$ 1,872	$ 73,074	$ 72,304

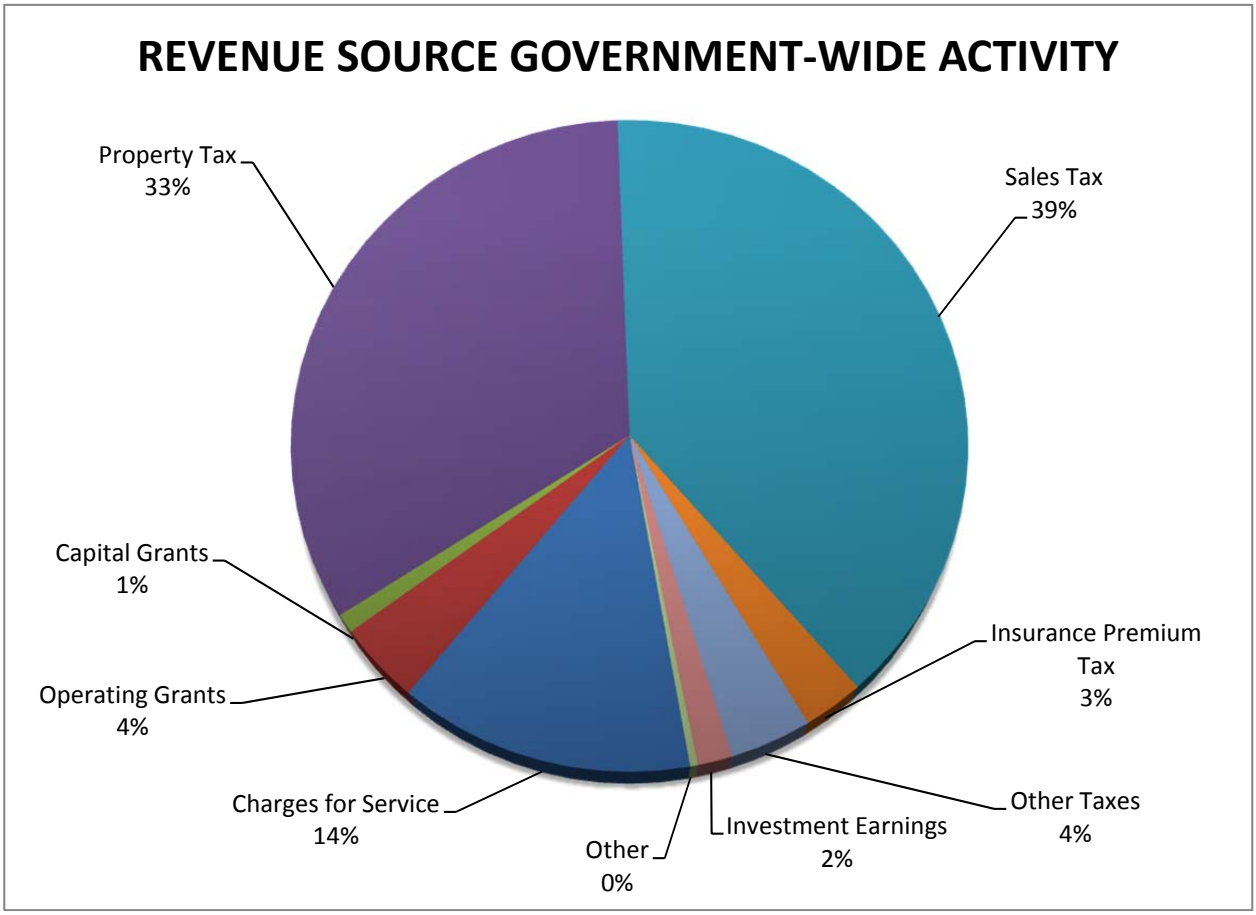
Governmental Activities: Governmental activities increased the Government's net position by $1.1 million. As mentioned above, net position primarily increased due to an increase in sales tax and expenses remaining relatively flat. The increase in net position for governmental activities in 2012 was $341 thousand less than the increase in 2011 due to the continued decline of property taxes collected.

Governmental Activities Revenues: Property taxes, insurance premium tax, and other taxes (exclusive of sales tax) continue as the main source of revenue of the governmental activities amounting to 40.2% in 2012, which is a decrease from 44.8% in 2011. The sales tax revenue for 2012 was 39.2% of the revenue as compared to 36.8% in 2011.

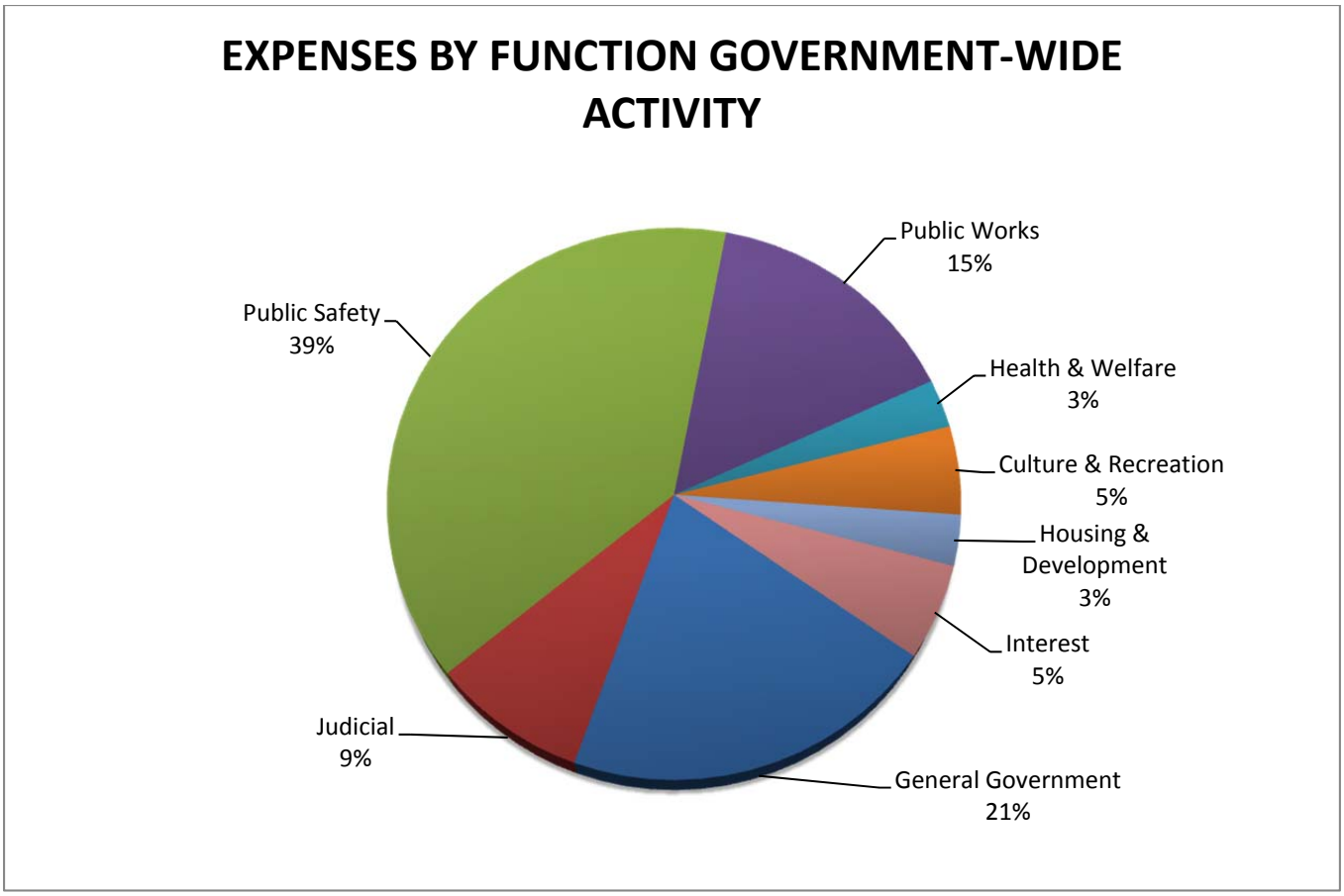
Business-type activities: Business-type activities decreased the Government's net position by $62 thousand. Key elements of this increase are as follows:

- The Solid Waste Fund activity reported an increase in net position of $76 thousand, which was less than the $170 thousand increase in 2011. The primary reason for the decrease in net position is due to an increase in cost of sales and services.

- The DCAR GIS had a decrease in net position of $138 thousand, which was directly related to depreciation expense on assets.



Governmental Activities Functional Expenses: As reflected in Dawson County's Changes in Net Position table (above), the Government expended 47.5% of the total expenses of the governmental activities for the judicial system and public safety, compared to 50.6% in 2011. The chart below depicts further detail of government-wide expenses.



Financial Analysis of the Government's Funds

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

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

At December 31, 2012, the governmental funds of the Government reported a combined fund balance of $19.1 million. This is a decrease of $7.4 million under the prior year fund balance of $26.5 million.

Major Governmental Funds: The general fund is the chief operating fund of the Government. It is used to account for all governmental financial resources not restricted by state or federal laws, local ordinances, or other externally imposed requirements. At the end of 2012, total assets were $15.2 million, total liabilities were $9.5 million, and deferred inflows of resources were $46 thousand. The ending fund balance of $5.6 million represents approximately 27% of the general fund budget for the upcoming year.

Total general fund revenue for the year, $21.8 million, was under budget by $189 thousand. Additional revenue from an increase in the local option sales tax and insurance premium tax offset a decrease in revenue from property tax. Total general fund expenditures for 2012 were $19.8 million, 95% of budget. Expenditures for all functional areas were less than budget as departments managed to generate savings of $1 million during 2012. The fund balance for the general fund at the end of 2012 is $5.6 million. In the 2013 Budget, $4.4 million, or 23% of the 2013 Budget, is considered unassigned and available for emergencies, maintenance of facilities and infrastructure, and other governmental activities.

The fund balance of the debt service fund increased by $106 thousand during the current fiscal year due to timing differences of transfers in and scheduled payments of principal and interest. The debt service fund has an ending fund balance of $3.3 million.

The fund balance of the County's SPLOST fund decreased by $1.1 million during the current fiscal year. This is primarily due to the timing of revenue collections versus the timing of construction costs. The SPLOST fund has an ending balance of $994 thousand.

The fund balance of the County's capital projects fund decreased by $6.9 million during the current fiscal year. The decrease is due to the construction of the Courthouse and Administration Building. The capital projects fund has an ending fund balance of $8.4 million.

Proprietary Funds: The Government's proprietary fund statements provide the same type of information found in the government-wide statements but in more detail.

Capital Asset and Debt Administration

Capital assets: The Government's capital assets for its governmental and business-type activities as of December 31, 2012 total $83 million (net of accumulated depreciation). These assets include land, intangible assets, construction in progress, buildings, furniture, fixtures, machinery, equipment, and infrastructure.

Major capital asset transactions during the year include:

- Building Improvements of $17.4 million and furniture and fixture additions of $1.2 million net of additions and disposals for the new Courthouse and Administration Building.
- Construction in progress totaling $62 thousand net of additions and transfers primarily due to the paving of Carlisle Road (Capital Projects Fund) and upgrades to the Narrowbanding System (SPLOST);
- Purchase of vehicles included four new police cars, a Transfer Station tractor and trailer, and a used fire apparatus and totaled $225 thousand (General Fund and Solid Waste Fund). These purchases were offset by $499 thousand in disposals, which resulted in a net decrease of $274 thousand in this asset category.
- Purchase of equipment totaling $1.4 million (SPLOST, General Fund, Grant Fund, and E911 Fund) included equipment for the new Courthouse and Administration Building, an elevator for the Senior Center, Public Safety System, and fuel equipment for the Fueling Center; and
- Purchase of infrastructure totaling $627 thousand (SPLOST)

DAWSON COUNTY, GEORGIA'S CAPITAL ASSETS

(net of depreciation)

December 31, 2012

($ In thousands)

	Governmental Activities	Business-type Activities	Total
Land (not depreciated)	$ 13,680	$ 1,122	$ 14,802
Intangible assets	484	-	484
Construction in progress	62	-	62
Buildings and improvements	42,136	439	42,575
Furniture and fixtures	1,077	-	1,077
Vehicles, machinery and equipment	7,709	503	8,211
Infrastructure	15,759	-	15,759
Total	$ 80,906	$ 2,064	$ 82,970

Additional information on the Government's capital assets can be found in Note 9 of the basic financial statements.

Long-term Debt. As of December 31, 2012, the Government had contracts payable outstanding in the amount of $2,930,000 through an intergovernmental agreement with Etowah Water and Sewer Authority to pay $5,680,000 of the total $8,595,000 Authority's Series 2002 Revenue Bonds that is backed by the full faith and credit of the Government. On May 1, 2012, the Authority issued $2,930,000 in Revenue Refunding Bonds, Series 2012, which were issued to advance refund the $2,890,000 of outstanding Series 2002 Bonds. The Government had total bonded debt outstanding of $22,525,000 that is backed by the Special Purpose Local Option Sales Tax (SPLOST) collections. The outstanding balance at the end of the year is from the $38,325,000 original issue in 2007 to finance the costs of acquiring, constructing, remodeling, and equipping of the Courthouse and Administration Building. The 2007 SPLOST debt issuance was approved by the citizens of the County in September of 2007. The $5,415,000 jail and courthouse parking lot debt was also included in the 2007 SPLOST referendum to be paid from sales taxes. As mentioned above, this debt was paid in full during 2012. The Government also had $1,132,346 of capital lease debt, backed also by the full faith and credit of the Government. The Government had no outstanding general obligation debt for 2012 other than the SPLOST debt mentioned above. The Government's total debt of $29 million decreased by $11.8 million during the past year primarily due to scheduled payments of existing debt and the payoff of the jail and parking lot debt.

The Government maintained an "A+/Stable" bond rating from Standard and Poor's Rating Group. Additionally, Moody's Rating Group recalibrated their local government ratings to a Global Scale in 2010. Dawson County's "A1" rating under the Municipal Scale is now an "Aa2" rating under the Global Scale. These bond ratings clearly indicate a sound financial condition for the Government.

The State of Georgia limits the amount of general obligation debt that a unit of government can issue to 10 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt limit for the Government is $126,591,000. (See Exhibit J-15 in the Statistical Section).

Additional information regarding the Government's long-term debt can be found in Notes 10 and 11 of the basic financial statements.

General Fund Budgetary Highlights: The County approved to maintain the millage rate the same as 2011 without a rollback in order to provide the necessary resources for the delivery of public services.

Generally, budget amendments fall into one of the following categories: 1) amendments made to adjust the estimates that are used to prepare the original budget resolution once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as federal and state grants; and 3) increases in appropriations that become necessary to maintain services. Total amendments to the general fund increased budgeted revenues by approximately 6.3% and increased budgeted expenditures by 5.1%. These increases are mainly attributed to the increase in revenues and expenditures related to the payments to Etowah Water and Sewer Authority as described above and in Note 11. Revenues increased slightly more than expenses due to unbudgeted donations.

For the year, actual expenditures and other financing uses were less than actual revenue and other financing sources which resulted in an increase of $585 thousand in fund balance from 2011 leaving fund balance at $5,637,553.

Economic Factors and Next Year's Budgets and Rates

The following key economic indicators reflect the financial position of the County.

- The County has an unemployment rate of 7.7% at 2012 year end, which is lower than the state rate of 8.7% for the same time frame.
- The 2012 millage tax rate remained the same as 2011 at 8.138 per $1,000 of valuation.
- Fund balance for the general fund increased by $585 thousand for the year ended December 31, 2012 leaving a $5.6 million fund balance that still indicates a relatively strong financial position for the County. This was due to stringent controls on spending and budget cuts.
- 2013 general fund budget was slightly reduced by 0.1% overall due to anticipated decrease in property taxes but increase in local option sales tax.

Economic activity in Dawson County reflects national and regional trends. A decrease in current market values of real and personal property resulted in a 13.6% decrease in the total value of taxable property which resulted in $1.4 million reduction in property tax revenue. The budget for 2013, adopted in September of 2012, anticipated sales tax revenues to be above the 2012 amount budgeted because of a slight upswing in the economy. Given the retail businesses located in the County such as the North Georgia Premium Outlet Mall, Wal-Mart, Home Depot, Megel Chevrolet dealership, etc., Dawson's sales tax collection is historically more stable than surrounding counties. Dawson County has also assigned $644 thousand of available fund balance for spending in the 2013 fiscal year budget. It is intended that this use of available fund balance and slight increase in sales tax will help avoid the need to raise taxes or significantly reduce services. Management continues to closely monitor revenue collection rates and control spending.

Requests for Information

This report is designed to provide an overview of the Government's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Chief Financial Officer, Dawson County Finance Department, 25 Justice Way Suite 2214, Dawsonville, Georgia 30534.

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Basic Financial Statements

DAWSON COUNTY, GEORGIA
STATEMENT OF NET POSITION
December 31, 2012

	Primary Government			
	Governmental Activities	Business-type Activities	Total	Component Units
ASSETS				
Current assets				
Cash and cash equivalents	$ 17,315,685	$ 532,058	$ 17,847,743	$ 649,711
Restricted assets				
Cash and cash equivalents	3,363,287	-	3,363,287	37,975
Investments	4,031,753	-	4,031,753	-
Interest receivable	6,493	-	6,493	-
Receivables (net)				
Accounts	321,752	116,259	438,011	45,748
Intergovernmental	399,694	-	399,694	-
Taxes	2,172,525	-	2,172,525	-
Inventories	209,402	-	209,402	-
Prepaids	478,758	-	478,758	-
Total current assets	28,299,349	648,317	28,947,666	733,434
Noncurrent assets				
Capital assets				
Non-depreciable	14,225,201	1,122,008	15,347,209	44,592
Depreciable (net)	66,681,220	941,880	67,623,100	122,370
Total noncurrent assets	80,906,421	2,063,888	82,970,309	166,962
Total assets	109,205,770	2,712,205	111,917,975	900,396
LIABILITIES				
Current liabilities				
Payables				
Accounts	416,413	24,374	440,787	3,446
Retainages	2,000	-	2,000	-
Intergovernmental	139,760	91	139,851	-
Interest	594,342	-	594,342	-
Accrued salaries and payroll liabilities	296,728	3,080	299,808	4,797
Compensated absences	502,953	2,308	505,261	21,000
Amounts held in trust	139,722	-	139,722	37,975
Unearned revenue	8,103,709	-	8,103,709	-
Capital leases payable	209,901	-	209,901	-
Bonds payable	7,379,462	-	7,379,462	-
Contracts payable	15,000	-	15,000	-
Post-closure care costs	-	17,614	17,614	-
Total current liabilities	17,799,990	47,467	17,847,457	67,218
Noncurrent liabilities				
Compensated absences	167,651	769	168,420	18,505
Net pension obligation	67,944	-	67,944	-
Capital leases payable	922,445	-	922,445	-
Bonds payable	16,069,193	-	16,069,193	-
Contracts payable	2,915,000	-	2,915,000	-
Post-closure care costs	-	853,820	853,820	-
Total noncurrent liabilities	20,142,233	854,589	20,996,822	18,505
Total liabilities	37,942,223	902,056	38,844,279	85,723

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

DAWSON COUNTY, GEORGIA
STATEMENT OF NET POSITION
December 31, 2012

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
NET POSITION				
Net investment in capital assets	$ 63,685,058	$ 2,063,888	$ 65,748,946	$ 166,962
Restricted for:				
Judicial	86,020	-	86,020	-
Public Safety	220,582	-	220,582	-
Public Works	498,655	-	498,655	-
Health and Welfare	4,935	-	4,935	-
Culture and Recreation	89,858	-	89,858	-
Housing and Development	66,595	-	66,595	-
Capital Outlay	266,586	-	266,586	-
Debt Service	4,009,510	-	4,009,510	-
Unrestricted	2,335,748	(253,739)	2,082,009	647,711
Total net position	$ 71,263,547	$ 1,810,149	$ 73,073,696	$ 814,673

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

DAWSON COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the year ended December 31, 2012

FUNCTIONS/PROGRAMS	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue
Primary government					
Governmental activities					
General Government	$ 6,224,430	$ 1,643,725	$ 45,350	$ -	$ (4,535,355)
Judicial	2,583,066	1,028,995	60,797	-	(1,493,274)
Public Safety	11,675,907	1,308,134	522,145	2,894	(9,842,734)
Public Works	4,542,295	752	-	244,913	(4,296,630)
Health and Welfare	852,014	10,453	295,358	600	(545,603)
Culture and Recreation	1,554,547	185,272	51,627	41,894	(1,275,754)
Housing and Development	906,787	104,798	253,600	-	(548,389)
Interest on long-term debt	1,678,273	-	-	-	(1,678,273)
Total governmental activities	30,017,319	4,282,129	1,228,877	290,301	(24,216,012)
Business-type activities					
Solid Waste	545,734	620,676	309	-	75,251
DCAR GIS	142,828	2,696	-	-	(140,132)
Total business-type activities	688,562	623,372	309	-	(64,881)
Total primary government	30,705,881	4,905,501	1,229,186	290,301	(24,280,893)
Component Units					
Development Authority of Dawson County					
Housing and Development	155,241	-	177,000	-	21,759
Industrial Building Authority of Dawson County					
Housing and Development	201,886	12,000	-	-	(189,886)
Dawson County Health Department					
Health and Welfare	597,459	164,330	175,793	-	(257,336)
Total component units	954,586	176,330	352,793	-	(425,463)

Change in net position	Primary Government: Governmental Activities	Primary Government: Business-Type Activities	Primary Government: Total	Component Units
Net (expense) revenue	$ (24,216,012)	$ (64,881)	$ (24,280,893)	$ (425,463)
General revenues				
Taxes				
Property	10,426,188	-	10,426,188	-
Sales	12,180,771	-	12,180,771	-
Insurance premium	884,477	-	884,477	-
Intangible	218,383	-	218,383	-
Franchise	67,137	-	67,137	-
Real estate transfer	30,445	-	30,445	-
Occupational	194,213	-	194,213	-
Hotel/Motel	312,301	-	312,301	-
Alcohol	361,286	-	361,286	-
Interest and investment earnings	505,030	-	505,030	5,417
Payments from Dawson County	-	-	-	192,000
Gain on sale of assets	16,641	-	16,641	-
Other	93,651	815	94,466	-
Transfers	(1,804)	1,804	-	-
Total general revenues and transfers	25,288,719	2,619	25,291,338	197,417
Change in net position	1,072,707	(62,262)	1,010,445	(228,046)
Net position - beginning (original)	70,432,058	1,872,411	72,304,469	1,024,719
Prior period adjustment	(241,218)	-	(241,218)	18,000
Net position - beginning (restated)	70,190,840	1,872,411	72,063,251	1,042,719
Net position - ending	$ 71,263,547	$ 1,810,149	$ 73,073,696	$ 814,673

