

Comprehensive Annual Financial Report

Year Ended December 31, 2009

Jackson County, Georgia

Prepared by:
The Office of Financial Administration





Restoration of the Historic 1879 Courthouse located on North Avenue in downtown Jefferson.

The original monument dedicated to General James Jackson reads:
James Jackson
Lawyer, Patriot, hero of the American Revolution, General of Georgia Militia, Congressman, Twice Governor, Twice U.S. Senator, Author of the 1788 State Constitution, Designer of the State Seal, and "Prince of Duelist."

"If you cut my heart out, you will find Georgia engraved on it."
-James Jackson



JACKSON COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED December 31, 2009

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JACKSON COUNTY
BOARD OF COMMISSIONERS

67 ATHENS STREET • JEFFERSON, GEORGIA 30549 • 706-367-6312

Hunter Bicknell
Chairman

Tom Crow
District 1

Chas Hardy
District 2

Bruce Yates
District 3

Dwain Smith
District 4

June 21, 2010

The Honorable Hunter Bicknell, Chairman,
Members of the Board of Commissioners, and
The Citizens of Jackson County Georgia

The Official Code of Georgia as Amended (OCGA) requires that county governments publish, within six months of the end of each of their fiscal years, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of Jackson County, Georgia (the "County") for the fiscal year ended December 31, 2009.

This report consists of management's representation concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and responsibility of all the information presented in this CAFR. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the costs of internal controls should *not* outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this CAFR is complete and reliable in all material respects.

The County's financial statements have been audited by Bates Carter & Co., LLP a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2009 are free from material misstatement. The independent audit involved 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 that the County's financial statements for the fiscal year ended December 31, 2009, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this CAFR.

As a recipient of federal and state financial assistance, the County is also responsible for ensuring that adequate internal controls are in place to assure compliance with applicable laws and regulations related to those programs. Thus internal controls are subject to periodic evaluation by management.

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. In 2003, the County adopted the new reporting model required by GASB Statement No. 34 (GASB # 34). As part of the requirements contained in GASB # 34, management is to present a narrative introduction, overview and analysis to accompany the basic financial statements in the form of *Management's Discussion and Analysis* (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County's MD&A is found directly following the independent auditor's opinion in the financial section of this CAFR.

Geographical and Economic Profile of the County

Jackson County is located on the upper fringes of the Piedmont Plateau in northeastern Georgia. The City of Jefferson serves as the County Seat, and is located approximately five miles off of U.S. Interstate Highway 85 (I-85). I-85 runs from southwest to northeast from Montgomery, Alabama to its confluence with I-95 in Richmond, Virginia. The City of Atlanta is less than one hour's travel time along I-85 from most sections of the County. Jefferson is about 20 miles from Athens, which is the home of the state's flagship institution of higher learning, the University of Georgia.

With the close proximity of I-85, and other major highways and railways, the County has become home to several large warehousing and manufacturing facilities and continues to attract quality economic development because of the location and available workforce. Among these businesses are Haverty's Furniture near Braselton, Toyota Industries of North America and Denso Corporation facilities near Pendergrass, and The Kubota Corporation near Jefferson. The City of Commerce has several major retail outlet malls along the I-85 corridor which provide employment and sales tax revenues to the County. U.S. Highway 441, which runs north and south from Knoxville, Tennessee to the state of Florida, also runs through Commerce, giving it ready access from virtually any point within the four-state area of Tennessee, North Carolina, South Carolina and Georgia. Commerce is served by the Norfolk Southern and CSX rail lines.