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

DAWSON COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2012

	General	Debt Service	SPLOST	Capital Projects	Nonmajor Governmental Funds	Totals
ASSETS						
Cash and cash equivalents	$ 12,358,984	$ 3,286,980	$ 271,633	$ 430,457	$ 967,631	$ 17,315,685
Receivables (net)						
Accounts	219,812	-	-	-	88,222	308,034
Intergovernmental	207,257	-	-	-	192,437	399,694
Taxes	1,418,567	-	727,428	-	26,530	2,172,525
Prepaids	420,659	-	-	-	-	420,659
Inventories	147,227	-	-	-	-	147,227
Due from other funds	384,226	-	-	594,161	549	978,936
Restricted Assets						
Cash and cash equivalents	29,093	-	-	3,334,194	-	3,363,287
Investments	-	-	-	4,031,753	-	4,031,753
Interest receivable	-	-	-	6,493	-	6,493
Total assets	$ 15,185,825	$ 3,286,980	$ 999,061	$ 8,397,058	$ 1,275,369	$ 29,144,293
Liabilities						
Payables						
Accounts	$ 303,975	$ -	$ 5,046	$ 18,013	$ 24,885	$ 351,919
Intergovernmental	100,352	-	-	-	39,338	139,690
Retainages	-	-	-	2,000	-	2,000
Accrued salaries and payroll liabilities	268,330	-	-	1,358	25,514	295,202
Due to other funds	594,161	-	-	7,284	365,780	967,225
Unearned revenue	8,095,664	-	-	-	8,045	8,103,709
Amounts held in trust	139,722	-	-	-	-	139,722
Total liabilities	9,502,204	-	5,046	28,655	463,562	9,999,467
Deferred inflows of resources						
Unavailable revenue-property taxes	46,068	-	-	-	-	46,068
Fund balances						
Nonspendable:						
Prepaids	420,659	-	-	-	-	420,659
Inventories	147,227	-	-	-	-	147,227
Restricted for:						
Judicial	-	-	-	-	86,020	86,020
Public Safety	-	-	-	-	220,582	220,582
Public Works	-	-	-	497,455	1,200	498,655
Health and Welfare	4,935	-	-	-	-	4,935
Culture and Recreation	16,778	-	-	-	73,080	89,858
Housing and Development	-	-	-	-	66,595	66,595
Capital Outlay	-	-	266,586	657,036	-	923,622
Debt Service	-	3,286,980	727,429	6,704,012	-	10,718,421
Assigned to:						
General Government	-	-	-	150,522	-	150,522
Judicial	7,859	-	-	-	-	7,859
Public Safety	-	-	-	-	363,106	363,106
Housing and Development	-	-	-	-	1,224	1,224
Narrowbanding Project	-	-	-	250,000	-	250,000
Capital Outlay	-	-	-	109,378	-	109,378
Subsequent Year's Budget	644,000	-	-	-	-	644,000
Unassigned	4,396,095	-	-	-	-	4,396,095
Total fund balances	5,637,553	3,286,980	994,015	8,368,403	811,807	19,098,758
Total liabilities, deferred inflows of resouces, and fund balances	$ 15,185,825	$ 3,286,980	$ 999,061	$ 8,397,058	$ 1,275,369	$ 29,144,293

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

DAWSON COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
December 31, 2012

Total fund balance - total governmental funds			$ 19,098,758
Amounts reported for governmental activities in the statement of net position are different because:			
Some assets are not financial resources and therefore are not reported in the funds. These are:			
	Capital assets, net of accumulated depreciation	$ 80,906,421	
	Prepaid bond insurance costs net of amortization	58,099	80,964,520
Revenues in the statement of activities that do not provide current financial resources are reported as deferred revenues in the funds. These are:			
	Property taxes		46,068
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These are:			
	Bonds payable	(23,448,655)	
	Accrued interest	(594,342)	
	Accrued interest on Etowah Water and Sewer Authority Sprayfield lease, included in accounts payable	(1,908)	
	Compensated absences	(670,604)	
	Capital leases payable	(1,132,346)	
	Contracts payable	(2,930,000)	
	Net pension obligation	(67,944)	(28,845,799)
Net position of governmental activities			$ 71,263,547

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

DAWSON COUNTY, GEORGIA
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the year ended December 31, 2012

	General	Debt Service	SPLOST	Capital Projects	Nonmajor Governmental Funds	Totals
REVENUES						
Taxes	$ 17,660,424	$ -	$ 6,548,745	$ -	$ 312,300	$ 24,521,469
Licenses and permits	391,756	-	-	-	-	391,756
Fines, fees and forfeitures	554,925	-	-	-	223,479	778,404
Charges for services	2,663,523	-	-	-	603,503	3,267,026
Intergovernmental	333,109	-	236,558	8,355	741,117	1,319,139
Interest	18,008	3,597	1,560	111,588	815	135,568
Contributions	55,263	-	38,665	8,340	97,772	200,040
Other	73,653	-	20,000	-	-	93,653
Total revenues	21,750,661	3,597	6,845,528	128,283	1,978,986	30,707,055
EXPENDITURES						
Current						
General Government	4,511,993	-	-	-	-	4,511,993
Judicial	2,309,004	-	-	-	278,092	2,587,096
Public Safety	9,235,716	-	-	-	1,121,744	10,357,460
Public Works	1,556,486	-	-	-	140,930	1,697,416
Health and Welfare	326,086	-	-	-	482,676	808,762
Culture and Recreation	1,199,537	-	-	-	85,788	1,285,325
Housing and Development	380,166	-	-	-	516,194	896,360
Capital outlay	-	-	1,468,361	1,160,793	-	2,629,154
Debt service	278,879	10,751,757	-	5,259,551	-	16,290,187
Total expenditures	19,797,867	10,751,757	1,468,361	6,420,344	2,625,424	41,063,753
Excess (deficiency) of revenues over (under) expenditures	1,952,794	(10,748,160)	5,377,167	(6,292,061)	(646,438)	(10,356,698)
Other financing sources (uses)						
Transfers in	96,254	7,924,273	-	741,827	764,961	9,527,315
Transfers out	(1,512,701)	-	(6,505,926)	(1,393,238)	(117,254)	(9,529,119)
Sales of capital assets	49,103	-	-	-	-	49,103
Issuance of debt	-	2,930,000	-	-	-	2,930,000
Total other financing sources (uses)	(1,367,344)	10,854,273	(6,505,926)	(651,411)	647,707	2,977,299
Net change in fund balance	585,450	106,113	(1,128,759)	(6,943,472)	1,269	(7,379,399)
Fund balances, January 1	5,052,103	3,180,867	2,122,774	15,311,875	810,538	26,478,157
Fund balances, December 31	$ 5,637,553	$ 3,286,980	$ 994,015	$ 8,368,403	$ 811,807	$ 19,098,758

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

DAWSON COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the year ended December 31, 2012

Net change in fund balances - total governmental funds		$ (7,379,399)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlays	$ 1,815,257	
Depreciation	(4,841,665)	(3,026,408)
In the statement of activities, the gain/loss on the disposal of assets is reported, whereas in the governmental funds, the proceeds from the sale of capital assets increases financial resources.		
Cost of assets disposed	(2,235,686)	
Related accumulated depreciation	1,697,417	(538,269)
The proceeds of debt issuance, net of premiums, discounts and issuance costs provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In addition, interest on long-term debt is not recognized in the governmental funds until due, but is recognized in the statement of activities as it accrues.		
Debt principal payments	14,430,679	
Debt proceeds	(2,930,000)	
Amortization of bond premiums	369,462	
Amortization of bond insurance cost	(23,240)	
Net change in interest payable	199,819	
Net change in interest payable on Etowah Water and Sewer Authority Sprayfield lease, included in accounts payable	11,448	12,058,168
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These include:		
Unavailable deferred revenue		(1,326)
Employer contributions to retirement plans in excess of annual pension costs are reported as expenditures in the governmental funds, but result in assets in the governmental activities.		371
Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. This includes the net change in compensated absences.		(40,430)
Change in net position of governmental activities		$ 1,072,707

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

DAWSON COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the year ended December 31, 2012

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	$ 17,335,750	$ 17,776,532	$ 17,660,424	$ (116,108)
Licenses and permits	420,250	420,250	391,756	(28,494)
Fines, fees and forfeitures	610,300	610,300	554,925	(55,375)
Charges for services	1,860,700	2,628,650	2,663,523	34,873
Intergovernmental	386,500	390,775	333,109	(57,666)
Interest	17,500	17,500	18,008	508
Contributions	-	54,566	55,263	697
Other	3,500	40,891	73,653	32,762
Total revenues	20,634,500	21,939,464	21,750,661	(188,803)
EXPENDITURES				
Current				
General Government				
Board of Commissioners	250,547	248,357	195,724	52,633
County Administration	331,793	329,603	308,449	21,154
Elections/Registrar	236,504	235,661	203,278	32,383
Financial Administration	496,782	496,220	471,260	24,960
Information Technology	226,788	229,051	220,680	8,371
Human Resources	128,001	127,720	75,353	52,367
Tax Commissioner	435,843	435,000	433,718	1,282
Tax Assessor	356,362	377,851	377,851	-
Risk Management	205,000	234,938	183,133	51,805
Facility Management	1,029,917	977,840	870,955	106,885
Board of Equalization	11,900	11,900	11,511	389
Public Information	66,912	66,912	9,073	57,839
Other General Government	239,700	1,239,321	1,151,008	88,313
Judicial				
Superior Court	464,368	468,556	437,776	30,780
Clerk of Superior Court	500,414	512,756	511,652	1,104
District Attorney	580,001	583,176	583,176	-
Magistrate Court	212,117	211,274	205,340	5,934
Probate Court	235,212	234,369	205,561	28,808
Juvenile Court	80,909	95,965	95,503	462
Public Defender	252,452	272,309	269,996	2,313
Public Safety				
Sheriff	2,885,432	2,826,616	2,787,279	39,337
Sheriff Services	602,066	508,216	499,953	8,263
Detention Center	2,274,027	2,470,934	2,448,356	22,578
K9	-	87	87	-
Fire	1,149,877	1,147,095	1,095,086	52,009
Emergency Medical Service	2,049,289	1,828,015	1,818,050	9,965
Emergency Services Administration	197,080	193,329	155,515	37,814
Coroner	57,181	57,181	49,015	8,166
Animal Shelter	120,000	120,000	120,000	-
School Resource Officers	163,368	116,368	113,521	2,847
Marshall	222,473	175,287	134,389	40,898
Junior Police Academy	-	12,371	10,649	1,722
Emergency Management	4,000	4,149	3,816	333
Public Works				
Public Works Administration	210,557	210,557	200,814	9,743
Road Department	1,387,977	1,484,009	1,355,672	128,337

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

DAWSON COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the year ended December 31, 2012

	Budget			Variance with
	Original	Final	Actual	Final Budget
EXPENDITURES (continued)				
Current				
Health and Welfare				
Health Department	$ 162,000	$ 162,000	$ 162,000	$ -
Public Welfare	60,000	60,553	60,553	-
Indigent Welfare	4,000	4,550	4,550	-
Senior Citizens Center	75,785	80,891	76,742	4,149
Senior Services Donation	-	18,676	13,741	4,935
CASA	6,000	6,000	6,000	-
NOA's Ark	2,500	2,500	2,500	-
Culture and Recreation				
Parks	784,508	779,523	778,727	796
Parks and Recreation	-	47,768	31,999	15,769
Parks - Women's Club Donations	-	1,724	714	1,010
Parks - Pool	23,390	23,547	21,455	2,092
Parks - Camping	7,700	9,093	9,092	1
Libraries	357,550	357,550	357,550	-
Housing and Development				
Conservation	700	700	678	22
Planning and Zoning	357,793	352,832	304,293	48,539
County Agent	76,526	76,655	74,445	2,210
Adult Literacy	750	750	750	-
Debt service				
General Government				
Other General Government	-	44,892	26,066	18,826
Public Safety				
Sheriff	70,000	70,000	69,887	113
Fire	103,000	133,000	124,006	8,994
Public Works				
Road Department	58,922	58,922	58,920	2
Total expenditures	19,815,973	20,835,119	19,797,867	1,037,252
Excess (deficiency) of revenues over expenditures	818,527	1,104,345	1,952,794	848,449
Other financing sources (uses)				
Transfers in	88,456	118,456	96,254	(22,202)
Transfers out	(986,983)	(1,508,346)	(1,512,702)	(4,356)
Sale of capital assets	-	2,463	49,104	46,641
Contingency	(100,000)	(25,027)	-	25,027
Total other financing sources (uses)	(998,527)	(1,412,454)	(1,367,344)	45,110
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(180,000)	(308,109)	585,450	893,559
Fund balances, January 1	180,000	308,109	5,052,103	4,743,994
Fund balances, December 31	$ -	$ -	$ 5,637,553	$ 5,637,553

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

DAWSON COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2012

	Business-Type Activities			Governmental Activities
	Solid Waste	DCAR GIS	Totals	Internal Service
ASSETS				
Current assets				
Cash and cash equivalents	$ 503,852	$ 28,206	$ 532,058	$ -
Accounts receivable (net)	116,259	-	116,259	13,718
Inventories	-	-	-	62,174
Total current assets	620,111	28,206	648,317	75,892
Noncurrent assets				
Capital assets				
Non-depreciable	1,122,008	-	1,122,008	-
Depreciable (net)	804,308	137,572	941,880	-
Total noncurrent assets	1,926,316	137,572	2,063,888	-
Total assets	2,546,427	165,778	2,712,205	75,892
LIABILITIES				
Current liabilities				
Accounts payable	24,374	-	24,374	62,585
Intergovernmental payable	91	-	91	70
Accrued salaries and payroll liabilities	3,080	-	3,080	1,526
Compensated absences	2,308	-	2,308	-
Due to other funds	-	-	-	11,711
Post-closure care	17,614	-	17,614	-
Total current liabilities	47,467	-	47,467	75,892
Noncurrent liabilities				
Compensated absences	769	-	769	-
Post-closure care costs	853,820	-	853,820	-
Total noncurrent liabilities	854,589	-	854,589	-
Total liabilities	902,056	-	902,056	75,892
NET POSITION				
Net investment in capital assets	1,926,316	137,572	2,063,888	-
Unrestricted	(281,945)	28,206	(253,739)	-
Total net position	$ 1,644,371	$ 165,778	$ 1,810,149	$ -

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

DAWSON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the year ended December 31, 2012

	Business-Type Activities			Governmental Activities
	Solid Waste	DCAR GIS	Totals	Internal Service
OPERATING REVENUES				
Charges for sales and services	$ 620,676	$ 2,696	$ 623,372	$ 176,712
Interfund services provided	-	-	-	1,074,844
Other	815	-	815	-
Total operating revenues	621,491	2,696	624,187	1,251,556
OPERATING EXPENSES				
Costs of sales and services	312,351	4,500	316,851	1,162,449
Personal services	158,633	-	158,633	89,107
Depreciation	74,750	138,328	213,078	-
Total operating expenses	545,734	142,828	688,562	1,251,556
Operating income (loss)	75,757	(140,132)	(64,375)	-
Non-operating revenues (expenses)				
Contributions	309	-	309	-
Income (loss) before transfers	76,066	(140,132)	(64,066)	-
Transfers in (out)				
Transfers in	-	1,804	1,804	-
Change in net position	76,066	(138,328)	(62,262)	-
Net position, January 1	1,568,305	304,106	1,872,411	-
Net position, December 31	$ 1,644,371	$ 165,778	$ 1,810,149	$ -

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

DAWSON COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the year ended December 31, 2012

	Business-Type Activities			Governmental Activities
	Solid Waste	DCAR GIS	Totals	Internal Service
Cash flows from operating activities:				
Receipts from customers	$ 623,605	$ 2,696	$ 626,301	$ 179,634
Receipts from interfund services provided	-	-	-	1,074,844
Payments to suppliers	(320,260)	(4,500)	(324,760)	(1,132,431)
Payments to employees	(156,021)	-	(156,021)	(87,581)
Net cash provided (used) by operating activities	147,324	(1,804)	145,520	34,466
Cash flows from non-capital financing activities:				
Receipts from other funds	-	1,804	1,804	(34,466)
Receipt of contributions	309	-	309	-
Net cash provided (used) by non-capital financing actitivies	309	1,804	2,113	(34,466)
Cash flows from capital and related financing activities:				
Payments for acquisitions of capital assets	(129,798)	-	(129,798)	-
Net increase (decrease) in cash and cash equivalents	17,835	-	17,835	-
Cash and cash equivalents, January 1	486,017	28,206	514,223	-
Cash and cash equivalents, December 31	$ 503,852	$ 28,206	$ 532,058	$ -
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	$ 75,757	$ (140,132)	$ (64,375)	$ -
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	74,750	138,328	213,078	-
Landill closure/postclosure costs	(17,614)	-	(17,614)	-
(Increase) decrease in accounts receivable	2,114	-	2,114	2,922
(Increase) decrease in inventories	-	-	-	5,209
Increase (decrease) in accounts payable	9,614	-	9,614	24,739
Increase (decrease) in Intergovernmental payable	91	-	91	70
Increase (decrease) in accrued payroll liabilities	2,612	-	2,612	1,526
Total adjustments	71,567	138,328	209,895	34,466
Net cash provided (used) by operating activities	$ 147,324	$ (1,804)	$ 145,520	$ 34,466

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

DAWSON COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
December 31, 2012

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 270,629
LIABILITIES	
Due to other agencies	$ 270,629

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

DAWSON COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
December 31, 2012

	Development Authority of Dawson County	Industrial Building Authority of Dawson County	Dawson County Health Department	Totals
ASSETS				
Current assets				
Cash and cash equivalents	$ 27,627	$ 403,278	$ 218,806	$ 649,711
Accounts receivable (net)	-	-	45,748	45,748
Restricted assets				
Cash and cash equivalents	37,975	-	-	37,975
Total current assets	65,602	403,278	264,554	733,434
Noncurrent assets				
Capital assets				
Non-depreciable	-	44,592	-	44,592
Depreciable (net)	11,088	111,282	-	122,370
Total noncurrent assets	11,088	155,874	-	166,962
Total assets	76,690	559,152	264,554	900,396
LIABILITIES				
Current liabilities				
Payables				
Accounts	-	-	3,446	3,446
Accrued salaries and expenses	4,797	-	-	4,797
Compensated absences	-	-	21,000	21,000
Total current liabilities	4,797	-	24,446	29,243
Noncurrent liabilities				
Compensated absences	-	-	18,505	18,505
Amounts held in trust	37,975	-	-	37,975
Total noncurrent liabilities	37,975	-	18,505	56,480
Total liabilities	42,772	-	42,951	85,723
NET POSITION				
Net investment in capital assets	11,088	155,874	-	166,962
Unrestricted	22,830	403,278	221,603	647,711
Total net position	$ 33,918	$ 559,152	$ 221,603	$ 814,673

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

DAWSON COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the year ended December 31, 2012

	Development Authority of Dawson County	Industrial Building Authority of Dawson County	Dawson County Health Department	Totals
Expenses				
Health and Welfare	$ -	$ -	$ 597,459	$ 597,459
Housing and Development	155,241	201,886	-	357,127
Total expenses	155,241	201,886	597,459	954,586
Program revenues				
Charges for services	-	12,000	164,330	176,330
Operating grants and contributions	177,000	-	175,793	352,793
Total program revenues	177,000	12,000	340,123	529,123
Net (expense) revenue	21,759	(189,886)	(257,336)	(425,463)
General revenues				
Interest	17	5,400	-	5,417
Payments from Dawson County	-	-	192,000	192,000
Total general revenues	17	5,400	192,000	197,417
Change in net position	21,776	(184,486)	(65,336)	(228,046)
Net position, January 1, original	12,142	743,638	268,939	1,024,719
Prior period adjustment	-	-	18,000	18,000
Net position, January 1, restated	12,142	743,638	286,939	1,042,719
Net position, December 31	$ 33,918	$ 559,152	$ 221,603	$ 814,673

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

1. Description of Government Unit

Dawson County, Georgia (the County) is located in the foothills of the North Georgia Mountains about seventy-five miles northeast of Atlanta.

The County provides a full range of governmental services, including public safety, health and welfare services, recreational programs, public works, and solid waste services.

The government is governed by an elected Chairman and four elected Commissioners.

2. Summary of Significant Accounting Policies

A. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

B. Reporting Entity

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of Dawson County (the primary government) and material component units. The component units discussed below are included in the County's reporting entity because of the significance of its operational and financial relationship with the County.

In conformity with generally accepted accounting principles, as set forth in Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*, the financial statements of component units have been included either as blended or discretely presented component units.

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity, continued

Discretely Presented Component Units – Discretely presented component units are reported in a separate column in the combined financial statements to emphasize it is legally separate from the government.

Dawson County Industrial Building Authority – The Dawson County Industrial Building Authority (Building Authority) is a legally separate entity. The Board of Commissioners of Dawson County appoints the five-member board. There is the potential for financial benefit or burden to the primary government. The purpose of the Building Authority is to acquire and develop property in an industrial park. The Building Authority's fiscal year end is December 31. A copy of the Dawson County Industrial Building Authority's financial statements can be obtained from 135 Prominence Court, Suite 170, Dawsonville, Georgia 30534. This component unit has not been included as part of the notes to the financial statements.

Dawson County Development Authority – The Dawson County Development Authority (Development Authority) is a legally separate entity. The seven-member board is appointed by the Board of Commissioners of Dawson County. There is the potential for financial benefit or burden to the primary government. The Development Authority's purpose is to encourage economic development in Dawson County. At the end of fiscal year 2011, it was decided that the County would temporarily suspend funding used to subsidize the Development Authority's operations. During fiscal year 2012, the Development Authority received $0 from County Board of Commissioners to subsidize annual operations. The Development Authority's fiscal year end is December 31. A copy of the Dawson County Development Authority's financial statements can be obtained from 135 Prominence Court, Suite 170, Dawsonville, Georgia 30534. This component unit has not been included as part of the notes to the financial statements.

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity, continued

Dawson County Health Department – The Dawson County Health Department is charged with determining the health needs and resources of its jurisdiction, developing programs, activities, and facilities responsive to those needs, and enforcing all laws related to health matters unless they fall under the jurisdiction of other agencies. The Dawson County Board of Health (Board) governs the Health Department. The County appoints the voting majority of the Board. Additionally, the Health Department is fiscally dependent on the County since it must have its budget approved by the County. During the Health Department's fiscal year ending June 30, 2012, the Health Department received $192,000 from the County Board of Commissioners to subsidize annual operations. The Health Department's fiscal year end is June 30. A copy of the Dawson County Health Department's financial statements can be obtained from 54 Highway 53 East, Dawsonville, Georgia 30534.

C. Basis of Presentation – Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise funds. 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.

As discussed earlier, the government has three discretely presented component units. While they are not considered to be major component units, they are nevertheless aggregated and shown in a separate column in the government-wide financial statements.

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

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

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

Debt Service Fund – accounts for the servicing of general long-term debt not being financed by other funds.

SPLOST Capital Projects Fund – accounts for funds received from the imposition of a local 1% voter approved sales tax reserved for construction of capital projects in the areas of water and sewerage improvements; roads, streets, bridges and sidewalks; parks and recreation; and public safety facilities for fire departments.

Capital Projects Fund – accounts for financial resources to be used for the acquisition or construction of major capital facilities.

The County reports the following major proprietary funds:

Solid Waste Disposal Facility Enterprise Fund – accounts for the activities of the County's solid waste transfer station.

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

DCAR GIS Enterprise Fund – accounts for activities related to geographical data related to Dawson County as well as Etowah Water & Sewer Authority.

Additionally, the government reports the following fund types:

Governmental Fund Types

Special Revenue Funds – accounts for the proceeds of specific revenue sources that are legally or donor restricted to be expended for specified purposes.

Proprietary Fund Type

Internal Service Fund – accounts for operations that provide services to other departments or agencies of the government on a cost reimbursement basis. The County uses internal services to account for fuel and fleet maintenance.

Fiduciary Fund Types

Agency Funds – Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. These funds are used to account for assets that are held either for the County or for others.

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of 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.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current 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 compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the government.

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

F. Revenues and Expenditures/Expenses

Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

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 Solid Waste and DCAR GIS Funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal services funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

2. Summary of Significant Accounting Policies (continued)

G. Budgetary Information

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

In the spring (May to June or earlier) of each year, all agencies of the government submit requests for appropriation to the Accounting and Budget Manager so that a budget may be prepared. The budget is prepared by fund, function and department, and line item and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Before December 1, the proposed budget is presented to the County's Board of Commissioners for review and adoption. The County's Board of Commissioners holds public hearings and may add to, subtract from, or change appropriations. In 2012, the budget process required requested amounts and information for three budget years, 2013, 2014, and 2015.

The Chief Financial Officer may amend the line item budget within a department's appropriation as long as the total appropriation for that department is not changed. However, expenditures may not legally exceed budgeted appropriations at the department level without a resolution of the Board of Commissioners. The legal level of budgetary control is at the department level within individual funds.

During the year, the Board of Commissioners authorized amendments to include appropriations and revenues that were not originally budgeted and to reclassify certain expenditures.