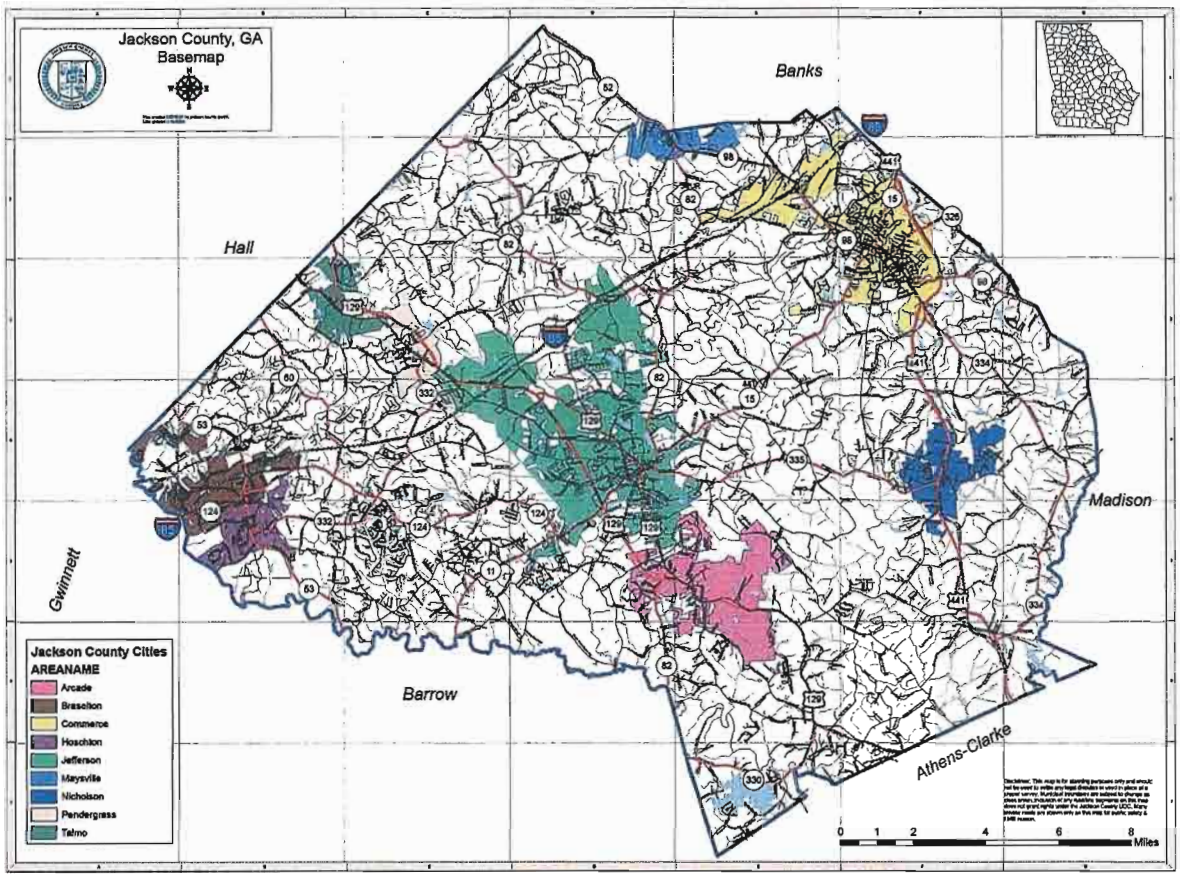
Despite the downturn in the economy, Jackson County is well positioned for economic growth. Recently there have been several new construction and expansion of industrial projects in the county. The Aldi Corporation recently began construction of a $40 million distribution center. The Roper Pump Company announced an expansion worth $3 million. The Louisiana-Pacific building that closed last year now has a contract to sell the facility for unknown millions and the company will invest an additional $23 million in the facility. Additionally, existing distribution centers will become home to more major national and international companies within the next year such as Safelite Auto Glass in Braselton. There are signs that the economic outlook for 2010 for industrial development is good. During the first quarter of 2010 the county responded to several more potential economic development projects. Retail growth has been slow for Jackson County but the county did see some new retail establishments open last year. Most of them were small businesses not associated with major chains.

Jackson County has also continued to sustain many of its locally-owned and national chain restaurants throughout 2009. Although there were a number of business closings and layoffs

in the past year, Jackson County still saw positive growth in terms of population and business. This trend is expected to continue in 2010.

Due to the overall prosperity of business and industry the County was listed by the U.S. Census Bureau in 2010 as the 22nd fastest-growing county in the United States for the period of July 1, 2000 – June 30, 2009 with a total population of 62,472 and growth rate of 52.8%. Jackson County also ranks as the 6th fastest-growing county in Georgia. Despite this growth, the County has managed to balance a rural atmosphere with the suburban character of business and residential developments. Land use studies show the County's area is about 40% commercial, 40% residential and 20% agricultural. The County has been able to avoid some of the pitfalls of rapid growth through wise planning and management of its resources, although the fallout from the home building bust has left many subdivision developments incomplete. However, there continues to be constant and growing demands for additional County services, the County school system, as well as the City school systems of Commerce and Jefferson, which are acutely feeling the pains of growth.

The Jackson County Airport has now been upgraded to a Category Two Airport Facility to accommodate corporate and general aviation traffic as a boost to economic development. Construction has been completed on the main runway extension to 5,000 feet, which enables most corporate and private aircraft to use the facility. The runway extension project was completed in late 2009. The Airport is less than five miles off of I-85 and is located near Jefferson. In addition, Atlanta's Hartsfield-Jackson International Airport, which serves virtually all major U.S. and international airlines, is within 1½ hours of the County.



Jackson County, Georgia

Municipalities of the County

The County has nine incorporated municipalities, which compose approximately 41% of the County's population according to 2007 U.S Census estimates. The municipalities are Commerce (6,394), Jefferson (7,911), Arcade (1,951), Nicholson (2,060), Hoschton (1,612), Braselton (part) (5,565), Maysville (part) (1,663), Talmo (605) and Pendergrass (642). Parts of the Town of Braselton are located in four different counties, while parts of the City of Maysville are located in both Jackson and Banks Counties. The City of Commerce provides full municipal services including electricity, gas, fire, water and sewerage.

School Systems

The County has a county-wide school system as well as two city school systems. The Jackson County School System operates elementary and middle schools in various parts of the County, and two high schools, the Jackson County Comprehensive High School and the East Jackson High School. The Commerce City School System and the Jefferson City School System are operated as component units of their respective municipalities. The Jackson County School System is fiscally independent of the County BOC and, consequently, its financial statements are separately issued and are not included within the County's financial statements.

Form of Government

The County operates under the commission/manager form of government. Four members of the Board of Commissioners (BOC) are elected from geographically distinct, single-member districts, while the chairman is elected at-large county-wide. The members serve four-year staggered terms. The BOC hires a county manager to serve as the administrative head of the county government. The manager in turn hires department heads and managers to implement BOC policies and to operate the various functions of county government.

Every four years citizens of the County elect persons to serve the constitutional offices of sheriff, clerk of superior court, tax commissioner, and probate court judge. Other elected officials include the magistrate court judge, solicitor general, district attorney, superior court judges and the state court judge.

County Services

The County provides a full range of services including law enforcement; construction and maintenance of highways, streets, bridges and other infrastructure; emergency services; recreational and cultural activities, limited transportation, and solid waste disposal. Fire protection (outside the municipalities which have full-time fire departments) is provided by nine volunteer fire departments which levy property taxes within their districts to fund their operations. Water and sewer services outside of the municipalities (which offer such services) are provided by a legally separate Water and Sewer Authority which has been included as a component unit in the County's financial statements. The County is also financially accountable for a legally separate Health Department and a legally separate Airport Authority, both of which are reported as component units of the County. Additional information on these component units may be found in Note 1 in the notes to the financial statements.

Financial and Budgetary Matters

The County maintains budgetary controls to ensure compliance with state law. The level of budgetary control is at the department/fund level, i.e., expenditures may not exceed the total for any department within a fund. Transfers of appropriations within a department shall require only approval of the Finance Director. Transfers between or among departments or funds or an increase in the overall appropriation for a department or fund shall require the approval of the BOC in accordance with the enabling legislation. Department heads and management personnel are directed to operate within budgetary limits to avoid "emergency" situations which would require supplementary appropriations.

Annual budgets are adopted on a basis consistent with GAAP for the general, special revenue funds, and debt service fund, and are integrated into the general ledgers of such funds. Project length budgets are adopted for Capital Projects Funds. The County's proprietary fund, the Solid Waste Fund, is budgeted for management and control purposes. No budget is prepared for the Mayfield Treatment Plant Proprietary Fund. Departments prepare, in conjunction with the Finance Department, revenue and expenditure estimates, as well as capital needs. These budget requests are then reviewed by the BOC and the proposed budgets are presented at a public hearing as required by state law.

Capital Projects Recently Completed and for the Future

On March 15, 2005, the voters of Jackson County approved the continuation of a six-year Special Purpose Local Option Sales Tax (SPLOST). The special purpose tax was imposed July 1, 2005 and will expire June 30, 2011. It is anticipated that the tax will yield approximately $51,000,000 over the six-year period. The Special Purpose Local Option Sales Tax (SPLOST) was passed, in part, to pay for the construction of a new County Jail and to complete the construction of new Health Department Facilities in the City of Commerce.

Jail Project

The development of a new $33 million jail facility is complete. Construction was performed by New South Construction and its progress was on schedule. The facility as designed includes a combination of direct and indirect supervision housing units in a podular design to accommodate up to 424 general population inmates, with capability to segregate the following classifications: Maximum Security Male, Medium Security Male, Minimum Security Male, Female (all classifications), Administrative and Disciplinary Segregation.

Funds for this project were included in the new Special Purpose Local Option Sales Tax (SPLOST). The 125,000 square foot jail project was completed in August of 2009. However, full staffing of the new jail was postponed until FY 2010. Some hiring for training, transition, and acclimation occurred in August, 2009 as the jail construction came to a close when the Sheriff's Department administration division moved into the new facility. Shortly thereafter in early October, 2009, the inmates and all remaining jail operations were incorporated into the new facility.

Renovation of Historic Courthouse

The Board of Commissioners has appropriated $2,000,000 for the restoration and renovation of the Historic Jackson County Courthouse that was constructed in 1879. Primary funding for this project comes from the issuance of 2007 Series "A" Revenue Bonds. Repayment of principle and interest on these bonds is to be paid through the Debt Service Fund.

A committee of Jackson County citizens has been appointed by the Board to assist with the restoration effort. At the end of 2009, exterior construction was well under way and is now almost completed. Barker, Cunningham, Barrington, PC Architects was hired to prepare the restoration/renovation plans for the exterior of the Historic Courthouse. By late spring of 2010, the external restoration should be nearing completion and work on the interior will begin.

Public Safety Training Facility

This project was financed with Special Purpose Local Option Sales Tax (SPLOST) funds and local funds. Phase two of a multi-phase, eight-acre public safety training center began with a groundbreaking on August 6, 2008. This project includes a Burn Building, a pumper test station and various training facilities to support other emergency services operations, including the Sheriff's Office, EMA, E-911 and Rescue. This project will support all 12 Fire Units in the county and will be rented out to any other fire departments needing this valuable

training area. The project was completed for $5.4 million and occupied in September, 2009. In a cost-saving measure, during construction, the Board voted to scale back the driving area paving instead using a gravel surface saving approximately $380,000.

Transfer Station Facility

The Board of Commissioners authorized $1.4 million for design and construction of a new solid waste facility. The new facility will replace the existing one. A master plan has been created for the site to allow future expansion for a recycling center. Currently, construction includes a new scale house and transfer station to replace the previous structure which was in a state disrepair. Work began on this facility complex in the summer of 2009 and is due for completion in the late summer of 2010.

East Jackson Sports Complex

The East Jackson Sports Complex is located on 37 acres of land in Nicholson. The park opened in the spring of 2009. The Sports Complex features four baseball fields, a refreshment center, and spectator seating. In July, 2009 the park was home to the Dizzy Dean World Series drawing participants and fans from across the country.

Other Notable Initiatives Within the County

- Issuer Credit Rating: Standard and Poor's reviewed the Issuer Credit Rating for Jackson County, Georgia and upgraded its rating to "AA-" from "A+" rating and stable outlook for the county. Moody's Investors Service assigned Jackson County's Industrial Development Authority an "A1" rating on its Series 2009 Bonds that were to refund $25.05 million of the Series 2008 Economic Development Bonds.

- Hoschton Park: A new outdoor sports recreation complex is currently being developed near downtown Hoschton behind what used to be a baseball/softball field at the primary school. This new park will contain new baseball and softball diamonds along with soccer fields and concessions/restroom facilities.