H. Cash and Investments

Cash and equivalents, as reported in the statement of cash flows, includes amounts in demand deposits, amounts with fiscal agents, and investments with an original maturity at three months or less. Investments are reported at fair value with accrued interest shown under a separate caption on the balance sheet. Reinvested interest on certain debt service and capital projects investments is included in the investment accounts.

2. Summary of Significant Accounting Policies (continued)

I. Intergovernmental Receivables

Receivables from state, federal, and local governments are recorded as revenue for the period of the allocation or as earned based on expenditures made for which reimbursement is due.

J. Inventories

Inventories are valued at cost on the first-in, first-out method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2012, are recorded as prepaid items. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

L. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

GASB Statement No. 34 required the County to report and depreciate new infrastructure assets effective with the fiscal year ended June 30, 2003. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are among the largest asset classes of the County. Neither their historical costs nor related depreciation has historically been reported in the financial statements. For the fiscal year ended June 30, 2007, the County implemented the requirements for retroactive reporting of major general infrastructure assets.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair value on the date donated.

2. Summary of Significant Accounting Policies (continued)

L. Capital Assets, continued

Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets ranging as follows:

	Useful Life in Years	Capitalization Threshhold
Land	N/A	$ 1
Intangibles	N/A	$ 1
Buildings	40	$ 5,000
Computers and peripherals	5	$ 5,000
Infrastructure	20	$ 5,000
Machinery and equipment	5 - 10	$ 5,000
Nonstructural improvements	7 - 10	$ 5,000
Vehicles	3 - 5	$ 5,000

The costs of normal maintenance and repairs that do not add value or materiality extend the life of the asset are charged to operations as incurred. Costs of major additions and improvements are capitalized.

Intangible Prepaid Sewer Capacity – The Intergovernmental Agreement of December 1998 between Etowah Water & Sewer Authority (EWSA) transferred 263 sewer taps of 250 gallons per day to the County. Those taps may be used for County projects or sold to developers. As the taps are used, they will be expensed at the fair value of $2,000 per tap. At December 31, 2012, the County had 242 taps with a remaining value of $482,000.

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The County only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

2. Summary of Significant Accounting Policies (continued)

M. Deferred Outflows/Inflows of Resources, continued

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 County 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 two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

N. Net Position Flow Assumption

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

O. Fund Balance Flow Assumption

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

2. Summary of Significant Accounting Policies (continued)

P. Restricted Assets and Restricted Net Position

Restricted assets of the Capital Projects Funds represent certain resources set aside for the repayment of revenue bonds because they are maintained in a separate bank account and their use is limited by applicable bond covenants.

Restricted net position is equal to the excess of the restricted assets funded from operations over the liabilities to be paid with restricted assets which are due in one year or less. Restricted assets exclude bond proceeds for calculation of reserve.

Q. Fund Balances – Governmental Funds

Dawson County implemented GASB No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in 2012. In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact. All amounts reported as nonspendable at December 31, 2012 by the County are nonspendable in form. The County has not reported any amounts that are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Commissioners, the County's highest level of decision making authority, which include the language "committed for the purpose of". Commitments may be modified or rescinded only through adoption of a subsequent resolution, which shall refer to the original resolution by its number.

2. Summary of Significant Accounting Policies (continued)

Q. Fund Balances – Governmental Funds, continued

Assigned - consists of amounts that are intended to be used by the County for a specific purpose, but do not meet the definition of restricted or committed fund balance. Intent can only be expressed by the Board of Commissioners or their designee. Assigned Fund Balance differs from Committed Fund Balance in that assignments do not require a resolution. An assignment of fund balance requires the majority vote of the Board; however, the Board has authorized the County Manager or the Chief Financial Officer to automatically assign fund balance in the following situations.

a. If upon passage of a budget resolution, any fund balance used to balance a future budget, the amount used will be automatically recorded as Assigned Fund Balance.
b. If any unspent funds for an ongoing capital project or donations for a specific purpose remain at fiscal year-end, these funds will be automatically recorded as Assigned Fund Balance until the project is complete or the donation has been spent for its intended purpose.
c. Equity amounts reported in special revenue funds, capital project funds, debt service funds, or permanent funds not otherwise classified as nonspendable, restricted, or committed shall constitute assignments of fund balance.

Unassigned – includes amounts that do not fall into one of the above four categories. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The General Fund is the only fund that should report this category of fund balance.

For the purposes of fund balance classification, the County considers restricted amounts spent first when an expenditure is incurred for which both restricted and unrestricted fund balance is available. Furthermore, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance can be used, then committed amounts are spent first, followed by assigned amounts, and then unassigned amounts.

2. Summary of Significant Accounting Policies (continued)

R. Compensation for Future Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits in accordance with Section 3.2.5 of the Dawson County Handbook. The County pays unused sick pay benefits to vested employees upon termination unless termination is with cause. The County pays unused vacation benefits to employees who leave employment in good standing and provide proper notice upon resignation. Accumulated unpaid vacation and sick pay amounts are accrued when incurred by the County in the government-wide, proprietary, and fiduciary fund financial statements. The liability of the proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees. In governmental fund types, a liability is recorded only if the benefit has matured and is expected to be liquidated with expendable available financial resources.

S. 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 prepaid bond insurance, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Prepaid bond insurance is reported as deferred charges and amortized over the term of the debt. Issuance costs are recognized during the current period.

In the fund financial statements, governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. The face amount of debt issued is reported as another financing source. Premiums received on debt issuances are reported as other financial sources while discounts on debt issuances are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

2. Summary of Significant Accounting Policies (continued)

T. Capital Contributions

Federal, state and local government assistance in the form of grants that are permanent in nature and restricted for the construction or acquisition of specific property and equipment is recorded as an asset and as non-operating revenue.

U. Comparative Data and Reclassifications

Comparative total data of the prior period has been presented in the accompanying individual fund financial statements in order to provide an understanding of changes in the County's financial position and operations. Certain 2011 amounts have been reclassified to conform to the 2012 presentation.

3. Deposit and Investment Risk

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned. The County has no formal policy, but follows the State of Georgia requirement that all deposits be federally insured or fully collateralized.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates may adversely affect an investment's fair value. Since the price of a bond fluctuates with market interest rates, the risk that an investor faces is that the price of a bond held in a portfolio will decline if market interest rates rise. Dawson County has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates as follows:

Under 30 days	10% minimum	under 1 year	75% minimum
Under 90 days	25% minimum	under 2 years	100% minimum
Under 180 days	50% minimum		

3. Deposit and Investment Risk (continued)

Credit Risk

State statues authorize the government to invest in obligations of the United States Treasury (100%) and of its agencies and instrumentalities (80%); bonds or certificates of indebtedness of this state and of its agencies and instrumentalities (25%); certificates of deposits of banks insured by FDIC (75%); prime bankers' acceptances (10%); the State of Georgia Local Government Investment Pool (100%); repurchase agreements (25%); bonds, debentures, notes or other evidence of indebtedness of any solvent corporation subject to certain conditions (0%). Dawson County has an investment policy that prohibits the use of derivatives as an investment. They limit the amount that may be invested in certain types of investments. The percentages are shown above.

Concentration of Credit Risk

Dawson County places limits on the amount it may invest in any one issuer as follows. Repurchase agreements – 10%; certificates of deposit – 35%; prime bankers acceptances – 10%

Foreign currency risk

The County has no investments denominated in a foreign currency.

The County participates in the State of Georgia Local Government Investment Pool. Assets in this pool are invested in Georgia Fund 1, created by OCGA 36-83-8, which is a stable net asset investment pool that follows Standard and Poor's criteria for AAAm rated money market funds. Georgia Fund 1 is managed by the Georgia Office of the State Treasurer. The investment policies of Georgia Fund 1 are established by the Georgia State Depository Board. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on $1.00 per share.

3. Deposit and Investment Risk (continued)

Georgia Fund 1 is rated AAAm by Standard & Poor's. The weighted average maturity at December 31, 2012 was 40 days. At December 31, 2012, the County's balance in Georgia Fund 1 was $6,020,686.

In addition to the $6,020,686 in Georgia Fund 1, the County also held certificates of deposit in the amount of $4,031,753. The certificates of deposit are reported as investments.

4. Accounts Receivable

Net accounts receivable at December 31, 2012 consist of the following:

Primary Government:		
Major Funds		
General Fund	$ 445,260	
Less: Allowance for Uncollectibles	(225,448)	$ 219,812
Solid Waste Enterprise Fund		116,259
Nonmajor Funds		
Emergency 911 Telephone Services Special Revenue Fund		82,034
Sheriff's Seizure Fund		6,188
Internal Service Fund		13,718
Total primary government		$ 438,011
Health Department Component Unit		$ 45,748

5. Intergovernmental Receivables

Intergovernmental receivables at December 31, 2012 consist of the following:

Major Funds		
General Fund		
Dawson County Board of Education	$ 54,890	
Dawson County Health Department	750	
City of Dawsonville, Georgia	87,981	
Federal Emergency Management Agency	46,529	
United States Department of Forestry	4,507	
United States Department of Defense	12,600	$ 207,257
Nonmajor Funds		
Multiple Grants Special Revenue Fund		
Georgia Department of Health and Human Services	17,995	
Criminal Justice Coordinating Council	24,507	
Georgia Department of Transportation	79,112	
Georgia Department of Community Health	1,487	
Legacy Link	26,688	
Georgia Association of Emergency Medical Services	1,524	
Federal Emergency Management Agency	14,179	
Judicial Council of Georgia	5,272	
Georgia Emergency Management Agency	2,198	
United States Department of Justice	1,515	
Restricted Programs Special Revenue Fund		
Georgia Department of Behavioral and Development Disabilities	11,059	
Hotel/Motel Tax Special Revenue Fund		
Georgia Department of Natural Resources	6,901	192,437
Total		$ 399,694

6. Property Taxes

Property tax rates are set by the Board of Commissioners each year and are limited by statutory or constitutional provision. Property values are assessed as of January 1st each year. Property taxes for digest year 2012, based upon the assessments as of January 1, 2012, were levied on July 30, 2012, billed on September 10, 2012, and due on December 1, 2012. Tax liens may be issued 90 days after the due date.

Taxes receivable as of December 31, 2012, consist of property taxes for seven years as follows:

Year of Levy	
2012	$ 816,584
2011	199,513
2010	33,976
2009	23,845
2008	3,174
2007	2,321
2006	1,628
	1,081,041
Less allowance for uncollectible	(302,473)
Total	$ 778,568

$1,367,427 of sales taxes and $26,530 of hotel/motel tax are also included in taxes receivable.

7. Interfund Receivables and Payables

A summary of interfund receivables and payables as of December 31, 2012 is as follows:

	Due from:				
	Major Funds		Nonmajor Funds		
	General	Capital Projects	Governmental	Internal Service Fund	Total
Due to:					
Major Funds					
General	$ -	$ 7,284	$ 365,231	$ 11,711	$ 384,226
Capital Projects	594,161	-	-	-	594,161
Nonmajor Funds					
Governmental	-	-	549	-	549
Total	$ 594,161	$ 7,284	$ 365,780	$ 11,711	$ 978,936

The balances reported as Due to/Due from represent loans between the borrower funds and the General Fund. These balances resulted from the time lag between the dates that transactions are recorded in the accounting system and payments between the funds are made.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

8. Interfund Transfers

A summary of interfund transfers as of December 31, 2012 is as follows:

	Transfers out:				
	Major Funds			Nonmajor Funds	
	General	SPLOST	Capital Projects	Governmental	Total
Transfers in:					
Major Funds					
General	$ -	$ -	$ -	$ 96,254	$ 96,254
Debt Service	25,122	6,505,913	1,393,238	-	7,924,273
Capital Projects	741,814	13	-	-	741,827
DCAR GIS	1,804	-	-	-	1,804
Nonmajor Funds					
Governmental	743,961	-	-	21,000	764,961
Total	$ 1,512,701	$ 6,505,926	$ 1,393,238	$ 117,254	$ 9,529,119

Interfund transfers are used to 1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, and 2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Transfers are eliminated in the government-wide financial statements if the interfund transfer is within the governmental fund group or business-type fund group.

9. Capital Assets

Capital asset activity for the primary government for the year ended December 31, 2012 was as follows:

	Balance 12/31/2011	Increases	Decreases	Balance 12/31/2012
Governmental activities				
Nondepreciable assets				
Land and improvements	$ 13,679,546	$ -	$ -	$ 13,679,546
Intangible assets	502,000	-	(18,000)	484,000
Construction in progress	20,885,325	667,869	(21,491,539)	61,655
Total non-depreciable assets	35,066,871	667,869	(21,509,539)	14,225,201
Depreciable assets				
Buildings	31,389,554	18,610,780	(1,230,934)	48,769,400
Machinery and equipment	7,366,216	1,926,610	(488,287)	8,804,539
Furniture and fixtures	-	1,249,291	-	1,249,291
Vehicles	7,352,082	224,593	(498,465)	7,078,210
Infrastructure	68,027,040	627,653	-	68,654,693
Total depreciable assets	114,134,892	22,638,927	(2,217,686)	134,556,133
Less accumulated depreciation				
Buildings	(6,189,513)	(1,277,224)	833,508	(6,633,229)
Machinery and equipment	(3,838,476)	(776,383)	416,934	(4,197,925)
Furniture and fixtures	-	(172,114)	-	(172,114)
Vehicles	(3,858,878)	(564,407)	446,975	(3,976,310)
Infrastructure	(50,843,798)	(2,051,537)	-	(52,895,335)
Total accumulated depreciation	(64,730,665)	(4,841,665)	1,697,417	(67,874,913)
Total depreciable assets, net	49,404,227	17,797,262	(520,269)	66,681,220
Governmental activities capital assets, net	$ 84,471,098	$ 18,465,131	$ (22,029,808)	$ 80,906,421
Business-type activities				
Nondepreciable assets				
Land and improvements	$ 1,122,008	$ -	$ -	$ 1,122,008
Depreciable assets				
Buildings and improvements	606,879	-	-	606,879
Machinery and equipment	788,581	9,440	-	798,021
Vehicles	40,450	120,358	-	160,808
Total depreciable assets	1,435,910	129,798	-	1,565,708
Less accumulated depreciation				
Buildings and improvements	(150,676)	(16,933)	-	(167,609)
Machinery and equipment	(246,503)	(179,690)	-	(426,193)
Vehicles	(13,571)	(16,455)	-	(30,026)
Total accumulated depreciation	(410,750)	(213,078)	-	(623,828)
Total depreciable assets, net	1,025,160	(83,280)	-	941,880
Business-type activities capital assets, net	$ 2,147,168	$ (83,280)	$ -	$ 2,063,888

The nondepreciable intangible assets reported above were previously reported separately and not included in the capital asset activity.

9. Capital Assets (continued)

Depreciation expense was charged to functions/programs as follows:

Primary Government	
Governmental activities	
General Government	$ 1,072,423
Judicial	15,016
Public Safety	1,351,393
Public Works	2,078,784
Health and Welfare	47,403
Culture and Recreation	269,455
Housing and Development	7,191
Total depreciation expense for governmental activities	$ 4,841,665
Business-type activities	
Solid Waste	$ 74,750
DCAR GIS	138,328
Total depreciation expense for business-type activities	$ 213,078

9. Capital Assets (continued)

Activity for the discretely presented component units for the year ended December 31, 2012 are as follows:

	Balance 12/31/2011	Increases	Decreases	Balance 12/31/2012
Governmental activities				
Health Department				
Depreciable assets				
Furniture and equipment	$ 14,758	$ -	$ (14,758)	$ -
Total depreciable assets	14,758	-	(14,758)	-
Less accumulated depreciation				
Furniture and equipment	(14,758)	-	14,758	-
Total accumulated depreciation	(14,758)	-	14,758	-
Total depreciable assets, net	$ -	$ -	$ -	$ -
Business-type activities				
Development Authority				
Depreciable assets				
Furniture and equipment	$ 14,026	$ 7,306	$ -	$ 21,332
Total depreciable assets	14,026	7,306	-	21,332
Less accumulated depreciation				
Furniture and equipment	(9,273)	(971)	-	(10,244)
Total accumulated depreciation	(9,273)	(971)	-	(10,244)
Total Development Authority depreciable assets, net	$ 4,753	$ 6,335	$ -	$ 11,088
Business-type activities				
Industrial Building Authority				
Non-depreciable assets				
Land	$ 44,592	$ -	$ -	$ 44,592
Total non-depreciable assets	44,592	-	-	44,592
Depreciable assets				
Infrastructure	4,039	-	-	4,039
Buildings	124,701	-	-	124,701
Total depreciable assets	128,740	-	-	128,740
Less accumulated depreciation				
Infrastructure	(3,679)	(269)	-	(3,948)
Buildings	(10,393)	(3,117)	-	(13,510)
Total accumulated depreciation	(14,072)	(3,386)	-	(17,458)
Total depreciable assets, net	114,668	(3,386)	-	111,282
Total Industrial Building Authority capital assets, net	$ 159,260	$ (3,386)	$ -	$ 155,874

10. Capital and Operating Lease Agreements

The County has entered into agreements for the lease of certain facilities and equipment. The terms of the agreements meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, which defines a capital lease generally as one which transfers benefits and risk of ownership to the lessee. The balances of these leases at December 31, 2012 total $1,132,346 for governmental activities. Total assets leased under capital leases are $1,587,806 for governmental activities, consisting of:

Machinery and equipment	$ 173,000
Vehicles	1,414,806
Total assets under capital leases	$ 1,587,806

The following is a schedule of the future minimum lease payments together with the present value of the net minimum lease payments as of December 31, 2012:

Year Ending December 31,	Governmental activities
2013	$ 252,813
2014	124,006
2015	124,006
2016	124,006
2017	124,006
2018-2022	620,028
Total minimum lease payments	1,368,865
Less amounts representing interest	(236,519)
Present value of minimum lease payments	$ 1,132,346

The County's lease agreements, other than such agreements described above, are relatively minor commitments and are in compliance with state law.

11. Long-Term Debt

Governmental Activities

Contracts Payable

Etowah Water and Sewer Authority Revenue Bonds, Series 2002: The County entered into an intergovernmental agreement with the Etowah Water and Sewer Authority (Authority) to pay for $5,630,000 of the total $8,595,000 in Etowah Water and Sewer Authority Revenue Bonds, series 2002. The County agreed to pay $5,630,000 of the total bond issue, and Etowah Water and Sewer Authority agreed to pay the remaining $2,965,000. The County also agreed to pay to the Authority amounts sufficient to enable the Authority to pay the debt service on the Series 2002 Bonds in the event that the Authority's net revenues are insufficient to pay debt service on the Series 2002 bonds. The bonds are issued as a combination of serial and term bonds with interest rates from 2% to 5.375% maturing from March 1, 2003 through March 1, 2028. The purpose of the bonds is to finance the improvements to the water and sewer system and refunding the outstanding bonds of the Authority.

During 2011, a partial refunding of the revenue bonds resulted in a defeasance. On May 1, 2012, the Authority issued $2,930,000 in Revenue Refunding Bonds, Series 2012, with interest rates of 2.96%. The Series 2012 bonds were issued to advance refund the $2,890,000 of outstanding Series 2002 Bonds.

The annual requirements to amortize contracts payable as of December 31, 2012 are as follows:

Year Ending December 31,	Principal	Interest	Total
2013	$ 15,000	$ 86,506	$ 101,506
2014	10,000	86,136	96,136
2015	10,000	85,840	95,840
2016	15,000	85,470	100,470
2017	15,000	85,026	100,026
2018-2022	950,000	374,736	1,324,736
2023-2027	1,915,000	166,870	2,081,870
Totals	$ 2,930,000	$ 970,584	$ 3,900,584

11. Long-Term Debt (continued)

Governmental Activities, continued

Contacts Payable, continued

Etowah Water and Sewer Authority Sprayfield Lease: The County entered into an intergovernmental agreement with EWSA to pay the interest on a bank note used to acquire 1,236 acres of land. The note was modified on November 24, 2009, to extend the maturity date from November 24, 2009 to November 5, 2011. The note was modified in 2011 to extend the maturity date from November 5, 2011 to February 6, 2012. The note was refinanced in 2012 to extend the maturity date to May 15, 2017. The balance at December 31, 2012 was $1,431,000 and bears interest at 3.00%. The amount of interest paid in 2012 was $75,049. The County makes principal payments at various times from the sale of wetland credits on the land, but is not directly liable for the debt. The County made principal payments of $1,000,000 in 2012.

Bonds Payable

General Obligation Sales Tax Bonds, Series 2007. In 2007, the County issued general obligation bonds in the amount of $38,325,000. The bonds are issued as term bonds with interest rates from 4% to 5% maturing June 1, 2015. The purpose of the bonds is to finance the costs of acquiring, constructing, remodeling, and equipping of the Courthouse and Administration Building and the Sheriff's Office. The bonds are secured by a 1% local option sales tax approved by the voters on November 6, 2007 and then from the levy of an ad valorem tax. As of December 31, 2012, the bonds had an outstanding balance of $22,525,000.

The annual requirements to amortize bonds payable as of December 31, 2012, are as follows:

Year Ending December 31,	Principal	Interest	Total
2013	$ 7,010,000	$ 1,106,150	$ 8,116,150
2014	7,650,000	775,750	8,425,750
2015	7,865,000	393,250	8,258,250
Totals	$ 22,525,000	$ 2,275,150	$ 24,800,150

11. Long-Term Debt (continued)

Governmental Activities, continued

Agreement for Sale Payable

On April 1, 2006, the County entered into a variable rate installment sale agreement in the amount of $6,080,000 with the Association of County Commissioners of Georgia through the Bank of America ("Bank"). In addition, in order to manage its interest rate risk, the County determined that it should enter into an interest rate swap agreement with the Bank. The purpose of the agreement is to complete the financing for the construction of the new jail which was being partially funded through the 2004 SPLOST proceeds. During 2012, the liability was paid in full.

Pledged Revenue

Dawson County has pledged SPLOST V revenues to repay its bonds payable related to its 2007 General Obligation Sales Tax Bonds with an original debt of $38,325,000. In the event that the County's SPLOST V revenues are insufficient to cover the principal and interest payments, the County has agreed to pledge its property tax revenue. The bonds are payable through 2015. The total principal and interest remaining to be paid is $24,800,150. For the current year, the principal and interest paid and SPLOST V revenues recognized by the County were $7,721,150 and $6,548,745, respectively. Current year principal and interest payments are approximately 117.9% of net revenues.

11. Long-Term Debt (continued)

Changes in Long - Term Debt

The following is a summary of changes in long-term debt of the County for the fiscal year ending December 31, 2012.

	Balance 12/31/2011	Additions	Deductions	Balance 12/31/2012	Due Within One Year
Governmental activities					
Bonds payable	$ 28,825,000	$ -	$ 6,300,000	$ 22,525,000	$ 7,010,000
Plus: original issue premium	1,293,117	-	369,462	923,655	369,462
Total bonds payable	30,118,117	-	6,669,462	23,448,655	7,379,462
Contracts payable - EWSA	2,890,000	2,930,000	2,890,000	2,930,000	15,000
Agreement for sale - Jail	4,305,000	-	4,305,000	-	-
Capital leases	2,068,025	-	935,679	1,132,346	209,901
Net pension obligation	68,315	261,718	262,089	67,944	-
Compensated absences	630,174	556,314	515,884	670,604	502,953
Total governmental activities	$ 40,079,631	$ 3,748,032	$ 15,578,114	$ 28,249,549	$ 8,107,316
Business-type activities					
Landfill post-closure care costs	$ 889,048	$ -	$ 17,614	$ 871,434	$ 17,614
Compensated Absences	1,178	4,606	2,707	3,077	2,308
Total business-type activities	$ 890,226	$ 4,606	$ 20,321	$ 874,511	$ 19,922

Revenue bond issue costs and discounts/premiums are amortized over the life of the related debt using the straight-line method. In prior years, long-term liabilities, such as compensated absences and net pension obligations of the governmental activities were liquidated in the General Fund. The landfill post-closure care costs are paid for by the Solid Waste Fund.

Long-term liability activity for the Health Department Component Unit for the year ended June 30, 2012, was as follows:

	Balance 12/31/2011	Additions	Deductions	Balance 12/31/2012	Due Within One Year
Governmental activities Health Department					
Compensated absences	$ 33,740	$ 26,445	$ 20,680	$ 39,505	$ 21,000
Total governmental activities	$ 33,740	$ 26,445	$ 20,680	$ 39,505	$ 21,000

12. Landfill Closure and Post-Closure Care Costs

State and Federal laws and regulations require the County to place a final cover on a landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for up to thirty years after closure. Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports an estimated portion of these closure and post closure care costs as a current operating expenditure in each period based on landfill capacity used as of each balance sheet date. The estimated costs are subject to adjustment due to changes in inflation or deflation, technology, or applicable laws or regulations. The current amount of post closure care costs remaining as of December 31, 2012 is $871,434. The landfill was officially closed February 7, 2002.

13. Changes in Beginning Balances

Governmental Activities

A prior period adjustment has been made to expense the beginning balance of debt issue costs and related accumulated amortization. This adjustment was required with the implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This adjustment decreased beginning net position of the governmental activities by $241,218.

14. Retirement Plans

Defined Benefit Pension Plan

(A) Plan Description

The County contributes to the Association of the County Commissioners of Georgia Restated Pension Plan for Dawson County Employees (The Plan), a defined benefit pension plan, an agent multiple-employer public employee retirement system. The Plan issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. That report may be obtained by writing to Dawson County Board of Commissioners at: 25 Justice Way, Suite 2214, Dawsonville, GA 30534.

14. Retirement Plans (continued)

Defined Benefit Pension Plan (continued)

(A) Plan Description (continued)

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

The Defined Benefit Pension Plan was closed for new hires and rehires on January 1, 2007. Up until that point, any full-time County employee meeting the provisions as set out in the adoption agreement were eligible to participate in the Plan after completing three years of service. Benefits vested at 100% after five years of service. Participants become eligible to retire at the earlier of: a) age 65 or b) the third anniversary of the first day of the Plan Year in which the participant commenced participation in the Plan.

Upon eligibility to retire, participants are entitled to an annual benefit in the amount of .50% of average annual compensation up to $6,600 plus 1% of average annual compensation in excess of $6,600 plus $36 multiplied by years of service. Compensation is averaged over a five year period prior to retirement or termination. The Plan also provides benefits in the event of death before retirement. These benefit provisions were established by an adoption agreement executed by the Dawson County Board of Commissioners.

14. Retirement Plans (continued)

Defined Benefit Pension Plan (continued)

(A) Plan Description (continued)

Current membership is as follows:

Retirees and beneficiaries currently receiving benefits	30
Terminated vested participants entitled to but not yet receiving benefits	115
Active participants	95
Disabled participants currently receiving benefits	-
Total number of participants	240

(B) Funding Policy

County employees are not required to contribute to the Plan. The County contributes the entire cost of the Plan, using the actuarial basis described in the annual valuation report. The current rate is 6.4% of annual covered payroll. The County's covered payroll for employees participating in the Plan as of January 1, 2012, (the most recent actuarial valuation date) was $3,794,850 (based on covered earnings for the preceding year). The Board of Commissioners provides for the benefits and funding policy through County ordinance and maintains the authority to change the policy.

(C) Annual Pension Cost and Net Pension Obligation

The administrative expenses set by contract between the ACCG and GEBCorp are in addition to the state-required annual funding requirement.

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

14. Retirement Plans (continued)

Defined Benefit Pension Plan (continued)

(C) Annual Pension Cost and Net Pension Obligation

The information was determined as part of the actuarial valuation performed as of January 1, 2012. Additional information as of the latest actuarial valuation follows:

Valuation date	January 1, 2012
Actuarial cost method	Projected Unit Credit
Amortization method	Level Percent of Pay (closed)
Asset valuation method	Market Value
Remaining amortization period	10 Years
Actuarial assumptions:	
Assumed rate of return on assets	7.75%
Expected future salary increases	5.0% - 7.5%
Expected inflation	3.0%
Cost-of-living adjustments	N/A
Post-retirement benefit increases	N/A

The County's annual pension cost and net pension obligations for the current year were as follows:

Annual required contribution (ARC)	$ 262,089
Interest on net pension obligation	5,294
Amortization of net pension obligation	(5,665)
Annual pension cost	261,718
Contributions made	262,089
Increase (decrease) in net pension obligation	(371)
Net pension obligation - beginning of year	68,315
Net pension obligation - end of year	$ 67,944

14. Retirement Plans (continued)

Defined Benefit Pension Plan (continued)

(D) Historical Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Trend information for the pension plan is presented below.

Year Beginning	Annual Pension Cost (APC)	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation
1/1/2012	$ 261,718	$ 262,089	100.1%	$ 67,944
1/1/2011	292,615	292,988	100.1%	68,315
1/1/2010	316,555	315,699	99.7%	68,688
1/1/2009	310,566	310,936	100.1%	67,832
1/1/2008	308,012	34,187	11.1%	68,202
1/1/2007	286,082	288,583	100.9%	(205,623)

Schedule of Funding Progress

Year Ending	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2011	$ 3,358,605	$ 3,931,004	572,399	85.4%	$ 4,558,774	12.6%
12/31/2010	3,077,143	3,806,970	729,827	80.8%	4,934,894	14.8%
12/31/2009	2,743,045	3,428,231	685,186	80.0%	5,099,175	13.4%
12/31/2008	2,351,740	3,134,142	782,402	75.0%	5,301,419	14.8%
12/31/2007	2,510,476	2,808,569	298,093	89.4%	4,984,636	6.0%
12/31/2006	2,144,481	2,758,215	613,734	77.7%	5,009,337	12.3%

401 (a) Retirement Plan

Effective January 1, 2007, the County, by resolution, adopted the AACG 401 (a) Defined Contribution Plan for employees of Dawson County. This plan is administered by GEBCorp. Employees are immediately vested in the plan once contributions are made. The County matches 100% of employee voluntary contributions up to 4% of salary. The County may change the contribution requirements by resolution. The employee contributions for 2012 were $233,118 and the County matching contribution was $138,879.

15. Hotel/Motel Lodging Tax

On February 19, 2009, the County changed its lodging tax from 5% to 8%. A summary of the transactions for the fiscal year ending December 31, 2012 follows:

Lodging Tax Receipts	$ 312,300	
Disbursements for trade and tourism	$ 234,822	75% of tax receipts

16. Joint Ventures

Under Georgia law, the County, in conjunction with other cities and counties in the northeast Georgia area, is a member of the Georgia Mountains Regional Commission (GMRC) and is required to pay annual dues thereto. During the year ended December 31, 2012, the County paid $24,687 in such dues. 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 in each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. A copy of the GMRC financial statements can be obtained from GMRC, 1310 West Ridge Road, Gainesville, Georgia 30501.

17. Risk Management

The County is exposed to various risks in terms of losses related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has not decreased any of its insurance coverage from the prior year, and there have been no claims in excess of insurance coverage over the past three years.

Group Health Insurance

The County carried commercial insurance for its employees through a fully-insured plan with Association County Commissioners of Georgia/Blue Cross Blue Shield of Georgia (ACCG/BCBS) through June 30, 2011. Beginning July 1, 2011, the plan was held with Aetna.

17. Risk Management (continued)

Other

The County is a member of the Association of County Commissioners of Georgia Interlocal Risk Management Agency (IRMA). IRMA is a group self-insurance fund covering general liability, automobile damage and theft, fire damage, and employee dishonesty for Georgia County Governments. IRMA pays losses up to $10,000 per individual claim or $1,000,000 for all claims. However, excess losses, if any, are covered by reinsurance and would be paid by the reinsurer.

The members of IRMA are assessable if the losses that IRMA must pay exceed the assets of the pool. At December 31, 2012, there was no need for such an assessment.

Workers' Compensation

The County participates in the Association County Commissioners of Georgia (ACCG) Group Self-Insurance Workers' Compensation Fund (GSIWCF), a self-insured pool cooperative arrangement among its members to finance workers' compensation coverage. The fund is owned by its members and is managed by a seven member Board of Trustees made up of representatives from participating counties. Losses are paid by the fund.

Excess losses, if any, are covered by reinsurance and would be paid by the reinsurer. The members of the Fund are assessable if the losses that the Fund must pay exceed the assets of the pool. At December 31, 2012, there was no need for such an assessment. Therefore, no liability for this has been included in these financial statements.

As part of these risk pools (IRMA & GSIWCF), the County is obligated to pay all contributions and assessments to cooperate with the pools' agents and attorneys, to follow loss reduction procedures established by funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents that could require the funds to pay any type of loss. The County is also to allow all pools' agents and attorneys to represent the County in investigations, settlement discussions, and all levels of litigation arising out of any claim made against the County.

17. Risk Management (continued)

Workers' Compensation, continued

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the worker's compensation law of Georgia. The funds are to pay all costs assessed 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 coverage.

18. Commitments and Contingencies

Commitments

The County has active construction projects as of December 31, 2012. At fiscal year end, the County's commitments with contractors are as follows:

Project	Amount Spent to Date	Remaining Commitment
Radio System Consulting	$ 45,360	$ 12,960

Contingencies

The County is involved in several civil lawsuits filed in the normal course of its activities. The majority of these claims are considered minimal with a favorable outcome expected. The County's position is to vigorously defend its position or seek an out of court settlement. These particular cases are covered by the County's liability insurance less the applicable deductible amount of $25,000 for each case.

18. Commitments and Contingencies (continued)

Contingencies, continued

In September of 2006, the County accepted a Community Development Block Grant from the Department of Community Affairs in the amount of $500,000 for construction of a new Adult Learning Center. As a condition of the grant, the County must agree to use the facility for the approved purpose throughout the life of the facility. Should the facility be converted to an ineligible use, the Department of Community Affairs will require repayment of the grant. The repayment will be based on 20-year straight-line depreciation, except 100% repayment of grant funds will be required to be repaid during the first 5 years after the grant closeout date, which occurred February 2009.

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Supplementary Information

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Combining Statements

Non-major Governmental Funds

DAWSON COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2012

	Special Revenue												Capital Projects	
	Emergency 911 Telephone Services	Multiple Grants	Mentor Program	Restricted Programs	Jail	Hotel/ Motel Tax	Law Library	Victims Rights and Assistance	Drug Abuse Treatment and Education	District Attorney Seizure	Sheriff's Seizure	Inmate Welfare	Impact Fees	Total Nonmajor Governmental Funds
ASSETS														
Cash and cash equivalents	$ 300,223	$ -	$ 17,859	$ 56,871	$ 117,203	$ -	$ 35,998	$ 72,603	$ 65,296	$ 29,349	$ 50,708	$ 20,026	$ 201,495	$ 967,631
Receivables														
Accounts	82,034	-	-	-	-	-	-	-	-	-	6,188	-	-	88,222
Intergovernmental	-	174,477	-	11,059	-	6,901	-	-	-	-	-	-	-	192,437
Taxes	-	-	-	-	-	26,530	-	-	-	-	-	-	-	26,530
Due from other funds	-	-	-	-	-	-	-	-	-	549	-	-	-	549
Total assets	$ 382,257	$ 174,477	$ 17,859	$ 67,930	$ 117,203	$ 33,431	$ 35,998	$ 72,603	$ 65,296	$ 29,898	$ 56,896	$ 20,026	$ 201,495	$ 1,275,369
LIABILITIES AND FUND BALANCES														
Liabilities														
Accounts payable	$ 6,812	$ 6,998	$ -	$ 2,500	$ 7,204	$ 834	$ -	$ -	$ -	$ 100	$ 437	$ -	$ -	$ 24,885
Intergovernmental payable	-	2,307	-	-	-	31,373	-	4,853	-	-	805	-	-	39,338
Accrued salaries and payroll liabilities	12,339	11,030	-	1,909	-	-	236	-	-	-	-	-	-	25,514
Due to other funds	-	146,097	-	-	76,548	-	1,939	54,505	42,673	13,469	549	-	30,000	365,780
Deferred revenue	-	8,045	-	-	-	-	-	-	-	-	-	-	-	8,045
Total liabilities	19,151	174,477	-	4,409	83,752	32,207	2,175	59,358	42,673	13,569	1,791	-	30,000	463,562
Fund balances														
Restricted for:														
Judicial	-	-	-	-	-	-	33,823	13,245	22,623	16,329	-	-	-	86,020
Public Safety	-	-	-	14,785	33,451	-	-	-	-	-	55,105	20,026	97,215	220,582
Public Works	-	-	-	-	-	-	-	-	-	-	-	-	1,200	1,200
Culture and Recreation	-	-	-	-	-	-	-	-	-	-	-	-	73,080	73,080
Housing and Development	-	-	17,859	48,736	-	-	-	-	-	-	-	-	-	66,595
Assigned to:													-	
Public Safety	363,106	-	-	-	-	-	-	-	-	-	-	-	-	363,106
Housing and Development	-	-	-	-	-	1,224	-	-	-	-	-	-	-	1,224
Total fund balances	363,106	-	17,859	63,521	33,451	1,224	33,823	13,245	22,623	16,329	55,105	20,026	171,495	811,807
Total liabilities and fund balances	$ 382,257	$ 174,477	$ 17,859	$ 67,930	$ 117,203	$ 33,431	$ 35,998	$ 72,603	$ 65,296	$ 29,898	$ 56,896	$ 20,026	$ 201,495	$ 1,275,369

DAWSON COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the year ended December 31, 2012

	Special Revenue												Capital Projects	
REVENUES	**Emergency 911 Telephone Services**	**Multiple Grants**	**Mentor Program**	**Restricted Programs**	**Jail**	**Hotel/ Motel Tax**	**Law Library**	**Victims Rights and Assistance**	**Drug Abuse Treatment and Education**	**District Attorney Seizure**	**Sheriff's Seizure**	**Inmate Welfare**	**Impact Fees**	**Total Nonmajor Governmental Funds**
Taxes	$ -	$ -	$ -	$ -	$ -	$ 312,300	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 312,300
Fines, fees, and forfeitures	-	-	-	-	53,760	-	17,780	34,731	19,604	8,297	89,307	-	-	223,479
Charges for services	442,007	97,480	-	-	-	-	-	-	-	-	-	64,016	-	603,503
Intergovernmental	-	553,755	-	187,362	-	-	-	-	-	-	-	-	-	741,117
Interest	-	-	-	-	131	-	76	76	83	39	63	43	304	815
Contributions	-	-	27,153	70,619	-	-	-	-	-	-	-	-	-	97,772
Total revenues	442,007	651,235	27,153	257,981	53,891	312,300	17,856	34,807	19,687	8,336	89,370	64,059	304	1,978,986
EXPENDITURES														
Current														
Judicial	-	207,621	-	-	-	-	38,233	21,562	663	10,013	-	-	-	278,092
Public Safety	679,822	220,483	-	39,372	28,848	-	-	-	-	-	73,918	79,301	-	1,121,744
Public Works	-	140,930	-	-	-	-	-	-	-	-	-	-	-	140,930
Health and Welfare	-	482,676	-	-	-	-	-	-	-	-	-	-	-	482,676
Culture and Recreation	-	85,788	-	-	-	-	-	-	-	-	-	-	-	85,788
Housing and Development	-	-	23,287	248,085	-	244,822	-	-	-	-	-	-	-	516,194
Total expenditures	679,822	1,137,498	23,287	287,457	28,848	244,822	38,233	21,562	663	10,013	73,918	79,301	-	2,625,424
Excess (deficiency) of revenues over (under) expenditures	(237,815)	(486,263)	3,866	(29,476)	25,043	67,478	(20,377)	13,245	19,024	(1,677)	15,452	(15,242)	304	(646,438)
Other financing sources (uses)														
Transfers in	255,379	486,263	-	23,319	-	-	-	-	-	-	-	-	-	764,961
Transfers out	-	-	-	-	-	(66,254)	-	-	(21,000)	-	-	-	(30,000)	(117,254)
Total other financing sources (uses)	255,379	486,263	-	23,319	-	(66,254)	-	-	(21,000)	-	-	-	(30,000)	647,707
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	17,564	-	3,866	(6,157)	25,043	1,224	(20,377)	13,245	(1,976)	(1,677)	15,452	(15,242)	(29,696)	1,269
Fund balances, January 1	345,542	-	13,993	69,678	8,408	-	54,200	-	24,599	18,006	39,653	35,268	201,191	810,538
Fund balances, December 31	$ 363,106	$ -	$ 17,859	$ 63,521	$ 33,451	$ 1,224	$ 33,823	$ 13,245	$ 22,623	$ 16,329	$ 55,105	$ 20,026	$ 171,495	$ 811,807

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General Fund

The general operating fund of the County is used to account for all financial resources of the general government, except those required to be accounted for in another fund.

DAWSON COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

	2012	2011
ASSETS		
Cash	$ 12,358,984	$ 12,345,013
Receivables (net)		
Accounts	219,812	143,747
Intergovernmental	207,257	230,075
Taxes	1,418,567	1,726,866
Prepaids	420,659	189,993
Inventories	147,227	110,385
Due from other funds	384,226	451,193
Restricted assets		
Cash	29,093	77,895
Total assets	$ 15,185,825	$ 15,275,167
LIABILITIES AND FUND BALANCES		
Liabilities		
Payables		
Accounts	$ 303,975	$ 331,177
Intergovernmental	100,352	2,268
Accrued salaries and payroll liabilities	268,330	251,060
Due to other funds	594,161	20,351
Unearned revenue	8,095,664	9,431,092
Amounts held in trust	139,722	139,722
Total liabilities	9,502,204	10,175,670
Deferred inflows of resources		
Unavailable revenue - property taxes	46,068	47,394
Fund balances		
Nonspendable:		
Prepaids	420,659	189,993
Inventories	147,227	110,385
Restricted for:		
Public Safety	-	439
Health and Welfare	4,935	44,525
Culture and Recreation	16,778	25,551
Assigned to:		
Judicial	7,859	5,920
Subsequent Year's Budget	644,000	180,000
Unassigned	4,396,095	4,495,290
Total fund balances	5,637,553	5,052,103
Total liabilities, deferred inflows of resources and fund balances	$ 15,185,825	$ 15,275,167

DAWSON COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the years ended December 31, 2012 and 2011

REVENUES	**2012**	**2011**
Taxes	$ 17,660,424	$ 18,603,793
Licenses and permits	391,756	392,057
Fines, fees and forfeitures	554,925	564,998
Charges for services	2,663,523	1,650,849
Intergovernmental	333,109	393,228
Interest	18,008	17,504
Contributions	55,263	75,446
Other	73,653	165,681
Total revenues	21,750,661	21,863,556
EXPENDITURES		
Current		
General Government	4,511,993	3,828,230
Judicial	2,309,004	2,242,396
Public Safety	9,235,716	9,596,500
Public Works	1,556,486	1,540,125
Health and Welfare	326,086	382,154
Culture and Recreation	1,199,537	1,284,318
Housing and Development	380,166	551,893
Total Current	19,518,988	19,425,616
Debt Service		
General Government	26,066	92,882
Public Safety	193,893	193,893
Public Works	58,920	58,920
Total Debt Service	278,879	345,695
Total expenditures	19,797,867	19,771,311
Excess of revenues over expenditures	1,952,794	2,092,245
Other financing sources (uses)		
Transfers in	96,254	439
Transfers out	(1,512,701)	(1,245,985)
Sale of capital assets	49,103	3,600
Total other financing sources (uses)	(1,367,344)	(1,241,946)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	585,450	850,299
Fund balances, January 1	5,052,103	4,201,804
Fund balances, December 31	$ 5,637,553	$ 5,052,103

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Taxes				
General property taxes				
Real and personal tax	$ 10,055,750	$ 9,535,047	$ (520,703)	$ 10,957,443
Motor vehicle tax	590,000	621,659	31,659	611,860
Mobile home tax	8,000	6,770	(1,230)	12,407
Timber tax	3,000	3,864	864	7,585
Cost, penalties and interest	300,000	260,174	(39,826)	299,009
Total general property taxes	10,956,750	10,427,514	(529,236)	11,888,304
Local option sales tax	5,435,782	5,632,026	196,244	5,244,605
Insurance premium tax	734,000	884,477	150,477	827,916
Intangibles tax	190,000	218,383	28,383	172,627
Real estate transfer tax	30,000	30,445	445	31,445
Franchise tax	50,000	67,137	17,137	43,539
Beer and wine tax	345,000	361,286	16,286	359,299
Occupational tax	35,000	39,156	4,156	36,058
Total taxes	17,776,532	17,660,424	(116,108)	18,603,793
Licenses and permits				
Alcohol licenses	124,000	120,910	(3,090)	123,940
Building permits	110,500	91,289	(19,211)	88,569
Business licenses	170,000	155,057	(14,943)	161,756
Other permits	15,750	24,500	8,750	17,792
Total licenses and permits	420,250	391,756	(28,494)	392,057
Fines, fees and forfeitures	610,300	554,925	(55,375)	564,998
Charges for Services				
Emergency services	485,000	583,680	98,680	547,079
Sheriff services	109,000	75,305	(33,695)	81,757
Prisoner board	75,000	25,812	(49,188)	70,796
Recreation fees	204,300	185,272	(19,028)	218,478
Fire protection	14,500	15,302	802	11,916
Collection commissions	460,000	414,689	(45,311)	453,383
Other charges for services	1,280,850	1,363,463	82,613	267,440
Total charges for services	2,628,650	2,663,523	34,873	1,650,849
Intergovernmental	390,775	333,109	(57,666)	393,228
Interest	17,500	18,008	508	17,504

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Contributions	$ 54,566	$ 55,263	$ 697	$ 75,446
Other				
Rental Income	1,000	28,065	27,065	47,164
Miscellaneous	39,891	45,588	5,697	118,517
Total other	40,891	73,653	32,762	165,681
Total revenues	$ 21,939,464	$ 21,750,661	$ (188,803)	$ 21,863,556

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
EXPENDITURES				
Current				
General Government				
Board of Commissioners				
Personal services	$ 98,853	$ 93,150	$ 5,703	$ 134,017
Contract services	145,340	98,802	46,538	115,628
Materials and supplies	4,164	3,772	392	4,474
Total Board of Commissioners	248,357	195,724	52,633	254,119
County Administration				
Personal services	193,793	218,448	(24,655)	223,115
Contract services	128,210	83,633	44,577	100,578
Materials and supplies	7,600	6,368	1,232	7,455
Total County Administration	329,603	308,449	21,154	331,148
Elections/Registrar				
Personal services	190,004	171,603	18,401	109,189
Contract services	40,457	26,307	14,150	29,168
Materials and supplies	5,200	5,368	(168)	2,067
Total Elections/Registrar	235,661	203,278	32,383	140,424
Financial Administration				
Personal services	405,824	402,423	3,401	494,041
Contract services	82,403	61,225	21,178	68,447
Materials and supplies	7,993	7,612	381	6,110
Total Financial Administration	496,220	471,260	24,960	568,598
Information Technology				
Personal services	136,348	136,308	40	135,282
Contract services	87,049	81,718	5,331	96,197
Materials and supplies	5,654	2,654	3,000	19,902
Total Information Technology	229,051	220,680	8,371	251,381
Human Resources				
Personal services	118,171	66,693	51,478	119,821
Contract services	7,899	7,232	667	7,440
Materials and supplies	1,650	1,428	222	1,961
Total Human Resources	127,720	75,353	52,367	129,222
Tax Commissioner				
Personal services	372,708	375,098	(2,390)	375,002
Contract services	55,227	51,033	4,194	55,432
Materials and supplies	7,065	7,587	(522)	5,420
Total Tax Commissioner	435,000	433,718	1,282	435,854
Tax Assessor				
Personal services	308,222	315,921	(7,699)	334,401
Contract services	63,029	56,129	6,900	41,688
Materials and supplies	6,600	5,801	799	6,109
Total Tax Assessor	377,851	377,851	-	382,198