- On-line Registration: On-line registration for Jackson County Parks and Recreation sports activities was started in 2006. The web address for this is www.activenet4.active.com/jacksoncntyparksandrec. The ability to register on-line for the use of rentals at Hurricane Shoals and Sell's Mill Parks was phased in during 2007 and East Jackson Park came online in early 2009. The registration system has been updated in 2008 and usage has greatly increased throughout 2009.

- Information Technology: The Information Technology Department has completed an integrated computer intranet system. The purpose of this system is to provide high-speed reliable communications throughout all county offices. This will improve citizen services and provide a very wide bandwidth of capacity in order to move regular data, photographic data, and telephone services. Additionally, the network provides significantly higher levels of security and

protection to governmental data and high security files and mail lists. In 2009, this infrastructure was expanded to the Public Safety facilities including integration with the new Jail and Fire Training Facility.

- Roads Paved: There were over 22.86 miles of roads resurfaced in FY 2008 and in FY 2009 the department resurfaced 7.2 miles of roadway. For FY 2010 the department anticipated resurfacing approximately 12 miles of roadway. Currently, the county has 582 miles of road, 445 paved miles and 137 gravel miles. The county continues an aggressive road-paving program utilizing a combination of State aid (when available) and SPLOST funds.

- Jackson County Airport: Received an AIRGeorgia grant for $1,615,940 to complete a 5,000 foot runway expansion in order to accommodate larger aircraft such as corporate jets. This $4.1 million project is imperative to sustain economic viability for Jackson, Banks, and Madison Counties in the Northeast Georgia Region as corporate businesses are seeking out this area for their facilities. Plans have also been readied for the addition of parallel taxiway that is essential for improving safety during takeoff and landings. The runway expansion was completed in September, 2009 where it hosted its first corporate jet customer on opening day.

- Correctional Institute: The Board of Commissioners voted in May, 2009 to lease the IW Davis Detention Facility from the Georgia Department of Corrections for 20 years at $33,440 per year. The building had various renovation improvements and equipment updates performed before the Senior Center temporarily moved in while their building underwent expansion. The Correctional Institute will completely move into the IW Davis building in the spring of 2010 giving them a much more updated and safer environment to work and house inmates.

- Senior Center: Received a $500,000 CDBG grant notification from Governor Sonny Perdue on August 15, 2008. These funds will be used to expand the current Senior Center to accommodate the growth and demand for service. Work began on the expansion in the summer of 2009 with a completion date set in the spring of 2010. The Senior Center was temporarily moved to the newly renovated IW Davis detention facility, which will later be used as the new Correctional Institute.

- Business Personal Property Tax Verification Program: Jackson County has continued to find success in continuance of its contracted business personal property verification program whereby various businesses throughout the county are audited for compliance and proper reporting of personal property. The results of this program have benefitted all governments within Jackson County with more taxable revenue. However, only the Jackson County BOC had been paying the full amount of this contracted service. In 2009, the County along with the Boards of Education and various cities agreed to share in the cost of the program.

- Sheriff's Department: The Jackson County Sheriff's Department began retrofitting patrol cars in 2009 with a propane conversion system primarily funded through a U.S. Department of Justice grant with the intentions of providing for greater energy efficiency and a cleaner-burning fuel. Once fully implemented for FY2010 it is estimated to save the department approximately $225,000 or 50% of the 2009 fuel budget.

- ARC Grant: An award from the Appalachian Regional Commission in the amount of $149,725 was made to Jackson County to provide space for Lanier Technical College to maintain higher education opportunities within Jackson County. This award was used for renovations for classroom space.

Debt Management

On August 1, 2007, Jackson County entered into a contract with the City of Jefferson Public Building Authority to fund repayment of an issue of $40,595,000 of Series 2007A bonds with a discount and issuance cost of $645,564 which mature March 1, 2037, and bear interest at rates from 3.875% to 5%. These bonds were issued using the City of Jefferson's Public Building Authority as a financing vehicle to fund construction of a $33,000,000 jail, a $4,000,000 public safety training facility, a $2,000,000 historic courthouse renovation, and placement of $1,000,000 in debt service reserves. A portion of the debt service related to these projects will be funded through the Special Purpose Local Option Sales Tax (SPLOST).

During 2008, the County entered into a contract with the Jackson County Industrial Development Authority to fund repayment of an issue of $45,000,000 in economic development bonds with an interest rate of 4.435%. These bonds were issued to further the joint economic development initiative of the Jackson County Industrial Development Authority and Board of Commissioners that was begun in 2004. The County expects to receive a dividend by continuing to invest in infrastructure that will attract quality commercial/industrial development. Thus, maintaining a balanced tax base that is not too top heavy with residential development. This dividend will result in continuing to provide quality government services with sustainable millage rates.

In 2009, the Board of Commissioners voted to restructure the Series 2008 Economic Development Bonds by paying down $5,000,000 in principal, taking advantage of a slightly reduced interest rate, reducing the maturity by four years, and front-loading the savings into FY 2010. The total savings for the restructuring amounts to $1,128,712 for FY 2010. Moreover, the refunding occurred in two series of bonds, Series 2009A in the amount of $25,050,000 closed on November 12, 2009 and Series 2009B in the amount of $15,880,000 to be closed on January 11, 2010.

Awards, Accomplishments and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its CAFR for the fiscal year ended December 31, 2008. This was the eighth consecutive year that the County has received this prestigious award. In order to be awarded the Certificate of Achievement, the County must publish an easily readable and efficiently organized CAFR which satisfies both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that this CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another Certificate of Achievement for the fiscal year ended December 31, 2009.