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
General Government (continued)				
Risk Management				
Personal services	$ 16,683	$ 16,680	$ 3	$ -
Contract services	170,047	166,423	3,624	164,975
Capital outlay	29,938	-	29,938	-
Payments to others	18,270	30	18,240	28,388
Total Risk Management	234,938	183,133	51,805	193,363
Facility Management				
Personal services	415,667	395,925	19,742	311,183
Contract services	173,628	142,522	31,106	243,641
Materials and supplies	370,045	304,164	65,881	214,358
Capital outlay	18,500	28,344	(9,844)	6,284
Total Facility Management	977,840	870,955	106,885	775,466
Board of Equalization				
Personal services	7,412	7,024	388	2,907
Contract services	4,488	4,487	1	1,435
Materials and supplies	-	-	-	153
Total Board of Equalization	11,900	11,511	389	4,495
Public Information				
Personal services	66,912	9,073	57,839	-
Other General Government				
Personal services	50,000	-	50,000	-
Contract services	114,143	75,959	38,184	86,962
Payments to others	1,075,178	1,075,049	129	275,000
Total Other General Govt.	1,239,321	1,151,008	88,313	361,962
Total General Government	5,010,374	4,511,993	498,381	3,828,230
Judicial				
Superior Court				
Personal services	323,468	297,953	25,515	301,105
Contract services	101,123	95,998	5,125	93,499
Materials and supplies	4,165	4,638	(473)	2,862
Payments to others	39,800	39,187	613	23,983
Total Superior Court	468,556	437,776	30,780	421,449
Clerk of Superior Court				
Personal services	422,984	436,590	(13,606)	432,763
Contract services	58,925	51,682	7,243	74,540
Materials and supplies	30,847	23,380	7,467	15,642
Total Clerk of Superior Court	512,756	511,652	1,104	522,945
District Attorney				
Personal services	498,369	497,598	771	466,847
Contract services	22,876	21,272	1,604	30,006
Materials and supplies	9,931	9,855	76	8,695
Payments to others	52,000	54,451	(2,451)	56,758
Total District Attorney	583,176	583,176	-	562,306

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
Judicial (continued)				
Magistrate Court				
Personal services	$ 188,567	$ 188,069	$ 498	$ 183,093
Contract services	17,957	13,043	4,914	11,224
Materials and supplies	4,750	4,228	522	8,730
Total Magistrate Court	211,274	205,340	5,934	203,047
Probate Court				
Personal services	206,762	175,539	31,223	203,285
Contract services	25,316	27,143	(1,827)	26,515
Materials and supplies	2,291	2,879	(588)	3,025
Total Probate Court	234,369	205,561	28,808	232,825
Juvenile Court				
Personal services	6,084	3,216	2,868	3,264
Contract services	12,231	14,739	(2,508)	14,180
Materials and supplies	50	23	27	17
Payments to others	77,600	77,525	75	48,065
Total Juvenile Court	95,965	95,503	462	65,526
Public Defender				
Personal services	38,754	37,489	1,265	34,014
Contract services	5,608	4,856	752	6,671
Materials and supplies	2,360	2,479	(119)	1,802
Payments to other agencies	225,587	225,172	415	191,811
Total Public Defender	272,309	269,996	2,313	234,298
Total Judicial	2,378,405	2,309,004	69,401	2,242,396
Public Safety				
Sheriff				
Personal services	2,249,977	2,267,431	(17,454)	2,415,601
Contract services	279,508	249,947	29,561	271,685
Materials and supplies	297,131	269,901	27,230	281,549
Capital outlay	-	-	-	1,270
Total Sheriff	2,826,616	2,787,279	39,337	2,970,105
Sheriff Services				
Personal services	490,416	494,282	(3,866)	-
Contract services	11,300	2,037	9,263	-
Materials and supplies	6,500	3,634	2,866	-
Total Sheriff Services	508,216	499,953	8,263	-
Detention Center				
Personal services	1,716,577	1,737,019	(20,442)	2,176,738
Contract services	225,945	210,746	15,199	184,702
Materials and supplies	528,412	500,591	27,821	517,678
Total Detention Center	2,470,934	2,448,356	22,578	2,879,118
K9				
Contract services	87	87	-	-

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
Public Safety (continued)				
Fire				
Personal services	$ 919,919	$ 877,065	$ 42,854	$ 898,876
Contract services	106,312	102,163	4,149	141,909
Materials and supplies	120,864	115,858	5,006	143,858
Total Fire	1,147,095	1,095,086	52,009	1,184,643
Emergency Medical Services				
Personal services	1,580,689	1,571,477	9,212	1,570,027
Contract services	129,626	133,021	(3,395)	121,259
Materials and supplies	117,700	113,552	4,148	120,098
Total Emergency Medical Services	1,828,015	1,818,050	9,965	1,811,384
Emergency Services Administration				
Personal services	131,415	93,351	38,064	98,889
Contract services	8,389	7,397	992	18,702
Materials and supplies	53,525	54,767	(1,242)	58,158
Total Emergency Services Administration	193,329	155,515	37,814	175,749
Coroner				
Personal services	36,391	32,090	4,301	32,683
Contract services	19,475	16,925	2,550	17,538
Materials and supplies	1,315	-	1,315	2,159
Total Coroner	57,181	49,015	8,166	52,380
Animal Shelter				
Payments to others	120,000	120,000	-	120,000
School Resource Officers				
Personal services	116,368	113,521	2,847	159,633
Marshall				
Personal services	157,487	120,103	37,384	189,175
Contract services	6,590	3,782	2,808	5,522
Materials and supplies	11,210	10,504	706	9,568
Total Marshall	175,287	134,389	40,898	204,265
Junior Police Academy				
Materials and supplies	12,371	10,649	1,722	7,791
Emergency Management				
Contract services	3,124	2,809	315	2,363
Materials and supplies	1,025	1,007	18	122
Total Emergency Management	4,149	3,816	333	2,485
Animal Control				
Personal services	-	-	-	28,819
Materials and supplies	-	-	-	128
Total Animal Control	-	-	-	28,947
Total Public Safety	9,459,648	9,235,716	223,932	9,596,500

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
Public Works				
Public Works Administration				
Personal services	$ 194,471	$ 186,094	$ 8,377	$ 189,976
Contract services	12,176	10,732	1,444	4,998
Materials and supplies	3,910	3,988	(78)	5,111
Total Public Works Administration	210,557	200,814	9,743	200,085
Road Department				
Personal services	452,673	409,678	42,995	453,935
Contract services	473,759	440,893	32,866	291,131
Materials and supplies	557,577	499,801	57,776	560,801
Capital outlay	-	5,300	(5,300)	34,173
Total Road Department	1,484,009	1,355,672	128,337	1,340,040
Total Public Works	1,694,566	1,556,486	138,080	1,540,125
Health and Welfare				
Health Department				
Payments to others	162,000	162,000	-	222,000
Public Welfare				
Payments to others	60,553	60,553	-	50,072
Indigent Welfare				
Payments to others	4,550	4,550	-	4,200
Senior Citizens Center				
Personal services	19,823	22,392	(2,569)	23,133
Contract services	19,142	14,496	4,646	11,404
Materials and supplies	33,476	31,404	2,072	40,688
Payments to others	8,450	8,450	-	8,865
Total Senior Citizens Center	80,891	76,742	4,149	84,090
Senior Services Donation				
Contract services	9,138	9,138	-	10,825
Materials and supplies	9,538	4,603	4,935	2,467
Total Senior Services Donation	18,676	13,741	4,935	13,292
CASA				
Payments to others	6,000	6,000	-	6,000
NOA's Ark				
Payments to other agencies	2,500	2,500	-	2,500
Total Health and Welfare	335,170	326,086	9,084	382,154

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
Culture and Recreation				
Parks				
Personal services	$ 402,989	$ 403,480	$ (491)	$ 423,293
Contract services	130,541	128,719	1,822	148,793
Materials and supplies	238,893	239,865	(972)	265,520
Capital outlay	7,100	6,663	437	-
Total Parks	779,523	778,727	796	837,606
Parks and Recreation				
Materials and supplies	47,768	31,999	15,769	34,868
Parks - Women's Club Donations				
Materials and supplies	1,724	714	1,010	3,779
Parks - Pool				
Personal services	16,150	16,367	(217)	18,180
Contract services	257	250	7	1,508
Materials and supplies	7,140	4,838	2,302	4,661
Total Parks - Pool	23,547	21,455	2,092	24,349
Parks - Camping				
Contract services	3,251	3,184	67	1,958
Materials and supplies	5,842	5,908	(66)	4,228
Total Parks - Camping	9,093	9,092	1	6,186
Libraries				
Payments to others	357,550	357,550	-	377,530
Total Culture & Recreation	1,219,205	1,199,537	19,668	1,284,318
Housing and Development				
Conservation				
Contract services	700	678	22	661
Planning and Zoning				
Personal services	292,043	261,827	30,216	264,430
Contract services	46,739	31,097	15,642	48,439
Materials and supplies	14,050	11,369	2,681	11,927
Payments to others	-	-	-	-
Total Planning and Zoning	352,832	304,293	48,539	324,796
County Agent				
Personal services	61,826	61,707	119	57,579
Contract services	7,389	5,848	1,541	8,548
Materials and supplies	7,440	6,890	550	7,146
Total County Agent	76,655	74,445	2,210	73,273
Development Authority				
Payments to others	-	-	-	152,413
Adult Literacy				
Payments to others	750	750	-	750
Total Housing and Development	430,937	380,166	50,771	551,893
Total Current	20,528,305	19,518,988	1,009,317	19,425,616

DAWSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
Debt Service				
General Government				
Other General Government	$ 44,892	$ 26,066	$ 18,826	$ 92,882
Public Safety				
Sheriff	70,000	69,887	113	69,887
Fire	133,000	124,006	8,994	124,006
Total Public Safety	203,000	193,893	9,107	193,893
Public Works				
Road Department	58,922	58,920	2	58,920
Total Debt Service	306,814	278,879	27,935	345,695
Total Expenditures	$ 20,835,119	$ 19,797,867	$ 1,037,252	$ 19,771,311

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Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditures for specified purposes.

Emergency 911 Fund: This fund is used to account for the County's share of telephone fees for the operation of their 911 emergency system.

Multiple Grants Fund: This fund is used to account for all reimbursement grants from state, federal, and local grantors.

Mentor Program Fund: This fund is used to account for grant funds and private contributions used to provide mentoring services to the County.

Restricted Program Fund: This fund is used to account for funds received from donations and other funds restricted to specific programs.

Jail Fund: This fund is used to account for fines and fees received and is restricted for the maintenance of the County Jail.

Hotel/Motel Tax: This fund is used to account for Hotel/Motel tax collections which are used to support tourism in Dawson County.

Law Library Fund: This fund is used to account for the fines and forfeitures received that are reserved for providing a County Law Library.

Victim Rights and Assistance Fund: This fund is used to account for funds collected from fines and forfeitures that are used to assist victims of crime.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditures for specified purposes.

Drug Abuse Treatment and Education Fund: This fund is used to account for funds collected from fines and forfeitures to be used to create and maintain drug education programs in the County.

District Attorney Seizure Fund: This fund is used to account for funds collected from 10% of all seizures subject to forfeiture laws as specified in the Sheriff's Seizure Fund.

Sheriff's Seizure Fund: This fund is used to account for funds seized in acts of violation of specific laws, such as controlled substance violations. Up to 33 1/3% of the amount of local funds appropriated may be spent for law enforcement purposes with the exception of salaries or rewards to law enforcement personnel at the discretion of the chief officer of the local law enforcement agency or may be used to fund victim-witness assistance programs.

Inmate Welfare Fund: This fund is used to account for monies legally restricted for the benefit of detainees in the County Jail.

Inmate Stores and Welfare Fund: This fund is used to account for funds collected from sale of goods and services to inmates.

DAWSON COUNTY, GEORGIA
EMERGENCY 911 TELEPHONE SERVICES
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 300,223	$ 277,110
Accounts receivable	82,034	82,984
Total assets	$ 382,257	$ 360,094
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 6,812	$ 3,358
Accrued salaries and payroll liabilities	12,339	11,194
Total liabilities	19,151	14,552
Fund balances		
Assigned to public safety	363,106	345,542
Total liabilities and fund balances	$ 382,257	$ 360,094

DAWSON COUNTY, GEORGIA
EMERGENCY 911 TELEPHONE SERVICES
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Charges for services	$ 442,007	$ 442,007	$ -	$ 423,604
EXPENDITURES				
Current				
Public Safety				
Personal services	529,915	529,915	-	570,935
Contract services	129,590	129,590	-	121,604
Materials and supplies	5,675	5,675	-	6,509
Capital outlay	14,642	14,642	-	-
Total expenditures	679,822	679,822	-	699,048
Excess (deficiency) of revenues over (under) expenditures	(237,815)	(237,815)	-	(275,444)
Other financing sources (uses)				
Transfers in	255,379	255,379	-	420,965
Contingency	(17,564)	-	17,564	-
Total other financing sources (uses)	237,815	255,379	17,564	420,965
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	17,564	17,564	145,521
Fund balance, January 1	-	345,542	345,542	200,021
Fund balances, December 31	$ -	$ 363,106	$ 363,106	$ 345,542

DAWSON COUNTY, GEORGIA
MULTIPLE GRANTS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Intergovernmental receivable	$ 174,477	$ 240,412
LIABILITIES AND FUND BALANCES		
Liabilities		
Payables		
Accounts	$ 6,998	$ 12,291
Intergovernmental	2,307	-
Accrued salaries and payroll liabilities	11,030	11,005
Deferred revenue	8,045	7,500
Due to other funds	146,097	209,616
Total liabilities	174,477	240,412
Fund balances		
Unassigned	-	-
Total liabilities and fund balances	$ 174,477	$ 240,412

DAWSON COUNTY, GEORGIA
MULTIPLE GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Charges for services	$ 97,480	$ 97,480	$ -	$ 102,863
Intergovernmental	553,755	553,755	-	1,067,780
Total revenues	651,235	651,235	-	1,170,643
EXPENDITURES				
Current				
General Government	-	-	-	4,052
Judicial	207,621	207,621	-	211,252
Public Safety	220,483	220,483	-	659,177
Public Works	140,930	140,930	-	133,308
Health and Welfare	482,676	482,676	-	497,811
Culture and Recreation	85,788	85,788	-	91,214
Housing and Development	-	-	-	51,001
Total expenditures	1,137,498	1,137,498	-	1,647,815
Excess (deficiency) of revenues over (under) expenditures	(486,263)	(486,263)	-	(477,172)
Other financing sources (uses)				
Transfers in	486,263	486,263	-	508,832
Transfers out	-	-	-	(31,660)
Total other financing sources (uses)	486,263	486,263	-	477,172
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing use	-	-	-	-
Fund balance, January 1	-	-	-	-
Fund balances, December 31	$ -	$ -	$ -	$ -

DAWSON COUNTY, GEORGIA
MENTOR PROGRAM SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 17,859	$ 14,053
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ -	$ 60
Fund balances		
Restricted for housing and development	17,859	13,993
Total liabilities and fund balances	$ 17,859	$ 14,053

DAWSON COUNTY, GEORGIA
MENTOR PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Contributions	$ 27,153	$ 27,153	$ -	$ 18,531
EXPENDITURES				
Current				
Housing and Development				
Contract services	18,954	18,954	-	39,912
Materials and supplies	4,333	4,333	-	5,818
Total expenditures	23,287	23,287	-	45,730
Excess (deficiency) of revenues over (under) expenditures	3,866	3,866	-	(27,199)
Other financing sources (uses)				
Transfers in	-	-	-	31,660
Contigency	(3,866)	-	3,866	-
Total other financing sources (uses)	(3,866)	-	3,866	31,660
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	3,866	3,866	4,461
Fund balance, January 1	-	13,993	13,993	9,532
Fund balances, December 31	$ -	$ 17,859	$ 17,859	$ 13,993

DAWSON COUNTY, GEORGIA
RESTRICTED PROGRAMS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 56,871	$ 70,099
Intergovernmental receivable	11,059	-
Total assets	$ 67,930	$ 70,099
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 2,500	$ 208
Accrued salaries and payroll liabilities	1,909	213
Total liabilities	4,409	421
Fund balances		
Restricted for:		
Public Safety	14,785	22,625
Housing and Development	48,736	47,053
Total fund balances	63,521	69,678
Total liabilities and fund balances	$ 67,930	$ 70,099

DAWSON COUNTY, GEORGIA
RESTRICTED PROGRAMS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Intergovernmental	$ 187,362	$ 187,362	$ -	$ -
Contributions	70,619	70,619	-	85,196
Total revenues	257,981	257,981	-	85,196
EXPENDITURES				
Current				
Public Safety				
Contract services	9,132	9,132	-	2,606
Materials and supplies	9,508	9,508	-	7,027
Payments to others	20,732	20,732	-	23,183
Housing and Development				
Personal services	95,452	95,452	-	24,788
Contract services	104,419	104,419	-	4,380
Materials and supplies	29,561	29,561	-	7,706
Payments to others	18,653	18,653	-	21,480
Total expenditures	287,457	287,457	-	91,170
Excess (deficiency) of revenues over (under) expenditures	(29,476)	(29,476)	-	(5,974)
Other financing sources (uses)				
Transfers in	23,319	23,319	-	22,109
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(6,157)	(6,157)	-	16,135
Fund balance, January 1	6,157	69,678	63,521	53,543
Fund balances, December 31	$ -	$ 63,521	$ 63,521	$ 69,678

DAWSON COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 117,203	$ 63,312
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 7,204	$ 10,093
Due to other funds	76,548	44,811
Total liabilities	83,752	54,904
Fund balances		
Restricted for public safety	33,451	8,408
Total liabilities and fund balances	$ 117,203	$ 63,312

DAWSON COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees and forfeitures	$ 53,760	$ 53,760	$ -	$ 58,611
Interest	131	131	-	51
Total revenues	53,891	53,891	-	58,662
EXPENDITURES				
Current				
Public Safety				
Contract services	28,797	28,797	-	54,904
Materials and supplies	51	51	-	-
Total expenditures	28,848	28,848	-	54,904
Excess (deficiency) of revenues over (under) expenditures	25,043	25,043	-	3,758
Other financing sources (uses)				
Contigency	(25,043)	-	25,043	-
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	25,043	25,043	3,758
Fund balance, January 1	-	8,408	8,408	4,650
Fund balances, December 31	$ -	$ 33,451	$ 33,451	$ 8,408

DAWSON COUNTY, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Receivables:		
Intergovernmental	$ 6,901	$ 7,665
Taxes	26,530	26,933
Due from other funds	-	20,351
Total assets	$ 33,431	$ 54,949
LIABILITIES AND FUND BALANCES		
Liabilities		
Payables		
Accounts	$ 834	$ 54,949
Intergovernmental	31,373	-
Total liabilities	32,207	54,949
Fund balances		
Assigned to housing and development	1,224	-
Total liabilities and fund balances	$ 33,431	$ 54,949

DAWSON COUNTY, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Hotel/motel taxes	$ 312,300	$ 312,300	$ -	$ 304,878
EXPENDITURES				
Current				
Housing and Development				
Payments to others	244,822	244,822	-	304,878
Total expenditures	244,822	244,822	-	304,878
Excess (deficiency) of revenues over (under) expenditures	67,478	67,478	-	-
Other financing sources (uses)				
Transfers out	(66,254)	(66,254)	-	-
Contingency	(1,224)	-	1,224	-
Total other financing sources (uses)	(67,478)	(66,254)	1,224	-
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	1,224	1,224	-
Fund balance, January 1	-	-	-	-
Fund balances, December 31	$ -	$ 1,224	$ 1,224	$ -

DAWSON COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 35,998	$ 54,569
LIABILITIES AND FUND BALANCES		
Liabilities		
Accrued salaries and payroll liabilities	$ 236	$ 369
Due to other funds	1,939	-
Total liabilities	2,175	369
Fund balances		
Restricted for judicial	33,823	54,200
Total liabilities and fund balances	$ 35,998	$ 54,569

DAWSON COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
REVENUES	**Final Budget**	**Actual**	**Variance**	**Actual**
Fines and forfeitures	$ 17,780	$ 17,780	$ -	$ 18,952
Interest	76	76	-	107
Total revenues	17,856	17,856	-	19,059
EXPENDITURES				
Current				
Judicial				
Personal services	13,031	13,031	-	12,106
Contract services	3,005	3,005	-	7,923
Materials and supplies	22,197	22,197	-	24,186
Total expenditures	38,233	38,233	-	44,215
Excess (deficiency) of revenues over (under) expenditures	(20,377)	(20,377)	-	(25,156)
Fund balance, January 1	20,377	54,200	33,823	79,356
Fund balances, December 31	$ -	$ 33,823	$ 33,823	$ 54,200

DAWSON COUNTY, GEORGIA
VICTIMS RIGHTS AND ASSISTANCE
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

	2012	2011
ASSETS		
Cash and cash equivalents	$ 72,603	$ 37,796
LIABILITIES AND FUND BALANCES		
Liabilities		
Payables		
Intergovernmental	$ 4,853	$ 4,224
Accrued salaries and payroll liabilities	-	431
Due to other funds	54,505	33,141
Total liabilities	59,358	37,796
Fund balances		
Restricted for judicial	13,245	-
Total liabilities and fund balances	$ 72,603	$ 37,796

DAWSON COUNTY, GEORGIA
VICTIMS RIGHTS AND ASSISTANCE
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Fee, fines and forfeitures	$ 34,731	$ 34,731	$ -	$ 22,235
Interest	76	76	-	39
Total revenues	34,807	34,807	-	22,274
EXPENDITURES				
Current				
Judicial				
Personal services	444	444	-	24,911
Contract services	2,365	2,365	-	1,983
Payments to others	18,753	18,753	-	18,316
Total expenditures	21,562	21,562	-	45,210
Excess (deficiency) of revenues over (under) expenditures	13,245	13,245	-	(22,936)
Other financing sources (uses)				
Transfers in	-	-	-	10,439
Contingency	(13,245)	-	13,245	-
Total other financing sources (uses)	(13,245)	-	13,245	10,439
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	13,245	13,245	(12,497)
Fund balance, January 1	-	-	-	12,497
Fund balances, December 31	$ -	$ 13,245	$ 13,245	$ -

DAWSON COUNTY, GEORGIA
DRUG ABUSE TREATMENT AND EDUCATION
SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 65,296	$ 45,609
LIABILITIES AND FUND BALANCES		
Liabilities		
Due to other funds	$ 42,673	$ 21,010
Fund balances		
Restricted for judicial	22,623	24,599
Total liabilities and fund balances	$ 65,296	$ 45,609

DAWSON COUNTY, GEORGIA
DRUG ABUSE TREATMENT AND EDUCATION
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees and forfeitures	$ 19,604	$ 19,604	$ -	$ 19,849
Interest	83	83	-	52
Total revenues	19,687	19,687	-	19,901
EXPENDITURES				
Current				
Judicial				
Personal services	663	663	-	11
Excess (deficiency) of revenues over (under) expenditures	19,024	19,024	-	19,890
Other financing sources (uses)				
Transfers out	(21,000)	(21,000)	-	(21,000)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(1,976)	(1,976)	-	(1,110)
Fund balance, January 1	1,976	24,599	22,623	25,709
Fund balances, December 31	$ -	$ 22,623	$ 22,623	$ 24,599

DAWSON COUNTY, GEORGIA
DISTRICT ATTORNEY SEIZURE SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 29,349	$ 21,194
Due from other funds	549	400
Total assets	$ 29,898	$ 21,594
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 100	$ -
Due to other funds	13,469	3,588
Total liabilities	13,569	3,588
Fund balances		
Restricted for judicial	16,329	18,006
Total liabilities and fund balances	$ 29,898	$ 21,594

DAWSON COUNTY, GEORGIA
DISTRICT ATTORNEY SEIZURE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees and forfeitures	$ 8,297	$ 8,297	$ -	$ 6,690
Interest	39	39	-	27
Total revenues	8,336	8,336	-	6,717
EXPENDITURES				
Current				
Judicial				
Contract services	182	182	-	1,511
Materials and supplies	9,831	9,831	-	111
Total expenditures	10,013	10,013	-	1,622
Excess (deficiency) of revenues over (under) expenditures	(1,677)	(1,677)	-	5,095
Fund balance, January 1	1,677	18,006	16,329	12,911
Fund balances, December 31	$ -	$ 16,329	$ 16,329	$ 18,006

DAWSON COUNTY, GEORGIA
SHERIFF'S SEIZURE SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 50,708	$ 40,053
Accounts receivable	6,188	-
Total assets	$ 56,896	$ 40,053
LIABILITIES AND FUND BALANCES		
Liabilities		
Payables		
Accounts	$ 437	$ -
Intergovernmental	805	-
Due to other funds	549	400
Total liabilities	1,791	400
Fund balances		
Restricted for public safety	55,105	39,653
Total liabilities and fund balances	$ 56,896	$ 40,053

DAWSON COUNTY, GEORGIA
SHERIFF'S SEIZURE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Fines, fees and forfeitures	$ 89,307	$ 89,307	$ -	$ 45,956
Interest	63	63	-	45
Total revenues	89,370	89,370	-	46,001
EXPENDITURES				
Current				
Public Safety				
Contract services	1,670	1,670	-	1,818
Capital outlay	22,836	22,836	-	8,015
Materials and supplies	23,174	23,174	-	23,706
Payments to others	26,238	26,238	-	11,480
Total expenditures	73,918	73,918	-	45,019
Excess (deficiency) of revenues over (under) expenditures	15,452	15,452	-	982
Other financing sources (uses)				
Sale of capital assets	-	-	-	24,391
Contingency	(15,452)	-	15,452	-
Total other financing sources (uses)	(15,452)	-	15,452	24,391
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	15,452	15,452	25,373
Fund balance, January 1	-	39,653	39,653	14,280
Fund balances, December 31	$ -	$ 55,105	$ 55,105	$ 39,653

DAWSON COUNTY, GEORGIA
INMATE WELFARE SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 20,026	$ 35,268
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for public safety	$ 20,026	$ 35,268

DAWSON COUNTY, GEORGIA
INMATE WELFARE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Charges for services	$ 64,016	$ 64,016	$ -	$ 67,362
Interest	43	43	-	56
Total revenues	64,059	64,059	-	67,418
EXPENDITURES				
Current				
Public Safety				
Materials and supplies	48,812	48,812	-	36,875
Capital outlay	30,489	30,489	-	21,400
Total expenditures	79,301	79,301	-	58,275
Excess (deficiency) of revenues over (under) expenditures	(15,242)	(15,242)	-	9,143
Fund balance, January 1	15,242	35,268	20,026	26,125
Fund balances, December 31	$ -	$ 20,026	$ 20,026	$ 35,268

DAWSON COUNTY, GEORGIA
INMATE STORE AND WELFARE SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ -	$ -
LIABILITIES AND FUND BALANCES		
Liabilities		
Amounts held in trust	$ -	$ -
Fund balances		
Restricted for public safety	-	-
Total liabilities and fund balances	$ -	$ -

DAWSON COUNTY, GEORGIA
INMATE STORE AND WELFARE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES	$ -	$ -	$ -	$ -
EXPENDITURES	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources (uses) Transfers out	-	-	-	(439)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	-	(439)
Fund balance, January 1	-	-	-	439
Fund balances, December 31	$ -	$ -	$ -	$ -

DAWSON COUNTY, GEORGIA
FAMILY CONNECTION SPECIAL REVENUE SUBFUND
COMPARATIVE BALANCE SHEETS
Part of Restricted Program and Multiple Grants Special Revenue Funds
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 39,586	$ 47,474
Intergovernmental receivable	11,059	-
Total assets	$ 50,645	47,474
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ -	$ 207
Accrued salaries and payroll liabilities	1,910	213
Total liabilities	1,910	420
Fund balances		
Restricted for housing and development	48,735	47,054
Total liabilities and fund balances	$ 50,645	$ 47,474

DAWSON COUNTY, GEORGIA
FAMILY CONNECTION SPECIAL REVENUE SUBFUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
Part of Restricted Program and Multiple Grants Special Revenue Funds
For the year ended December 31, 2012
(with comparative actual amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Intergovernmental - Federal				
OPS grant	$ 142,586	$ 142,586	$ -	$ 40,909
Intergovernmental - State operating grant	44,776	44,776	-	41,752
Contributions - United Way of Dawson County	9,176	9,176	-	7,825
Contributions - Big Canoe	760	760	-	2,414
Contributions - Northside Hospital	15,000	15,000	-	15,000
Contributions - Private donations	14,149	14,149	-	19,739
Total revenues	226,447	226,447	-	127,639
EXPENDITURES				
Housing and Development				
Current				
Personal services	95,452	95,452	-	70,104
Contract services	104,419	104,419	-	8,845
Materials and supplies	29,561	29,561	-	8,926
Payment to other agencies	18,653	18,653	-	21,480
Total expenditures	248,085	248,085	-	109,355
Excess (deficiency) of revenues over (under) expenditures	(21,638)	(21,638)	-	18,284
Other financing sources (uses)				
Transfers in	23,319	23,319	-	22,109
Transfers out	-	-	-	(31,660)
Contingency	(1,681)	-	1,681	-
Total other financing sources (uses)	21,638	23,319	1,681	(9,551)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	1,681	1,681	8,733
Fund balance, January 1	-	47,054	47,054	38,321
Fund balances, December 31	$ -	$ 48,735	$ 48,735	$ 47,054

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Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources and payment of general government long-term debt principal and interest from governmental resources.

DAWSON COUNTY, GEORGIA
DEBT SERVICE FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 3,286,980	$ 3,180,867
LIABILITIES AND FUND BALANCES		
Fund balances		
Restricted for debt service	$ 3,286,980	$ 3,180,867

DAWSON COUNTY, GEORGIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the year ended December 31, 2012
(With comparative amounts for the year ended December 31, 2011)

	2012			2011
	Final Budget	Actual	Variance	Actual
REVENUES				
Interest	$ 3,597	$ 3,597	$ -	$ 3,072
EXPENDITURES				
Debt Service	10,751,757	10,751,757	-	9,659,328
Excess (deficiency) of revenues over (under) expenditures	(10,748,160)	(10,748,160)	-	(9,656,256)
Other financing sources (uses)				
Transfer in	7,924,273	7,924,273	-	9,707,585
Bond proceeds	2,930,000	2,930,000	-	-
Contingency	(181,576)	-	181,576	-
Total other financing sources (uses)	10,672,697	10,854,273	181,576	9,707,585
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(75,463)	106,113	181,576	51,329
Fund balances, January 1	75,463	3,180,867	3,105,404	3,129,538
Fund balances, December 31	$ -	$ 3,286,980	$ 3,286,980	$ 3,180,867

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Capital Projects Fund

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of specifically planned projects (other than those financed by proprietary funds.)

Special Purpose Local Option Sales Tax Fund: This fund is used to account for long-term projects financed by the passage of the special purpose local option sales tax.

Capital Projects Fund: This fund is used to account for the financial resources to be used for the construction of major capital facilities.

Impact Fees Capital Projects Fund: This fund is used to account for impact fees restricted for the acquisition or construction of specific capital projects.

DAWSON COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 271,633	$ 1,438,177
Taxes receivable	727,428	684,597
Total assets	$ 999,061	$ 2,122,774
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 5,046	$ -
Fund balances		
Restricted for:		
Capital Outlay	266,586	1,438,164
Debt Service	727,429	684,610
Total fund balances	994,015	2,122,774
Total liabilities and fund balances	$ 999,061	$ 2,122,774

DAWSON COUNTY, GEORGIA
SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the years ended December 31, 2012 and 2011

REVENUES	**2012**	**2011**
Taxes	$ 6,548,745	$ 6,098,299
Intergovernmental	236,558	40,385
Interest	1,560	3,453
Contributions	38,665	3,500
Other	20,000	-
Total revenues	6,845,528	6,145,637
EXPENDITURES		
Capital outlay		
General Government		
Other General Government	599	599
Public Safety		
Fire	110,548	10,077
Public Works		
Road Department	1,357,214	544,871
Intergovernmental	-	20,000
Total expenditures	1,468,361	575,547
Excess (deficiency) of revenues over (under) expenditures	5,377,167	5,570,090
Other financing sources (uses)		
Transfers out	(6,505,926)	(7,819,381)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(1,128,759)	(2,249,291)
Fund balances, January 1	2,122,774	4,372,065
Fund balances, December 31	$ 994,015	$ 2,122,774

DAWSON COUNTY, GEORGIA
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 430,457	$ 805,428
Due from other funds	594,161	-
Restricted assets		
Cash and cash equivalents	3,334,194	4,121,248
Investments	4,031,753	12,975,365
Interest receivable	6,493	160,001
Total assets	$ 8,397,058	$ 18,062,042
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$ 18,013	$ 1,789,517
Retainages payable	2,000	864,980
Accrued salaries and payroll liabilities	1,358	2,820
Due to other funds	7,284	92,850
Total liabilities	28,655	2,750,167
Fund balances		
Restricted for:		
Public Works	497,455	506,590
Capital Outlay	657,036	5,457,152
Debt Service	6,704,012	9,118,009
Assigned to:		
General Government	150,522	105,334
Public Safety	-	124,332
Narrowbanding Project	250,000	-
Capital Outlay	109,378	458
Total fund balances	8,368,403	15,311,875
Total liabilities and fund balances	$ 8,397,058	$ 18,062,042

DAWSON COUNTY, GEORGIA
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the years ended December 31, 2012 and 2011

REVENUES	**2012**	**2011**
Intergovernmental	$ 8,355	$ -
Interest	111,588	163,424
Contributions	8,340	
Total revenues	128,283	163,424
EXPENDITURES		
Capital outlay		
General Government		
Information Technology	36,223	-
Tax Commissioner	-	26,636
Facility Management	649,866	12,504,307
Other General Government	2,799	599
Judicial		
Clerk of Superior Court	-	8,515
Magistrate Court	-	17,184
Public Safety		
Sheriff	262,249	352,567
Fire	46,110	1,209,606
Fuel Facility	16,711	-
Public Works		
Road Department	9,135	179,410
Health and Welfare		
Senior Citizens Center	111,420	-
Culture and Recreation		
Parks	26,280	49,900
Debt service		
General Government		
Other General Government	5,259,551	677,367
Total expenditures	6,420,344	15,026,091
Excess (deficiency) of revenues over (under) expenditures	(6,292,061)	(14,862,667)
Other financing sources (uses)		
Transfers in	741,827	786,288
Transfers out	(1,393,238)	(1,888,204)
Sales of capital assets	-	30,000
Issuance of capital leases	-	1,557,806
Total other financing sources (uses)	(651,411)	485,890
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(6,943,472)	(14,376,777)
Fund balances, January 1	15,311,875	29,688,652
Fund balances, December 31	$ 8,368,403	$ 15,311,875

DAWSON COUNTY, GEORGIA
IMPACT FEES
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Cash and cash equivalents	$ 201,495	$ 201,191
LIABILITIES AND FUND BALANCES		
Liabilities		
Due to other funds	$ 30,000	$ -
Fund balances		
Restricted for:		
Public Safety	97,215	127,326
Public Works	1,200	938
Culture and Recreation	73,080	72,927
Total fund balances	171,495	201,191
Total liabilities and fund balances	$ 201,495	$ 201,191

DAWSON COUNTY, GEORGIA
IMPACT FEES
CAPITAL PROJECTS FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the years ended December 31, 2012 and 2011

REVENUES	**2012**	**2011**
Interest	$ 304	$ 1,566
EXPENDITURES		
Capital Outlay		
General Government		
Other General Government	-	10
Excess (deficiency) of revenues over (under) expenditures	304	1,556
Other financing sources (uses)		
Transfers out	(30,000)	(513,000)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(29,696)	(511,444)
Fund balances, January 1	201,191	712,635
Fund balances, December 31	$ 171,495	$ 201,191

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Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The funds are self-supporting in nature where the costs, including depreciation, of providing good or services to the general public on a continuing basis are financed or recovered primarily through user charges.

Solid Waste Disposal Facility Fund: This fund is used to account for activities connected with the disposal of residential and commercial solid waste at the County's solid waste transfer station.

DCAR GIS Fund: This fund is used to account for the activities related to geographical data related to Dawson County, as well as, Etowah Water & Sewer Authority.

DAWSON COUNTY, GEORGIA
SOLID WASTE DISPOSAL FACILITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Current assets		
Cash and cash equivalents	$ 503,852	$ 486,017
Accounts receivable (net)	116,259	118,373
Total current assets	620,111	604,390
Capital assets		
Land	1,122,008	1,122,008
Buildings	606,879	606,879
Equipment	384,171	374,731
Vehicles	160,807	40,450
Accumulated depreciation	(347,549)	(272,800)
Total capital assets (net of accumulated depreciation)	1,926,316	1,871,268
Total assets	2,546,427	2,475,658
LIABILITIES		
Current liabilities		
Accounts payable	24,374	14,760
Intergovernmental payable	91	-
Accrued salaries and payroll liabilities	3,080	2,367
Compensated absences	2,308	1,178
Post-closure care	17,614	14,713
Total current liabilities	47,467	33,018
Long-term liabilities		
Compensated absences	769	-
Post-closure care	853,820	874,335
Total long-term liabilities	854,589	874,335
Total liabilities	902,056	907,353
NET POSITION		
Net investment in capital assets	1,926,316	1,871,268
Unrestricted	(281,945)	(302,963)
Total net position	$ 1,644,371	$ 1,568,305

DAWSON COUNTY, GEORGIA
SOLID WASTE DISPOSAL FACILITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the years ended December 31, 2012 and 2011

OPERATING REVENUES	**2012**	**2011**
Charges for sales and services		
Sanitation fees	$ 604,697	$ 600,276
Recycling fees	15,979	16,432
Other	815	745
Total operating revenues	621,491	617,453
OPERATING EXPENSES		
Costs of sales and services	312,351	242,650
Personal services	158,633	146,711
Depreciation	74,750	58,077
Total operating expenses	545,734	447,438
Operating income (loss)	75,757	170,015
Non-operating revenues (expenses)		
Contributions	309	300
Change in net position	76,066	170,315
Net position, January 1	1,568,305	1,397,990
Net position, December 31	$ 1,644,371	$ 1,568,305

DAWSON COUNTY, GEORGIA
SOLID WASTE DISPOSAL FACILITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the years ended December 31, 2012 and 2011

	2012	2011
Cash flows from operating activities:		
Receipts from customers	$ 623,605	$ 614,121
Payments to suppliers	(320,260)	(254,025)
Payments to employees	(156,021)	(145,726)
Net cash provided (used) by operating activities	147,324	214,370
Cash flows from non-capital financing activities:		
Receipts from other governments	-	17,143
Receipt of contributions	309	300
Net cash provided (used) by non-capital financing activities	309	17,443
Cash flows from capital and related financing activities:		
Payments for acquisitions of capital assets	(129,798)	(122,870)
Net increase (decrease) in cash	17,835	108,943
Cash and cash equivalents, January 1	486,017	377,074
Cash and cash equivalents, December 31	$ 503,852	$ 486,017
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	$ 75,757	$ 170,015
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	74,750	58,077
Landfill closure/post-closure costs	(17,614)	(14,713)
(Increase) decrease in accounts receivable	2,114	(3,332)
Increase (decrease) in accounts payable	9,614	3,338
Increase (decrease) in intergovernmental payable	91	-
Increase (decrease) in accrued payroll liabilities	2,612	985
Total adjustments	71,567	44,355
Net cash provided (used) by operating activities	$ 147,324	$ 214,370

DAWSON COUNTY, GEORGIA
DCAR GIS ENTERPRISE FUND
COMPARATIVE STATEMENTS OF NET POSITION
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Current assets		
Cash and cash equivalents	$ 28,206	$ 28,206
Capital assets		
Equipment	413,850	413,850
Accumulated deprecation	(276,278)	(137,950)
Total capital assets (net of accumulated depreciation)	137,572	275,900
Total assets	165,778	304,106
LIABILITIES AND NET POSITION		
NET POSITION		
Net investment in capital assets	137,572	275,900
Unrestricted	28,206	28,206
Total net position	$ 165,778	$ 304,106

DAWSON COUNTY, GEORGIA
DCAR GIS ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the years ended December 31, 2012 and 2011

OPERATING REVENUES	**2012**	**2011**
Charges for sales and services	$ 2,696	$ 2,481
OPERATING EXPENSES		
Costs of sales and services	4,500	5,187
Personal services	-	440
Depreciation	138,328	137,950
Total operating expenses	142,828	143,577
Operating income (loss)	(140,132)	(141,096)
Non-operating revenues (expenses)		
Transfers in	1,804	31,352
Change in net position	(138,328)	(109,744)
Net position, January 1	304,106	413,850
Net position, December 31	$ 165,778	$ 304,106

DAWSON COUNTY, GEORGIA
DCAR GIS ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the years ended December 31, 2012 and 2011

	2012	2011
Cash flows from operating activities:		
Receipts from customers	$ 2,696	$ 2,481
Payments to suppliers	(4,500)	(10,160)
Payments to employees	-	(848)
Net cash provided (used) by operating activities	(1,804)	(8,527)
Cash flows from non-capital financing activities:		
Receipts from other funds	1,804	31,352
Net cash provided (used) by non-capital financing activities	1,804	31,352
Net increase (decrease) in cash and cash equivalents	-	22,825
Cash and cash equivalents, January 1	28,206	5,381
Cash and cash equivalents, December 31	$ 28,206	$ 28,206
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	$ (140,132)	$ (141,096)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	138,328	137,950
Increase (decrease) in accounts payable	-	(2,048)
Increase (decrease) in intergovernmental payable	-	(2,925)
Increase (decrease) in accrued payroll liabilities	-	(408)
Total adjustments	138,328	132,569
Net cash provided (used) by operating activities	$ (1,804)	$ (8,527)

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Internal Service Funds

Internal Service funds are used to account for the financing of goods and services provided to the departments of the government on a cost reimbursement basis.

Fuel and Fleet Maintenance Fund: This fund is used to account for the cost of providing fuel, maintenance, and repairs on all County owned vehicles.

DAWSON COUNTY, GEORGIA
FUEL AND FLEET MAINTENANCE INTERNAL SERVICE FUND
COMPARATIVE STATEMENTS OF NET POSITION
December 31, 2012 and 2011

ASSETS	**2012**	**2011**
Current assets		
Accounts receivable	$ 13,718	$ 16,640
Inventories	62,174	67,383
Total assets	75,892	84,023
LIABILITIES		
Current liabilities		
Accounts payable	62,585	37,846
Intergovernmental payable	70	-
Accrued salaries and payroll liabilities	1,526	-
Due to other funds	11,711	46,177
Total liabilities	75,892	84,023
NET POSITION		
Unrestricted	$ -	$ -

DAWSON COUNTY, GEORGIA
FUEL AND FLEET MAINTENANCE INTERNAL SERVICE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the years ended December 31, 2012 and 2011

OPERATING REVENUES	**2012**	**2011**
Charges for sales and services		
Interfund services provided	$ 1,074,844	$ 971,234
Other	176,712	183,658
Total operating revenues	1,251,556	1,154,892
OPERATING EXPENSES		
Costs of sales and services	1,162,449	1,148,476
Personal services	89,107	6,416
Total operating expenses	1,251,556	1,154,892
Change in net position	-	-
Net position, January 1	-	-
Net position, December 31	$ -	$ -

DAWSON COUNTY, GEORGIA
FUEL AND FLEET MAINTENANCE INTERNAL SERVICE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
For the years ended December 31, 2012 and 2011

	2012	2011
Cash flows from operating activities:		
Receipts from customers	$ 179,634	$ 176,209
Receipts from interfund services provided	1,074,844	971,234
Payments to suppliers	(1,132,431)	(1,209,551)
Payments to employees	(87,581)	(6,824)
Net cash provided (used) by operating activities	34,466	(68,932)
Cash flows from non-capital financing activities:		
Receipts from other funds	(34,466)	46,177
Net cash provided (used) by non-capital financing activities	(34,466)	46,177
Net increase (decrease) in cash	-	(22,755)
Cash and cash equivalents, January 1	-	22,755
Cash and cash equivalents, December 31	$ -	$ -
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	$ -	$ -
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
(Increase) decrease in accounts receivable	2,922	(7,449)
(Increase) decrease in inventories	5,209	(20,952)
Increase (decrease) in accounts payable	24,739	(40,123)
Increase (decrease) in intergovernmental accounts payable	70	
Increase (decrease) in accrued payroll liabilities	1,526	(408)
Total adjustments	34,466	(68,932)
Net cash provided (used) by operating activities	$ 34,466	$ (68,932)

Agency Funds

These funds are used to account for assets held by the County as an agent to be expended in accordance with the conditions of its agency capacity.

Tax Commissioner: This fund accounts for assets and related liabilities for the collection of taxes, tag, and title fees.

Magistrate Court, Probate Court, and Clerk of Superior Court: These funds account for assets and related liabilities for the collection of court related fees.

Inmate Escrow: This fund accounts for the collection and disbursement of cash for inmates incarcerated at the Dawson County Detention Center.

DAWSON COUNTY, GEORGIA
AGENCY FUNDS
COMBINING BALANCE SHEET
December 31, 2012

	Tax Commissioner	Magistrate Court	Probate Court	Clerk of Superior Court	Inmate Escrow Fund	Totals
ASSETS						
Cash	$ 2,783	$ 4,224	$ 20,085	$ 220,404	$ 23,133	$ 270,629
LIABILITIES AND FUND BALANCES						
Liabilities						
Due to other agencies	$ 2,783	$ 4,224	$ 20,085	$ 220,404	$ 23,133	$ 270,629

DAWSON COUNTY, GEORGIA
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the year ended December 31, 2012

	Balance January 1	Additions	Deletions	Balance December 31
TAX COMMISSIONER				
ASSETS				
Cash and cash equivalents	$ 6,290	$ 28,544,258	$ 28,547,765	$ 2,783
LIABILITIES				
Due to others	$ 6,290	$ 28,544,258	$ 28,547,765	$ 2,783
MAGISTRATE COURT				
ASSETS				
Cash and cash equivalents	$ 15,480	$ 101,068	$ 112,324	$ 4,224
LIABILITIES				
Due to others	$ 15,480	$ 101,068	$ 112,324	$ 4,224
PROBATE COURT				
ASSETS				
Cash and cash equivalents	$ 27,527	$ 465,782	$ 473,224	$ 20,085
LIABILITIES				
Due to others	$ 27,527	$ 465,782	$ 473,224	$ 20,085
CLERK OF SUPERIOR COURT				
ASSETS				
Cash and cash equivalents	$ 259,394	$ 1,755,054	$ 1,794,044	$ 220,404
LIABILITIES				
Due to others	$ 259,394	$ 1,755,054	$ 1,794,044	$ 220,404
INMATE ESCROW FUND				
ASSETS				
Cash and cash equivalents	$ 22,771	$ 462,470	$ 462,108	$ 23,133
LIABILITIES				
Due to others	$ 22,771	$ 462,470	$ 462,108	$ 23,133
TOTALS				
ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	$ 331,462	$ 31,328,632	$ 31,389,465	$ 270,629
LIABILITIES				
Due to others	$ 331,462	$ 31,328,632	$ 31,389,465	$ 270,629

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Part III

Statistical Section

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DAWSON COUNTY, GEORGIA
INTRODUCTION TO STATISTICAL SECTION
(Unaudited)

This part of the county's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	**Exhibit**	**Page(s)**
Financial Trends		
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.		
Net Position by Component	J-1	128
Changes in Net Position	J-2	129-130
Fund Balances of Governmental Funds	J-3	131
Changes in Fund Balances of Governmental Funds	J-4	132
Five Year General Fund History	J-5	133
General Governmental Tax Revenues by Source	J-6	134
Revenue Capacity		
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.		
Assessed Value and Estimated Actual Value of Taxable Property	J-7	135
Property Tax Rates (Direct and Overlapping Governments)	J-8	136
Principal Property Taxpayers	J-9	137
Property Tax Levies and Collections	J-10	138
Debt Capacity		
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.		
Ratios of Outstanding Debt by Type	J-11	139
Other Long-Term Liabilities	J-12	140
Ratios of General Bonded Debt Outstanding	J-13	141
Direct and Overlapping Governmental Activities Debt	J-14	142
Legal Debt Margin Information	J-15	143
Pledged Revenue Coverage	J-16	144
Demographic and Economic Information		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.		
Demographic and Economic Statistics	J-17	145
Principal Employers	J-18	146
Operating Information		
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.		
Full-Time Equivalent County Government Employees by Function	J-19	147
Operating Indicators by Function	J-20	148
Capital Asset Statistics by Function	J-21	149

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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DAWSON COUNTY, GEORGIA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets	$ 5,166	$17,409	$16,049	$20,272	$71,619	$78,191	$51,217	$60,278	$ 65,077	$ 63,685
Restricted:										
Judicial	-	-	34	54	63	73	-	130	97	86
Public Safety	-	-	503	542	348	348	320	265	234	221
Public Works	-	-	-	-	-	-	-	-	508	499
Health and Welfare	-	-	-	-	45	50	13	44	45	5
Culture and Recreation	-	-	-	-	12	12	28	-	98	90
Housing and Development	-	-	-	-	-	-	54	-	61	67
Capital Outlay	5,189	963	4,122	6,015	8,735	8,733	5,088	5,291	1,438	267
Debt Service	-	-	2,400	3,166	2,780	2,956	4,093	3,518	4,016	4,010
Prepaid Items	271	251	-	-	-	-	-	-	-	-
Special Revenue & Grant Funds	315	379	-	-	-	-	-	-	-	-
Unrestricted	900	3,211	4,457	6,507	5,453	4,529	6,374	116	(1,140)	2,336
Total governmental activities net position	$11,841	$22,213	$27,565	$36,556	$89,055	$94,892	$67,187	$69,642	$ 70,432	$ 71,264
BUSINESS-TYPE ACTIVITIES										
Net investment in capital assets	$ 997	$ 1,074	$ 1,974	$ 1,934	$ 1,989	$ 2,255	$ 2,271	$ 2,220	$ 2,147	$ 2,064
Unrestricted	200	207	(652)	(665)	(661)	(401)	(589)	(408)	(275)	(254)
Total business-type activities net position	$ 1,197	$ 1,281	$ 1,322	$ 1,269	$ 1,328	$ 1,854	$ 1,682	$ 1,812	$ 1,872	$ 1,810
PRIMARY GOVERNMENT										
Net investment in capital assets	$ 6,163	$18,483	$18,023	$22,206	$73,608	$80,446	$53,488	$62,498	$ 67,224	$ 65,749
Restricted	-	-	34	54	11,623	11,812	9,596	9,248	6,496	5,243
Unrestricted	1,100	3,418	3,805	5,842	4,791	4,128	5,785	(292)	(1,415)	2,082
Total primary government net position	$ 7,263	$21,901	$21,862	$28,102	$90,024	$96,387	$68,869	$71,454	$ 72,304	$ 73,074

Note: Some items in the table may not add due to rounding.