In addition, the County also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the fiscal year beginning January 1, 2009. In order to qualify for the Distinguished Budget Presentation Award, the County must publish a budget document that meets program criteria as a policy document, as a financial plan, as an operations guide, and as a communications device. The County has received the Distinguished Budget Presentation Award for the budget years beginning January 1, 2002 through January 1, 2009.

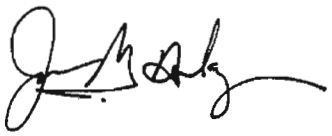
The preparation, design and publication of this CAFR represents a significant cooperative effort between the County's Finance Department and its independent auditor, Bates Carter and Co., LLP, CPA's. A special thanks goes to the various County departments and their directors for their assistance and their cooperation in contributing to the preparation of this CAFR. We would be remiss in our duty if we did not recognize the professional efforts of the Finance Department staff, without their dedication and untiring efforts, the compilation of the CAFR would not have been possible.

Finally, and certainly not least, we wish to thank the members of the Board of Commissioners for their unfailing support for maintaining the highest professional expectations for the reports we produce, and for their continued support and direction in conducting the fiscal affairs of the County in a progressive and responsible manner.

Respectfully submitted,



Darrell Hampton
County Manager



John G. Hulsey
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Jackson County Georgia

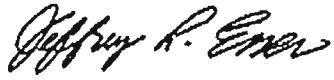
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2008

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.





President



Executive Director



GOVERNMENT FINANCE OFFICERS ASSOCIATION

Distinguished Budget Presentation Award

PRESENTED TO

Jackson County

Georgia

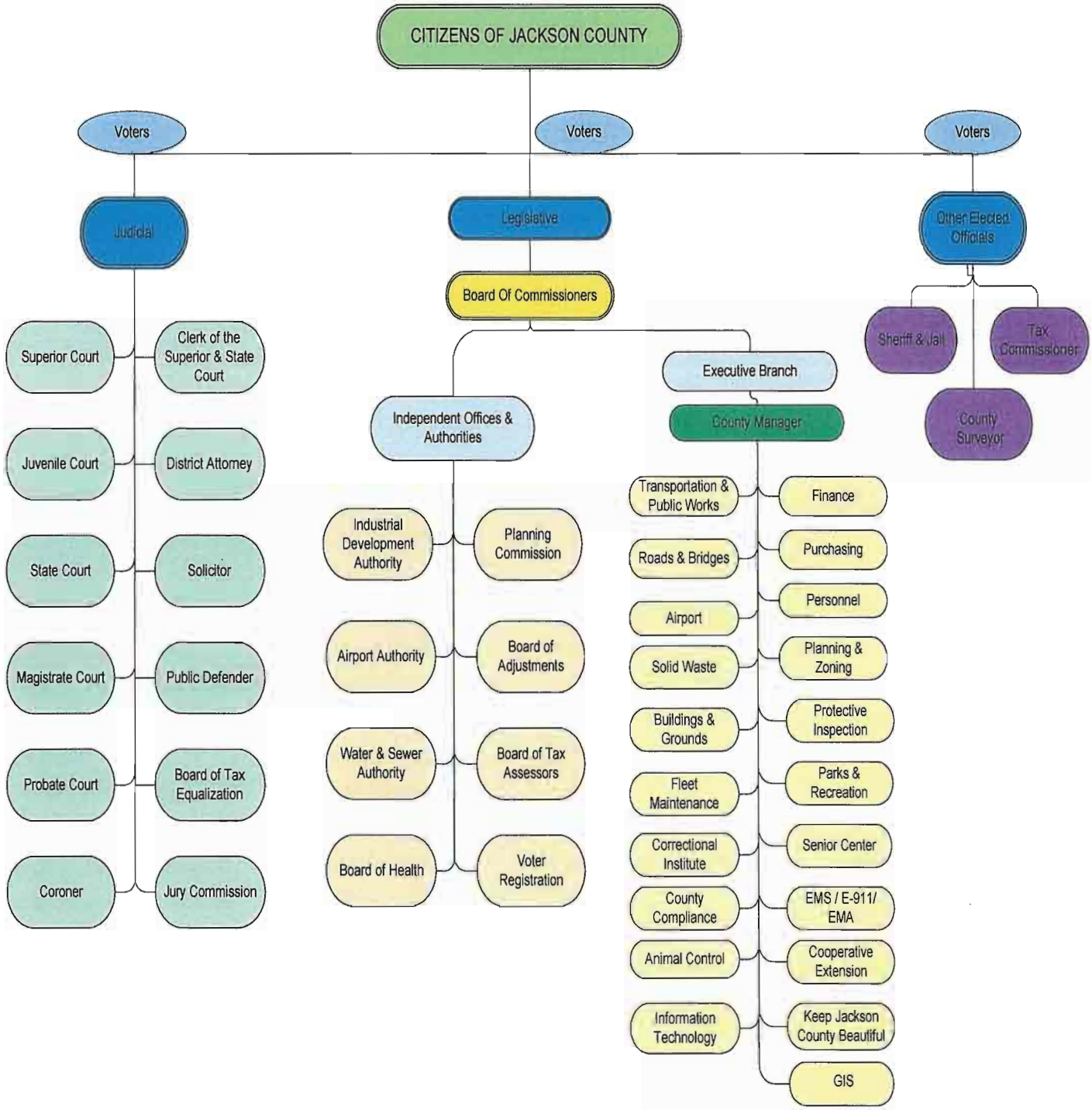
For the Fiscal Year Beginning

January 1, 2009

President

Executive Director

Jackson County Organizational Chart



JACKSON
County

Officials of
Jackson County

BOARD OF COMMISSIONERS

COMMISSIONER	TERM
Hunter Bicknell – Chairperson	January 2009 – December 2012
Thomas Crow – District 1	January 2009 – December 2012
Chas Hardy – District 2	January 2009 – December 2012
Bruce Yates – District 3	January 2007 – December 2010
Dwain Smith – District 4	January 2007 – December 2010