DAWSON COUNTY, GEORGIA
CHANGES IN NET POSITION
Last Nine Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2004	2005	2006	2007	2008	2009	2010	2011	2012
EXPENSES									
Governmental activities:									
General Government	$ 3,398	$ 3,517	$ 3,810	$ 4,871	$ 5,007	$ 4,683	$ 4,508	$ 4,271	$ 6,224
Judicial	1,546	2,005	2,251	2,403	10,778	11,798	2,559	2,512	2,583
Public Safety	7,409	8,822	8,609	10,205	2,664	2,698	12,034	12,337	11,676
Public Works	968	1,564	1,415	1,858	1,472	3,689	4,297	4,476	4,542
Health and Welfare	910	832	853	878	956	1,090	1,110	935	852
Culture and Recreation	1,509	1,653	1,621	1,755	1,436	1,578	1,728	1,651	1,555
Housing and Development	155	981	1,323	1,379	1,492	1,133	907	1,026	907
Interest on long-term debt	670	796	930	886	2,392	2,235	2,030	2,161	1,678
Total governmental activities expenses	16,565	20,170	20,812	24,235	26,197	28,904	29,173	29,369	30,017
Business-type activities:									
Solid Waste	242	259	345	201	194	441	450	447	546
Child Development Center	343	316	349	238	1	-	-	-	-
DCAR GIS	-	-	-	-	-	29	43	144	143
Total business-type activities expenses	585	575	694	440	440	470	493	591	689
Total primary government expenses	$ 17,150	$ 20,745	$ 21,505	$ 24,675	$ 26,637	$ 29,374	$ 29,666	$ 29,960	$ 30,706
PROGRAM REVENUES									
Governmental activities:									
Charges for services:									
General Government	$ 1,232	$ 959	$ 950	$ 1,434	$ 925	$ 1,144	$ 843	$ 599	$ 1,644
Judicial	1,004	863	1,133	904	1,641	1,173	1,242	1,027	1,029
Public Safety	749	1,065	860	1,397	1,136	963	1,198	1,258	1,308
Public Works	-	-	33	5	-	-	-	-	1
Health and Welfare	18	6	13	18	15	12	8	7	10
Culture and Recreation	155	214	296	224	206	179	218	218	185
Housing and Development	155	714	739	1,305	758	185	120	103	105
Total charges for services	3,313	3,821	4,025	5,288	4,681	3,656	3,629	3,212	4,282
Operating grants and contributions	879	1,710	1,431	986	1,613	1,424	1,273	1,176	1,229
Capital grants and contributions	139	141	1,436	3	618	61	2,225	516	290
Total governmental activities program revenues	4,331	5,672	6,892	6,276	6,912	5,141	7,127	4,904	5,801
Business-type activities:									
Charges for services:									
Solid Waste	96	79	304	322	355	461	579	617	621
Child Development Center	308	296	283	156	16	13	-	-	-
DCAR GIS	-	-	-	-	2	10	6	2	3
Total charges for services	404	375	587	478	373	484	585	619	624
Operating grants and contributions	227	75	52	21	1	24	1	-	-
Capital grants and contributions	29	-	-	-	181	-	-	-	-
Total business-type activities program revenues	660	450	639	499	555	508	586	619	624
Total primary government program revenues	$ 4,991	$ 6,122	$ 7,531	$ 6,775	$ 7,467	$ 5,649	$ 7,713	$ 5,523	$ 6,425
Net (expense)/revenue									
Governmental activities	$ (12,234)	$ (14,498)	$ (13,920)	$ (17,959)	$ (19,285)	$ (23,763)	$ (22,046)	$ (24,465)	$ (24,216)
Business-type activities	75	(125)	(55)	59	115	38	93	28	(65)
Total primary government net expense	$ (12,159)	$ (14,623)	$ (13,975)	$ (17,900)	$ (19,170)	$ (23,725)	$ (21,953)	$ (24,437)	$ (24,281)

DAWSON COUNTY, GEORGIA
CHANGES IN NET POSITION
Last Nine Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2004	2005	2006	2007	2008	2009	2010	2011	2012
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS									
Governmental activities:									
Taxes									
Property	$ 7,319	$ 8,044	$ 8,710	$ 9,771	$ 10,599	$ 11,968	$ 12,050	$ 11,881	$ 10,426
Sales	7,658	9,028	11,173	12,207	10,832	10,357	9,885	11,343	12,181
Insurance premium	634	677	710	747	765	754	733	828	884
Real estate and recording	-	-	568	470	323	291	223	204	249
Other	515	996	533	538	622	667	904	905	934
Total taxes	16,126	18,745	21,693	23,733	23,141	24,037	23,795	25,161	24,674
Sale of Wetland Credits	161	-	-	-	-	-	-	-	-
Homeowner Tax Relief Grant	-	-	-	288	315	337	-	-	-
Investment earnings	253	676	1,218	1,405	1,640	1,057	576	559	505
Gain on sale of capital assets	-	-	-	-	3	-	29	24	17
Other	384	-	-	-	-	-	138	166	94
Transfers	-	(164)	-	-	(159)	256	(36)	(31)	(2)
Total governmental activities	16,924	19,257	22,911	25,426	24,940	25,687	24,502	25,879	25,288
Business-type activities:									
Investment earnings	1	3	2	-	-	-	-	-	-
Gain on sale of capital assets	-	-	-	-	6	45	-	-	-
Other	8	-	-	-	-	-	1	1	1
Transfers	-	164	-	-	159	(256)	36	31	2
Total business-type activities	9	167	2	-	165	(211)	37	32	3
Total primary government	$ 16,933	$ 19,424	$ 22,913	$ 25,426	$ 25,105	$ 25,476	$ 24,539	$ 25,911	$ 25,291
CHANGE IN NET POSITION									
Governmental activities	$ 4,690	$ 4,759	$ 8,991	7,467	5,655	1,924	2,455	1,414	1,072
Business-type activities	84	42	(53)	59	280	(173)	130	60	(62)
Total primary government	$ 4,774	$ 4,801	$ 8,938	$ 7,526	$ 5,935	$ 1,751	$ 2,585	$ 1,474	$ 1,010

Note: Data for years prior to this are not available.
Some items in the table may not add due to rounding.

DAWSON COUNTY, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General fund										
Reserved										
Capital projects	$ -	$ -	$ -	$ -	$ 219	$ -	$ -	$ -	$ -	$ -
Prepaid items	271	251	311	166	197	193	193	205	-	-
Operating Reserve	1,082	-	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	30	-	-	82	-	-
Other programs	-	-	-	-	20	21	41	182	-	-
Total reserved	1,353	251	311	166	466	214	234	469	-	-
Unreserved	-	2,374	3,990	5,821	4,761	3,124	3,104	3,733	-	-
Nonspendable	-	-	-	-	-	-	-	-	300	568
Restricted	-	-	-	-	-	-	-	-	71	22
Assigned	-	-	-	-	-	-	-	-	186	652
Unassigned	-	-	-	-	-	-	-	-	4,495	4,396
Total general fund	$ 1,353	$ 2,625	$ 4,301	$ 5,987	$ 5,227	$ 3,338	$ 3,338	$ 4,202	$ 5,052	$ 5,638
All other governmental funds										
Reserved:										
Capital projects	$ -	$ -	$ -	$ 9,299	$ 51,617	$ 50,219	$ 33,354	$ 20,174	$ -	$ -
Debt service	4,354	3,347	-	-	2,884	3,052	16,502	9,505	-	-
Prepaid items	206	1	2	-	-	-	-	-	-	-
Other programs	605	14,360	-	-	-	4	12		-	-
Total reserved	5,165	17,708	2	9,299	54,501	53,275	49,868	29,679	-	-
Unreserved, designated for:										
Capital asset purchases	339	-	-	-	-	-	60	-	-	-
Budget	-	-	-	-	-	-	-	72	-	-
Wireless service upgrades	-	-	-	-	-	38	112	-	-	-
Unreserved, undesignated, reported in:										
Special revenue funds	-	-	445	541	422	276	243	367	-	-
Capital projects funds	-	200	15,546	8,912	-	-	-	5,094	-	-
Debt service funds	-	-	2,517	3,277	-	-	-	3,130	-	-
Total unreserved	339	200	18,508	12,729	422	314	415	8,663	-	-
Restricted	-	-	-	-	-	-	-	-	20,851	12,587
Assigned	-	-	-	-	-	-	-	-	575	874
Total all other governmental funds	$ 5,504	$ 17,907	$ 18,510	$ 22,028	$ 54,923	$ 53,589	$ 50,283	$ 38,342	$ 21,426	$ 13,461

Note:
In 2011, the County implemented GASB 54.
Some items in the table may not add due to rounding.

DAWSON COUNTY, GEORGIA
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
REVENUES										
Taxes	$ 1,032	$ 968	$ 533	$ 538	$ 622	$ 23,074	$ 23,965	$ 23,805	$ 25,007	$ 24,521
Licenses and permits	706	751	825	833	1,569	1,788	1,607	412	392	392
Fines, fees and forfeitures	820	959	937	1,135	1,094	953	456	803	737	778
Charges for services	1,049	1,246	1,739	1,864	2,585	968	816	2,460	2,245	3,267
Intergovernmental	1,239	1,102	1,739	2,028	1,153	1,640	1,057	1,410	1,501	1,319
Investment earnings	76	253	676	1,218	1,405	2,539	2,302	579	189	136
Other	166	103	140	228	216	264	325	416	349	294
Total revenues	5,088	5,381	6,588	7,844	8,644	31,226	30,528	29,885	30,420	30,707
EXPENDITURES										
General Government	3,083	3,772	2,417	3,176	3,604	4,220	3,915	4,109	3,832	4,512
Judicial	1,352	1,532	1,969	2,227	2,434	10,630	10,629	2,620	2,545	2,587
Public Safety	6,596	6,886	7,538	8,189	9,691	2,664	2,691	10,972	11,146	10,358
Public Works	780	910	960	1,263	1,321	1,390	1,739	1,178	1,673	1,697
Health and Welfare	948	891	761	814	837	953	1,029	1,060	880	809
Culture and Recreation	1,278	1,303	1,345	1,381	1,511	1,415	1,314	1,464	1,376	1,285
Housing and Development	267	155	938	1,220	1,361	1,496	1,122	899	1,012	896
Capital Outlay	1,710	3,106	4,686	9,066	14,055	5,419	4,265	9,096	14,904	2,629
Intergovernmental	-	-	687	422	1,052	516	333	-	20	-
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Principal on long-term debt	-	-	3,123	2,966	3,646	3,786	4,212	7,016	8,349	14,431
Interest on long-term debt	-	-	807	863	925	1,775	2,554	2,399	2,238	1,859
Other debt service payments	2,320	3,359	-	76	550	44	-	95	95	-
Total expenditures	18,334	21,914	25,231	31,663	40,989	34,308	33,803	40,908	48,070	41,063
Excess of revenues over (under) expenditures	(13,246)	(16,533)	(18,642)	(23,819)	(32,344)	(3,081)	(3,275)	(11,023)	(17,650)	(10,356)
OTHER FINANCING SOURCES (USES)										
Proceeds from COPS	-	-	-	-	-	-	-	-	-	-
Proceeds from financing	-	14,081	-	7,834	41,416	41,416	-	-	-	2,930
Capital lease issuance	239	334	418	-	-	-	-	-	1,558	-
road improvements	67	-	-	-	-	-	-	-	-	-
Proceeds from sales of wetland credits	168	161	-	-	-	-	-	-	-	-
Sale of capital assets	11	-	9	48	3	3	3	29	58	49
Transfers in	-	-	15,482	4,598	4,938	4,938	9,345	7,324	11,488	9,527
Transfers out	(190)	(8)	(15,645)	(4,598)	(4,938)	(4,938)	(9,379)	(7,408)	(11,520)	(9,529)
Total other financing sources (uses)	295	14,568	264	7,882	41,419	41,419	(31)	(55)	1,584	2,977
Net change in fund balances	$ (12,952)	$ (1,964)	$ (18,379)	$ (15,937)	$ 9,075	$ 38,338	$ (3,306)	$ (11,078)	$ (16,066)	$ (7,379)
Debt service as a percentage of noncapital expenditures	13.96%	17.86%	3.93%	17.28%	19.01%	19.40%	22.91%	29.89%	31.84%	41.51%

In adopting the DCA Uniform Chart of Accounts in 2003, some activities were reclassified to different functions than had been reported in the financial statements. Those functions have been reclassified above so that comparisons can be made between years.

Note: Some items in the table may not add due to rounding.

DAWSON COUNTY, GEORGIA
General Fund History
Statement of Revenues, Expenditures and Changes in Fund Balances
Last Five Fiscal Years
(amounts expressed in thousands)

	2008	2009	2010	2011	2012
REVENUES					
Taxes	$ 17,053	$ 18,163	$ 18,189	$ 18,604	$ 17,660
Licenses and permits	463	431	412	392	392
Fines, fees and forfeitures	785	649	655	565	555
Charges for services	2,266	1,756	1,873	1,651	2,664
Intergovernmental	731	950	379	393	333
Interest	296	14	17	18	18
Contributions	60	103	116	75	55
Miscellaneous	42	39	110	166	74
TOTAL REVENUES	21,696	22,104	21,751	21,864	21,751
EXPENDITURES					
Current					
General Government	4,101	3,870	4,103	3,828	4,512
Judicial	2,375	2,380	2,328	2,242	2,309
Public Safety	9,581	9,622	9,687	9,597	9,236
Public Works	1,382	1,460	1,083	1,540	1,556
Health and Welfare	387	412	392	382	326
Culture and Recreation	1,414	1,309	1,378	1,284	1,200
Housing and Development	1,101	713	516	552	380
Capital Outlay	929	10	-	-	-
Intergovernmental	294	333	-	-	-
Debt Service	981	837	177	346	279
TOTAL EXPENDITURES	22,544	20,947	19,664	19,771	19,798
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(848)	1,157	2,087	2,092	1,953
OTHER FINANCING SOURCES (USES)					
Transfers in/(out)	(1,052)	(1,158)	(1,223)	(1,245)	(1,416)
Proceeds from borrowings	-	-	-	-	
Sale of capital assets	11	1	-	3	49
TOTAL OTHER FINANCING SOURCES (USES)	(1,041)	(1,157)	(1,223)	(1,242)	(1,367)
NET CHANGE IN FUND BALANCES	(1,889)	-	864	850	586
FUND BALANCES, JANUARY 1	5,227	3,338	3,338	4,202	5,052
FUND BALANCES, DECEMBER 31	$ 3,338	$ 3,338	$ 4,202	$ 5,052	$ 5,638

Note: Some items in the table may not add due to rounding.

DAWSON COUNTY, GEORGIA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Taxes	Sales Taxes	Insurance Premium Tax	Real Estate Transfer Tax	Other Taxes	Total
2003	$ 7,209	$ 6,654	$ 586	$ -	$ 1,072	$ 15,522
2004	7,284	7,658	634	-	1,032	16,609
2005	8,044	9,028	677	-	968	18,718
2006	8,710	11,173	710	568	533	21,693
2007	9,721	12,207	747	470	538	23,683
2008	10,532	10,832	765	323	622	23,074
2009	11,896	10,357	754	291	667	23,965
2010	12,228	9,885	733	223	736	23,805
2011	11,888	11,343	828	204	744	25,007
2012	$ 10,428	$ 12,181	$ 884	$ 249	$ 779	24,521

DAWSON COUNTY, GEORGIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Real Property				Personal Property				Less Exemptions:					
Tax Year	Residential Property	Agricultural Property (1)	Commercial & Industrial	Public Utilities	Inventory & Equipment (4)	Motor Vehicles	Mobile Homes	Other (2)	Real Property	Personal Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value (3)	Assessed Value as a Percentage of Actual Value
2003	519,915	146,841	100,154	16,589	44,289	60,963	1,917	3,551	52,079	2,383	839,756	9.139	2,099,390	40.00%
2004	635,604	226,733	112,615	17,825	46,563	61,277	1,607	4,111	94,573	343	1,011,419	9.138	2,528,546	40.00%
2005	687,209	222,669	129,447	18,262	50,801	61,185	1,532	5,193	105,236	2,934	1,068,128	8.138	2,670,320	40.00%
2006	813,833	220,688	134,058	19,417	57,304	61,338	1,401	6,701	107,360	5,843	1,201,538	8.138	3,003,845	40.00%
2007	868,203	224,652	161,599	21,784	60,667	66,589	1,403	7,564	110,749	5,316	1,296,397	8.138	3,240,993	40.00%
2008	979,011	371,464	176,874	21,373	60,684	72,839	1,397	6,479	195,659	5,633	1,488,830	8.138	3,722,075	40.00%
2009	982,672	375,834	181,483	22,847	65,043	76,347	1,165	6,640	225,979	5,316	1,480,734	8.138	3,701,836	40.00%
2010	964,017	373,420	181,148	24,623	64,110	65,463	1,034	6,230	239,908	5,906	1,434,230	8.138	3,585,575	40.00%
2011	860,792	277,277	171,530	24,595	58,814	69,531	966	6,184	186,581	2,149	1,280,957	8.138	3,202,393	40.00%
2012	750,638	209,953	144,338	26,199	57,401	71,234	986	5,155	60,573	6,628	1,198,705	8.138	2,996,761	40.00%

Source: Georgia Department of Revenue
(1) Includes conservation use and preferential property.
(2) Includes aircraft, boats, miscellaneous personal property, timber and heavy equipment.
(3) Property that is exempt from taxation has not been included. That is typically property owned by governments and not-for-profit organizations like churches.

DAWSON COUNTY, GEORGIA
Direct and Overlapping Property Tax Rate - Mills
Last Ten Fiscal Years
(Mills - rate per $1,000 of taxable assessed value)

Tax Year / *Fiscal Year*	*2003* / *2004*	*2004* / *2005*	*2005* / *2006*	*2006* / *2007*	*2007* / *2008*	*2008* / *2009*	*2009* / *2010*	*2010* / *2011*	*2011* / *2012*	*2012* / *2013*
Direct Rates:										
Dawson County Board of Commissioners:										
County Maintenance & Operations	9.138	8.138	8.138	8.138	8.138	8.138	8.138	8.138	8.138	8.138
Overlapping Rates:										
Dawson County Board of Education:										
School Operations	13.646	13.646	13.646	13.646	13.646	13.646	13.646	13.646	15.546	15.546
School Debt Service	0.400	0.400	0.400	0.400	0.400	0.400	0.400	0.400	0.400	0.400
State of Georgia:	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.200
City of Dawsonville:	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000

Source: Georgia Department of Revenue

Overlapping rates are those of local and county governments that apply to property owners within the County. Not all overlapping rates apply to all County property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district. The districts that are within the city limits of municipalities that do not levy a city tax are considered with the unincorporated areas in computing the maximum rates.

(1) For purposes of this schedule and Exhibit J-7, the County unincorporated rate is considered the total direct rate.

DAWSON COUNTY, GEORGIA
PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago
(amounts expressed in thousands)

		2012			2003		
Taxpayer	**Type of Business**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
Chelsea GCA Realty	Outlet Mall	$ 16,309	1	1.36%	$ 17,042	1	2.03%
Wal-Mart Real Estate Business	Retail	8,010	2	0.67%			
Georgia Power Company	Utility	7,345	3	0.61%	3,676	7	0.44%
City of Atlana	Raw Land	6,808	4	0.57%	6,792	2	0.81%
Dawson Fee LLC	Residential Development	6,478	5	0.54%			
Georgia Transmission	Utility	6,156	6	0.51%			
Forestar (GA) Real Estate	Land Development	5,320	7	0.44%			
Sawnee EMC	Utility	3,841	8	0.32%	3,667	8	0.44%
Nordson Corporation	Manufacturer	4,373	9	0.36%	5,322	4	0.63%
Windstream	Utility	3,147	10	0.26%			
Dawson 400 Associates LP	Real Estate Development				5,618	3	0.67%
Inland Container Corp	Paper Company				5,136	5	0.61%
Chestatee Development	Residential Development				4,790	6	0.57%
TelTek INC	Manufacturer				3,664	9	0.44%
Georgia 400 Associates	Real Estate Agency				3,620	10	0.43%
Totals		$ 67,787		5.66%	$ 59,327		7.06%

Source: Dawson County Tax Commissioner
Rank is based on the amount of County maintenance & operations taxes billed since exemptions that reduce the assessed value can vary by entity.

DAWSON COUNTY, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Tax Year	Tax Due Date	Taxes Levied for the Tax Year (Original Levy)	Adjustments	Interest, Costs, & Penalties	Total Adjusted Levy	Collected within Fiscal year of the Levy		Collections in Subsequent Years	Total Collections to Date		Uncollected Balance
							Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy	
2004	2003	12/20/03	$ 7,395	$ 382	$ 158	7,935	$ 6,124	82.81%	$ 1,811	7,935	100.00%	-
2005	2004	12/20/04	7,963	(44)	171	8,090	6,814	85.57%	1,276	8,090	100.00%	-
2006	2005	12/20/05	8,415	(1)	245	8,659	7,187	85.41%	1,472	8,659	100.00%	-
2007	2006	12/20/06	9,583	(26)	222	9,779	8,219	85.77%	1,558	9,777	99.98%	2
2008	2007	12/01/07	10,281	3	218	10,502	9,399	91.42%	1,101	10,500	99.98%	2
2009	2008	12/01/08	11,753	(11)	40	11,782	10,362	88.16%	1,417	11,779	99.97%	3
2010	2009	12/01/09	11,853	(13)	37	11,877	10,419	87.90%	1,449	11,868	99.92%	9
2011	2010	12/01/10	10,989	(11)	65	11,043	9,629	87.62%	1,395	11,024	99.83%	19
2012	2011	12/01/11	9,711	(148)	263	9,826	8,538	87.92%	1,229	9,767	99.40%	59
2013	2012	12/01/12	$ 8,300	$ (89)	$ 84	$ 8,295	$ 7,460	89.88%	$ 586	$ 8,046	97.00%	$ 249

Taxes levied include real and personal property, motor vehicle, mobile home, timber, and heavy equipment taxes.
Adjustments reflect changes, i.e., Not on Digest entries (NODS), Appeal settlement adjustments, error corrections, if any.