ADMINISTRATION

Darrell Hampton – County Manager

DEPARTMENT DIRECTORS

John Hulsey	**Finance**
Melanie Thomas	**Human Resources**
Len Bernat	**Purchasing**
Justin King	**Information Technology**
Ricky Sanders	**Parks & Recreation**
Gina Mitsdarffer	**Public Development**
Joel Logan	**GIS**
Steve Nichols	**Public Safety**
Cathy Johnson	**Chief Tax Assessor**
Tom Page	**Solid Waste**
Larry Guthrie	**Road Superintendent**
Johnny Weaver	**Correctional Institute**
Eugene Brogan	**Code Compliance**
Marty Rubio	**Maintenance Superintendent**
Donna Seagraves	**Public Defender**
Shirley Smith	**Senior Center**

JUDICIAL & OTHER ELECTED OFFICIALS

Camie Thomas	**Clerk of Court**
Brad Smith	**District Attorney**
Billy Chandler	**Magistrate Court Judge**
Margaret Deadwyler	**Probate Court Judge**
Stan Evans	**Sheriff**
Donald Moore	**Solicitor General**
Jerry Gray	**State Court Judge**
David Motes	**Superior Court Judge**
Penn McWhorter	***Superior Court Judge Emeritus***
Currie Mingledorff II	**Superior Court Judge**
Joseph Booth	**Superior Court Judge**
Don Elrod	**Tax Commissioner**
Keith Whitfield	**Coroner**

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INDEPENDENT AUDITORS' REPORT

June 21, 2010

Board of Commissioners
JACKSON COUNTY, GEORGIA
Jefferson, 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 JACKSON COUNTY, GEORGIA, as of, and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Board of Commissioners of JACKSON COUNTY, GEORGIA. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Jackson County Health Department, a component unit of the County, as of and for the year then ended December 31, 2009, which statements reflect total assets of $597,533 as of December 31, 2009, and total revenues of $971,639, for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us and our opinion on the basic financial statements, insofar as it relates to the amounts included for the Jackson County Health Department, is based on the report of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of JACKSON COUNTY, GEORGIA, as of December 31, 2009, and the respective changes in financial position, and where applicable, cash flows, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

525 Candler Street, NE | P.O. Drawer 2396 | Gainesville, GA 30503
p: 770.532.9131 f: 770.536.5223 e: cpa@batescarter.com

J. Ronald Bracewell, Jr., C.P.A., A.B.V. | Kristi L. Griffin, C.P.A. | Elizabeth B. Grimes, C.P.A. | Russell D. Hopkins, C.P.A.
Randall W. Jessup, C.P.A. | John M. Nix, C.P.A., C.S.P.M. | Duane B. Schlereth, C.P.A.

As discussed in note 5 to the financial statements, the County has adopted the composite method to calculate depreciation expense for road infrastructure assets.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 21, 2010, on our consideration of JACKSON COUNTY, GEORGIA's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulation, contracts, grants, agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*, and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis, Schedule of Pension Funding Progress, Schedule of Other Post-Retirement Benefits Funding Progress, and the Budgetary Comparison Schedule-General Fund are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively compromise JACKSON COUNTY, GEORGIA's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, supplemental budgetary comparison schedules and statistical tables 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 basic financial statements of JACKSON COUNTY, GEORGIA. The combining and individual nonmajor fund financial statements, supplemental budgetary comparison schedules, and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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

Bates, Carter + Co, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Jackson County's Comprehensive Annual Financial Report provides readers with a narrative overview and analysis of the financial activities of Jackson County Government for the fiscal year that ended on December 31, 2009. We encourage readers to consider the information presented here in conjunction with the letter of transmittal at the front of this report, and the County's basic financial statements and notes to the financial statements, to enhance their understanding of the activities and financial health of Jackson County.

Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts. It should be read in conjunction with the Letter of Transmittal and the Basic Financial Statements.

FINANCIAL HIGHLIGHTS

The assets of Jackson County Government's Governmental Activities and Business Type Activities exceeded its liabilities at the close of the most recent fiscal year by $112.90 million. Of this amount, $8.94 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.

The primary government's total net assets decreased by $(2.60) million during 2009. Governmental activities' net assets decreased $(2.72) million during 2009. This is, in part, attributable to depreciation expense that is greater than donated assets, accrued interest expense and amortization of bond issuance costs. Additionally, business-type activities' net assets increased by $0.12 million during 2009. This is due to transferring amounts from the general fund to cover anticipated depreciation expense for the new transfer station. However, the transfer station project was still in progress at the end of the fiscal year and thus not yet placed in service.

As of the close of the current fiscal year, the primary government's governmental funds reported combined ending fund balances of $52.04 million, an decrease of $(25.00) million in comparison with 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.

Additionally, the county refunded a portion of the IDA 2008 Economic Development Bonds and as a result reduced the amount of principal by $4.3M. Moreover, the principal reduction resulted in a decline in the fund balance for the capital projects fund. Approximately 14.60% of the combined funds balances, $7.6 million, is considered unreserved and is available for spending at the government's discretion (unreserved fund balance).

At the end of the current fiscal year, unreserved fund balance for the general fund was $7.64 million or 30.25% of total general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four components: 1) management's discussion and analysis (this section), 2) basic financial statements, 3) required supplementary information, and 4) an optional section that presents combining statements for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of Jackson County Government:

Government-wide Financial Statements: The government-wide financial statements provide a broad overview of both long-term and short-term information about Jackson County Government's overall financial status in a manner similar to private-sector businesses. The statements include:

- A statement of net assets presents the County's total assets and total liabilities, with the difference between the two reported as net assets. Over time, the change in net assets is an indicator of the improvement (an increase) or deterioration (a decrease) in the County's financial condition. Additionally, when assessing the overall health of the County, consideration should be given to additional non-financial factors such as changes in the County's property tax base and the condition of the County's roads.

- A statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the aforementioned government-wide financial statements identify the various functions of Jackson County Government's operations that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of Jackson County, Georgia include general government, public safety, judicial system, public works, health and welfare, recreation and culture, and housing and development, and interest. The business-type activities of Jackson County, Georgia include the Solid Waste Disposal Facility and the Mayfield Treatment Plant.

The government-wide financial statements include not only Jackson County itself (known as the *primary government*), but also a legally separate health department, a legally separate airport authority, and a legally separate water and sewerage authority for which Jackson County is financially accountable. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 1 and 2 of this report.

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

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

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

Jackson County Government maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, special purpose local option sales tax fund (SPLOST), debt service fund, and capital projects fund, all of which are considered to be major funds. Data from the other thirteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Jackson County Government adopts an annual appropriated budget for its general fund, special revenue funds, and debt service fund. Project length budgets are adopted for the capital projects funds. A budgetary comparison schedule has been provided for the general fund, debt service fund and special revenue funds to demonstrate compliance with the annual appropriated budget.

The basic governmental fund financial statements can be found on pages 3- 6 of this report.

Proprietary Fund: Proprietary Fund statements offer short-term and long-term financial information about the two activities the County government operates similar to a private business, such as the Jackson County Solid Waste Disposal Facility and Mayfield Treatment Plant and internal services funds which provide services to other departments of governmental units within the County on a cost-reimbursement basis. Because the services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the solid waste disposal facility and for the Mayfield treatment plant operation, both of which are considered to be major funds of Jackson County. Conversely, the internal service fund is a single presentation in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 7-9 of this report.

Fiduciary Funds: Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. Agency funds, a type of Fiduciary Fund, are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds. The County maintains the following Agency funds: Tax Commissioner, Clerk of Superior Court, Probate Court, Magistrate Court, and Sheriff.

The basic fiduciary fund financial statement can be found on page 10 of this report.

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 can be found on pages 13-58 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Jackson County Government's progress in funding its obligations to provide pension benefits to its employees and the budgetary comparison schedule for the General Fund.

Required supplementary information can be found on page 59 - 62 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 63-88 of this report.

Figure A-1 summarizes the major features of the Jackson County Government's financial statements, including the portion of the Government they cover and the types of information they contain.

Figure A-1
Major Features of Jackson County Government's Government-wide and Fund Financial Statements

		Fund Statements		
	Government-wide Statements	**Governmental Funds**	**Proprietary Funds**	**Fiduciary Funds**
Scope	Entire County government (except fiduciary funds) and the County's component units.	The activities of the county that are not proprietary or fiduciary in nature	Activities the County operates similar to private businesses: Solid Waste and Mayfield Treatment Plant	Where the County is the trustee or agent for someone else's resources, such as the retirement plan for County employees
Required financial statements	Statements of Net Assets; Statements of Activities	Balance Sheet: Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Net Assets; Statement of Net Revenues, Expenses, and Changes in Net Assets; Statement of Net Cash Flow	Statement of Fiduciary Net Assets; Statement of Changes in Fiduciary Net Assets
Accounting basis and measurement focus	Accrual accounting and economic resource focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic recourses focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
Type of inflow/outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

GOVERNMENTAL-WIDE FINANCIAL ANALYSIS

The government-wide statements report information about Jackson County Government as a whole using accounting methods similar to those used by private sector companies.

Jackson County, on an entity-wide basis, decreased in net assets during 2009 by $(2.60) million, of which $(2.72) million was from governmental activities and $0.12 from business-type activities. At December 31, 2009, the County had $92.08 million invested in capital assets, net of related debt and accumulated depreciation and $11.88 million in restricted net assets. Unrestricted net assets as of December 31, 2009 equaled $8.94 million. The table below depicts the split of net assets between governmental and business-type activities.