DAWSON COUNTY, GEORGIA
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(amounts expressed in thousands)

	Governmental Activities				Business-Type Activities				
Fiscal Year	Capital Leases	Agreement for sale Payable	Contracts Payable	General Obligation Bonds (2)	GEFA Notes Payable	Capital Leases	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2003	$ 5,381	$ -	$ 5,560	$ -	$ -	$ -	$ 10,941	0.00%	$ 590
2004	5,100	-	5,430	12,200	-	-	22,730	4.16%	1,194
2005	2,526	-	5,300	12,200	-	-	20,026	3.44%	1,015
2006	3,350	6,080	5,165	10,300	-	-	24,895	4.03%	1,206
2007	2,734	5,755	5,030	46,375	-	-	59,894	8.59%	2,788
2008	1,928	5,415	4,890	43,875	-	-	56,108	7.67%	2,550
2009	926	5,060	4,735	41,175	-	-	51,896	6.72%	2,301
2010	789	4,690	4,575	34,825	-	-	44,879	8.12%	2,010
2011	2,068	4,305	2,890	28,825	-	-	38,088	6.85%	1,696
2012	$ 1,132	$ -	$ 2,930	$ 22,525	$ -	$ -	26,587	3.66%	$ 1,186

Note: Details regarding the County's outstanding debt can be found in the Note 11 of the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics on Exhibit J-17 for personal income and population data.
(2) Premiums and discounts are not included in the General Obligation Bonds outstanding.

DAWSON COUNTY, GEORGIA
OTHER LONG-TERM LIABILITIES

Last Ten Fiscal Years
(amounts expressed in thousands)

	Governmental Activities			Business-Type Activities					
Fiscal Year	Landfill Closure/ Post-closure (2)	Compensated Absences	Total	Landfill Closure/ Post-closure	Compensated Absences	Total	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2003	$ -	$ 287	$ 287	$ 934	$ 11	$ 945	$ 1,232	0.24%	$ 66
2004	-	302	302	902	11	913	1,215	0.22%	64
2005	-	401	401	886	12	898	1,298	0.22%	66
2006	-	395	395	927	1	928	1,323	0.21%	64
2007	-	244	244	898	1	899	1,143	0.16%	53
2008	-	239	239	784	1	785	1,024	0.14%	47
2009	-	266	266	928	1	929	1,195	0.15%	53
2010	-	253	253	904	1	905	1,158	0.21%	52
2011	-	630	630	889	1	890	1,520	0.27%	68
2012	$ -	$ 671	$ 671	$ 871	$ 3	$ 874	$ 1,545	0.21%	$ 69

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
(1) See the Schedule of Demographic and Economic Statistics on Exhibit J-17 for personal income and population data.
(2) Landfill closure/postclosure costs were moved from the General fund to the Solid Waste Enterprise fund in 2004.

DAWSON COUNTY, GEORGIA
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	General Obligation Bonds	Less: Amounts Restricted to Repaying Principal	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2003	$ -	$ -	$ -	0.00%	$ -
2004	12,200	-	12,200	0.48%	641
2005	12,200	2,282	9,918	0.37%	503
2006	10,300	3,042	7,258	0.24%	352
2007	46,375	2,637	43,738	1.35%	2,036
2008	43,875	2,887	40,988	1.10%	1,863
2009	41,175	3,830	37,345	1.01%	1,656
2010	34,825	2,039	32,786	0.91%	1,468
2011	28,825	-	28,825	0.90%	1,283
2012	$ 22,525	$ -	$ 22,525	0.75%	$ 1,005

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
(1) See Exhibit J-7 for property value data.
(2) See Exhibit J-17 for population data.

DAWSON COUNTY, GEORGIA
Direct and Overlapping Governmental Activities Debt
General Obligation and Revenue Bonds
December 31, 2012
(amounts expressed in thousands)

Jurisdiction	*Debt Outstanding*	*Percentage Applicable to Government*	*Amount Applicable to Government*
Direct Debt			
General Obligation Debt	$ 22,525	100.00%	$ 22,525
Capital Leases	1,132	100.00%	1,132
Contract Payable - EWSA	2,930	100.00%	2,930
Total Direct	26,587		26,587
Overlapping General Obligation Debt:			
Dawson County School System	15,720	100.00%	15,720
City of Dawsonville	-	100.00%	-
Total Overlapping General Obligation Debt	15,720		15,720
Total	$ 42,307		$ 42,307

Sources: Assessed value data used to estimate applicable percentages provided by the State Department of Revenue. Debt outstanding provided by the County. See Exhibit J-11.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the county. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

DAWSON COUNTY, GEORGIA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(amounts expressed in thousands)

	FISCAL YEAR									
	2003	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**
Assessed value of property	$ 894,218	$ 1,106,334	$ 1,176,299	$ 1,314,741	$ 1,412,462	$ 1,690,122	$ 1,712,029	$ 1,680,045	$ 1,469,687	$ 1,265,905
Debt limit (10% of total assessed value)	89,422	110,633	117,630	131,474	141,246	169,012	171,203	168,004	146,969	126,591
Amount of Debt applicable to limit:										
General obligation bonds and contracts payable	5,560	17,630	17,500	15,465	51,405	48,765	45,910	39,400	31,715	25,455
Less: Resources restricted to paying principal	-	-	(2,282)	(3,042)	(2,637)	(2,887)	(3,830)	(2,039)	-	-
Total net debt applicable to limit	5,560	17,630	15,218	12,423	48,768	45,878	42,080	37,361	31,715	25,455
Legal debt margin	$ 83,862	$ 93,003	$ 102,412	$ 119,051	$ 92,478	$ 123,134	$ 129,123	$ 130,643	$ 115,254	$ 101,136
Total net debt applicable to the limit as a percentage of debt limit	6.22%	15.94%	12.94%	9.45%	34.53%	27.14%	24.58%	22.24%	21.58%	20.11%

DAWSON COUNTY, GEORGIA
PLEDGED REVENUE COVERAGE
Last Ten Fiscal Years
(amounts expressed in thousands)

Sales Tax Increment Bonds (1)

Fiscal Year	Sales Tax Increment	Debt Service Principal	Debt Service Interest	Coverage
2003	$ -	$ -	$ -	-
2004	-	-	-	-
2005	-	-	-	-
2006	6,005	1,900	380	2.63
2007	6,564	2,250	317	2.56
2008	5,816	2,500	1,197	1.57
2009	5,567	2,700	2,022	1.18
2010	5,314	3,500	1,861	0.99
2011	6,098	6,000	1,721	0.79
2012	$ 6,549	$ 6,300	$ 1,421	0.85

(1) Sales tax increment bonds are backed by the sales tax revenue produced by the sales tax rate in effect when the bonds were issued

Note: Details regarding the government's outstanding debt can be found in the notes to the financial statements.

DAWSON COUNTY, GEORGIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2003	$ 18,559	$ 506,271	$ 27,279	3.0%
2004	19,041	546,610	28,707	4.2%
2005	19,731	581,630	29,478	3.6%
2006	20,643	617,948	29,935	3.5%
2007	21,484	696,877	32,437	3.6%
2008	22,006	731,501	33,241	5.9%
2009	22,555	772,058	34,230	9.7%
2010	22,330	552,668	24,750	10.1%
2011	22,459	555,860	24,750	10.0%
2012	$ 22,422	$ 726,361	$ 32,395	7.7%

Data sources:
(1) US Bureau of the Census
(2) Amount expressed in thousands
(3) Federal Bureau of Economic Analysis (2009 not available, estimated based on Compound Annual Growth Rate for the period 2004 through 2008)
(4) State Department of Labor

DAWSON COUNTY, GEORGIA
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

	2012			2003		
Employer	**Employees**	**Rank**	**Percentage of Total County Employment**	**Employees**	**Rank**	**Percentage of Total County Employment**
Fashion Outlet of America, INC	1,411	1	12.38%	1,100	1	9.96%
Gold Creek Foods LLC	900	2	7.90%			
Dawson County Board of Education	415	3	3.64%	415	2	3.76%
Dawson County Board of Commissioners	278	4	2.44%			
Wal-Mart	243	5	2.13%	200	4	1.81%
Impulse Manufacturing, LLC	164	6	1.44%			
Kroger CO	147	7	1.29%	116	5	1.05%
The Home Depot	141	8	1.24%			
Sleeve CO INC	105	9	0.92%	80	9	0.72%
World Wide manufacturing CO, INC	88	10	0.77%	107	6	0.97%
Nordson Corporation				233	3	2.11%
Ingles Markets, INC				90	7	0.81%
Chestatee State Bank				80	10	0.72%
All other employers	7,505		65.85%	8,622		78.08%
Total	11,397		100.00%	11,043		100.00%

Source: Dawson County Chamber of Commerce

DAWSON COUNTY, GEORGIA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
Last Nine Fiscal Years

Function	2004	2005	2006	2007	2008	2009	2010	2011	2012
General government	32	33	35	52	58	51	41	34	34
Public safety									
Sheriff									
Officers	63	71	82	92	83	82	88	87	82
Civilians	11	13	18	18	26	27	28	22	24
Fire									
Firefighters and officers	35	35	41	44	43	43	42	42	51
Civilians	1	1	1	1	3	3	2	1	1
Court system	20	24	26	30	30	32	30	31	31
Public works	23	21	21	24	24	23	23	23	22
Health and welfare	9	9	9	9	9	9	9	9	9
Recreation and culture	8	8	9	10	10	12	12	13	12
Housing and development	-	-	-	-	-	-	-	9	10
Solid Waste	-	-	-	-	-	-	-	1	3
Water & Sewer	-	-	-	1	-	-	-	-	-
Total	202	215	242	281	286	282	275	272	278

Source: Dawson County Human Resources

Note: Information prior to 2004 is not available. A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

DAWSON COUNTY, GEORGIA
OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Sheriff										
Citations	-	-	2,115	2,694	2,323	2,809	1,986	1,477	1,469	1,114
Traffic Stops	-	-	7,057	8,738	9,254	14,708	13,649	10,467	9,645	9,838
Arrests	-	-	824	898	2,273	2,848	2,201	2,036	680	617
Emergency Services										
Fire calls answered	1,597	1,641	1,993	1,707	1,880	2,019	2,048	1,989	2,178	2,898
Fire Inspections	-	-	385	605	663	548	1,339	829	1,201	716
EMS Calls	1,727	1,778	2,043	1,959	2,103	2,279	2,282	2,243	2,340	2,889
Highways and streets										
Paved resurfacing (miles)	-	-	10.5	10.4	22.8	11.5	7.0	6.5	6.3	8.1
Transfer Station										
Refuse collected (tons/month)	-	-	216	N/A	108	150	201	345	571	700
Planning and Development										
Building permits	579	591	643	680	621	389	247	250	267	263
Recreation and Culture										
Spring sports participants (1)	688	809	1,096	1,170	1,039	1,208	1,205	1,117	1,442	1,251
Total sports participants (1)	-	-	-	2,011	2,299	2,597	2,813	2,787	2,940	2,537
Facility usage	-	-	-	475	592	2,858	2,486	2,391	2,855	2,858

Sources: Various County departments
Note: Information is not available for many years.

(1) Sports programs such as football and basketball were added during 2006 with the availability of additional facilities.

DAWSON COUNTY, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
Last Seven Fiscal Years

Function	2006	2007	2008	2009	2010	2011	2012
General government							
Undeveloped Land	1 parcel, 77.67 acres	1 parcel, 77.67 acres	1 parcel, 77.67 acres	2 parcels, 79.038 acres	2 parcels, 79.038 acres	2 parcels, 79.038 acres	2 parcels, 79.038 acres
Buildings	2	3	4	4	4	4	4
Vehicles	3	3	6	6	6	4	4
Public safety							
Buildings							
Sheriff Department	3	2	2	2	3	3	3
Emergency Services	5	5	6	6	6	7	7
Vehicles							
Fire/Pumper Trucks	10	10	10	14	14	15	15
Other Fire Dept. Vehicles	15	15	16	16	16	18	17
Ambulance/Rescue	10	10	12	12	12	7	7
Sheriffs Vehicles	57	60	72	75	80	84	81
Marshall's Vehicles			3	3	3	2	2
Equipment (1)	1	1	1	1	1	1	1
Court system							
Buildings	2	2	2	2	2	2	2
Vehicles	-	3	1	1	1	4	4
Public works							
Buildings							
Road Department	1	1	1	1	1	1	1
Facilities Management	1	1	1	1	1	1	1
Transfer Station	2	2	2	3	3	3	3
Fleet Maintenance	-	-	-	1	1	1	1
Vehicles							
Road Department	14	15	15	15	15	14	13
Facilities Management	2	2	2	2	2	8	8
Heavy Equipment							
Road Department	16	17	17	18	18	19	19
Transfer Station	1	-	-	2	2	3	3
Fleet Maintenance	-	-	-	1	1	1	1
Roads							
Total Miles Paved Roads	200	200	201	201	208	208	208
Total Miles Unpaved Roads	90	90	89	89	70	71	67
Health and welfare							
Buildings	1	1	1	1	1	1	1
Vehicles	2	2	2	2	2	4	4
Housing and development							
Buildings	1	1	1	1	1	1	1
Vehicles	8	8	7	7	7	9	9
Recreation and culture							
Park and Recreation							
Buildings/Site Improvements	14	14	14	14	15	13	14
Vehicles	5	6	5	5	5	3	3
Equipment	1	1	1	1	1	1	2
Child Care Center							
Buildings	1	1	1	1	1	1	1

Sources: Various county departments
Note: No data is available prior to 2006

(1) Fire Safety House (Mobile Trailer)



Part IV

Other Reporting Section

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Single Audit Section

This section contains reports required by OMB A-133 and grantor agencies.

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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*

Honorable Chairman and Members
of the Board of Commissioners
Dawson 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 Dawson County, Georgia, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise Dawson County, Georgia's basic financial statements and have issued our report thereon dated May 20, 2013. Our report includes a reference to other auditors who audited the financial statements of the Dawson County Health Department, a component unit of Dawson County, Georgia, as described in our report on Dawson County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Dawson 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 Dawson County's internal control. Accordingly, we do not express an opinion on the effectiveness of Dawson County'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 County's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 12-1 and 12-2 that we consider to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Dawson County, Georgia's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants 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.*

Dawson County, Georgia's Response to Findings

Dawson County, Georgia's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Dawson County, Georgia's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
May 20, 2013

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by OMB Circular A-133

Honorable Chairman and Members
of the Board of Commissioners
Dawson County, Georgia

Report on Compliance for Each Major Federal Program

We have audited Dawson 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 Dawson County's major federal programs for the year ended December 31, 2012. Dawson County'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 each of its major federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Dawson County, Georgia's major 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 Dawson County'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 on Dawson County, Georgia's compliance.

Opinion on Each Major Federal Program

In our opinion, Dawson 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 programs for the year ended December 31, 2012.

Report on Internal Control over Compliance

Management of Dawson 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 Dawson County'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 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 Dawson County'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 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.

Purpose of this Report

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.

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
May 20, 2013

DAWSON COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2012

Federal Grant/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Number	Expenditures
Department of the Agriculture			
Schools and Roads - Grants to States	10.665	N/A	$ 4,507
Department of the Defense			
Payments to States in Lieu of Real Estate Taxes	12.112	N/A	12,600
Department of the Interior			
Passed through the Georgia Department of Natural Resources:			
Outdoor Recreation_Acquisition, Development and Planning	15.916	13-00923	41,894
Department of Justice			
Passed through the Criminal Justice Coordinating Council:			
Juvenile Accountability Block Grants	16.523	JB-09ST-0004	6,593
Edward Byrne Memorial Formula Grant Program	16.738	B11-8-006	56,874
		B11-8-038	40,213
			97,087
Violence Against Women Formula Grants	16.588	N/A	40,202
Bulletproof Vest Partnership Program	16.607	N/A	1,515
Total Department of Justice			145,397
Department of Transportation			
Passed through the Georgia Department of Transportation:			
Highway Planning and Construction	20.205	CSTEE-009-00(022)	27,686
Formula Grants for Other Than Urbanized Areas	20.509	GA-18-4032 / T003808	46,926
		GA-18-4033 / T004262	48,181
			95,107
Passed through the Georgia Department of Health and Human Services:			
New Freedom Program	20.521	42700-362-0000013111	33,692
Total Department of Transportation			156,485

DAWSON COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2012

Federal Grant/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Number	Expenditures
Department of Health and Human Services			
Aging Cluster of Programs:			
Passed through the Georgia Department of Health and Human Services:			
Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	42700-362-0000013111	$ 1,543
Passed through the Georgia Department of Community Health:			
Title III, Part C, Nutrition Services	93.045	300036748-C	8,232
Passed through Legacy Link, Inc.:			
Title III, Part C, Nutrition Services	93.045	42700-373-000000-8253	40,728
Nutrition Services Incentive Program	93.053	42700-373-0000012600	29,349
			70,077
Total Aging Cluster Programs			79,852
Social Services Block Grant			
Passed through Legacy Link, Inc.	93.667	42700-373-000000-8253	9,222
Passed through the Georgia Department of Health and Human Services	93.667	42700-362-0000008736	29,740
		42700-362-0000013111	3,819
			42,781
Passed through Georgia Department of Behavioral Health and Development: Block Grants for Prevention and Treatment of Substance Abuse	93.959	441-00-0026-0000014894	142,586
Total Department of Health and Human Services			265,219
Department of Homeland Security			
Passed through the Georgia Emergency Management Agency (GEMA):			
Hazard Mitigation Grant	97.039	HMGP-1858-0029	5,103
Emergency Management Performance Grants	97.042	2012-EP-00051-SO1	6,154
Citizen Corps	97.053	GAN 2010-SS-TO-0034	3,633
		GAN 2011-SS-00081-S01	1,808
			5,441
Total Department of Homeland Security			16,698
Total Federal Awards			$ 642,800

See accompanying notes to the schedule of expenditures of federal awards and the schedule of findings and questioned costs.

DAWSON COUNTY, GEORGIA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
December 31, 2012

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Dawson County, Georgia, under programs for the federal government for the year ended December 31, 2012. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because this schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net assets or cash flows of the County.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the 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. Pass-through entity identifying numbers are presented where available.

DAWSON COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended December 31, 2012

1. Summary of the Auditor's Results

A. Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	None reported
Significant deficiencies identified not considered material weaknesses?	Yes
Noncompliance material to financial statements noted?	None reported

B. Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	None reported
Significant deficiencies identified not considered material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?	None reported

Identification of major programs:

16.738	Edward Byrne Memorial Formula Grant Program
20.509	Formula Grants for Other than Urbanized Areas
93.959	Block Grants for Prevention and Treatment of Substance Abuse

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

2. Financial Statement Findings and Responses

12-1

Condition: While performing audit procedures at the Probate Court, we noted instances where deposits were not made timely. Receipts were held for seven or more days before depositing in 7 of 25 (24%) receipts tested.

Criteria: Proper internal controls require that cash receipts be deposited and transactions recorded in a timely manner.

Effect: Failure to deposit cash receipts in a timely manner exposes the County to a greater risk of loss due to fraud.

Recommendation: At a minimum, deposits should be made weekly.

Management Response: Management concurs with this finding. The Probate Judge will make weekly deposits. This action was taken immediately upon receipt of the comment from the auditors.

12-2

Condition: While performing audit procedures at the Tax Commissioner's Office, we noted that vehicle tax back-outs do not have the original supporting documentation retained to explain the reason for the adjustment and to show proper review and authorization.

Criteria: Proper internal controls require that all transactions be properly supported by appropriate documentation.

Effect: Failure to maintain proper supporting documentation for vehicle tax back-outs subjects the assets of the County to greater risk of misappropriation.

Recommendation: Original supporting documentation should be retained for all back-outs documenting the reason for the adjustment.

Management Response: Management concurs with this finding. The Tax Commissioner will retain original supporting documentation with justification and approval of all back-outs. This action was taken immediately upon receipt of the comment from the auditors.

3. Prior Year Audit Findings Follow-Ups

11-1

Condition: The 2010 financial statements were restated for the Governmental Activities due to an incorrect calculation of the liability for compensated absences. The County allows employees to accrue sick leave as well as vacation leave that would be compensated upon separation. In prior years, only vacation leave had been accrued. The 2010 financial statements were also restated to decrease accounts receivable for fines that are no longer being reported. Fines are not susceptible to accrual because generally they are not measurable until received.

Compensated absences were correctly calculated in 2012.

4. Federal Award Findings and Questioned Costs

None reported

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State Reporting Section

This section contains additional reports required by the State of Georgia.

DAWSON COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX
For the year ended December 31, 2012

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Year	Current Year	Total
SPLOST #3 - Commenced January 1, 2000					
Library	$ 3,000,000	$ 3,673,404	$ 3,673,404	$ -	$ 3,673,404
Infrastructure (Sewer improvements)	4,500,000	4,659,995	4,659,995	-	4,659,995
County Buildings	1,500,000	750,229	750,229	-	750,229
Park	4,000,000	5,148,776	5,148,776	-	5,148,776
Roads and Bridges	5,000,000	5,001,761	5,001,761	-	5,001,761
	$ 18,000,000	$ 19,234,165	$ 19,234,165	$ -	$ 19,234,165
SPLOST #4 - Commenced January 1, 2005					
Jail Construction	$ 11,500,000	$ 19,433,679	$ 19,433,679	$ -	$ 19,433,679
Rock Creek Recreation Center	2,500,000	2,372,559	2,372,559		2,372,559
Emergency Services Projects	3,000,000	4,244,834	4,192,952	51,882	4,244,834
Administrative Facility Building & Land	2,000,000	1,915,196	1,915,196		1,915,196
Roads and Bridges	5,500,000	7,109,108	5,987,852	1,121,256	7,109,108
	$ 24,500,000	$ 35,075,376	$ 33,902,238	$ 1,173,138	$ 35,075,376
SPLOST #5 - Commenced July 1, 2009					
LEVEL 1 COUNTY PROJECTS					
Courthouse and Administration Building	$ 50,000,000	$ 30,000,000	$ 13,543,457	$ 6,505,926	$ 20,049,383
Sheriff's Office	12,500,000	12,500,000	-	-	-
LEVEL 2 COUNTY PROJECTS					-
Roads, Streets, and Bridges	10,000,000	-	-	-	-
Recreational Facilities	5,000,000	-	-	-	-
Sewer Facilities	2,500,000	-	-	-	-
Library Facilities	3,000,000	-	-	-	-
Public Safety Facilities	3,900,000	-	-	-	-
Public Safety Equipment	500,000	-	-	-	-
					-
Subtotal All County Projects	87,400,000	42,500,000	13,543,457	6,505,926	20,049,383
CITY PROJECTS [(1)]					
Roads, Streets, Bridges and Sidewalks	2,110,000	-	-	-	-
Water and Sewer	2,000,000	-	-	-	-
Recreation	50,000	-	-	-	-
Subtotal All City Projects	4,160,000	-	-	-	-
Total All Projects	$ 91,560,000	$ 42,500,000	$ 13,543,457	$ 6,505,926	$ 20,049,383

(1) The County remits the tax collected to the City who is responsible for reporting on the expenditures in accordance with OCGA 48-8-121.

Current year expenditures per SPLOST schedules	$ 7,679,064
Intergovernmental reimbursements	236,558
Contributions	38,665
Other revenues	20,000
Total expenditures reported in financial statements	$ 7,974,287