JACKSON COUNTY, GEORGIA'S NET ASSETS
DECEMBER 31, 2009
($ In thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2009	2008	2009	2008	2009	2008
Assets						
Current and other assets	$ 95,560	$ 123,684	$ 218	$ 591	$ 95,778	$ 124,275
Capital assets (net of depreciation)	184,284	200,079	1,197	786	185,481	200,865
TOTAL ASSETS	279,844	323,763	1,415	1,377	281,259	325,140
Liabilities:						
Long-term liabilities outstanding	133,757	138,905	1,137	1,251	134,894	140,156
Other liabilities	33,310	36,261	153	121	33,463	36,382
TOTAL LIABILITIES	167,067	175,166	1,290	1,372	168,357	176,538
Net assets:						
Invested in capital assets, net of related debt	90,886	125,119	1,197	786	92,083	125,905
Restricted	11,879	14,791	-	-	11,879	14,791
Unrestricted	10,012	8,687	(1,072)	(781)	8,940	7,906
TOTAL NET ASSETS	$ 112,777	$ 148,597	$ 125	$ 5	$ 112,902	$ 148,602

Table may not add due to rounding

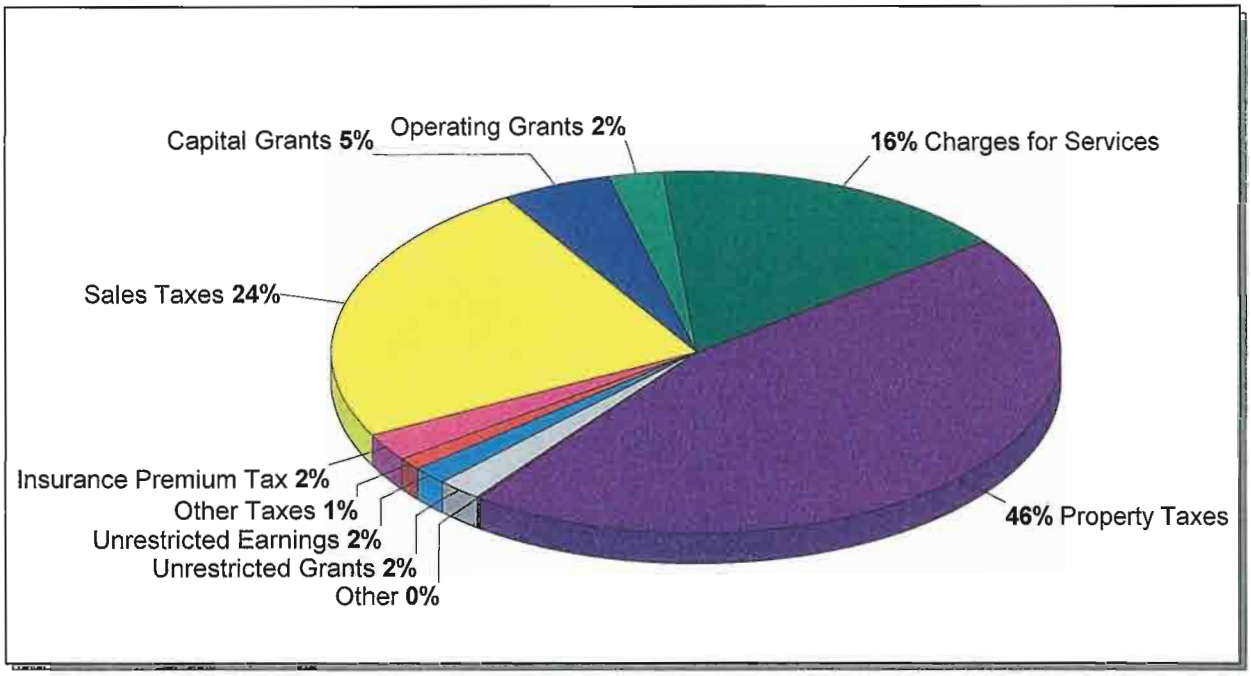
JACKSON COUNTY, GEORGIA'S CHANGES IN NET ASSETS
DECEMBER 31, 2009

($ In thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
REVENUES						
Program revenues:	2009	2008	2009	2008	2009	2008
Charges for services	$ 8,293	$ 8,115	$ 885	$ 851	$ 9,178	$ 8,966
Operating grants and contributions	1,265	1,142	-	-	1,265	1,142
Capital grants and contributions	2,539	2,661	10	-	2,549	2,661
General Revenues:						
Property taxes	23,725	22,287	-	-	23,725	22,287
Sales taxes	12,426	14,941	-	-	12,426	14,941
Insurance premium tax	1,290	1,309	-	-	1,290	1,309
Other taxes	575	628	-	-	575	628
Unrestricted investment earnings	827	2,299	-	-	827	2,299
Grants and contributions not restricted for a specific programs	1,050	1,001	-	-	1,050	1,001
Other	75	130	-	-	75	130
TOTAL REVENUES	52,065	54,513	895	851	52,960	55,364
EXPENSES						
General Government	5,210	5,517	-	-	5,210	5,517
Judicial	3,811	3,895	-	-	3,811	3,895
Public safety	21,411	18,609	-	-	21,411	18,609
Public works	12,810	12,354	-	-	12,810	12,354
Health and welfare	1,035	962	-	-	1,035	962
Recreation and culture	1,840	1,530	-	-	1,840	1,530
Housing and development	1,560	1,475	-	-	1,560	1,475
Interest	6,695	5,060	-	-	6,695	5,060
Solid Waste Disposal Facility	-	-	1,177	1,200	1,177	1,200
Mayfield Treatment Plant	-	-	14	18	14	18
TOTAL EXPENSES	54,372	49,402	1,191	1,218	55,563	50,620
Increases in net assets before transfers	(2,307)	5,111	(296)	(367)	(2,603)	4,744
Transfers	(416)	(367)	416	367	-	-
Increase in net assets	(2,723)	4,744	120	-	(2,603)	4,744
Net assets, beginning of year	148,597	143,853	5	5	148,602	143,858
Change in accounting principle	(33,097)	-	-	-	(33,097)	-
Net assets, beginning of year, restated	115,500	143,853	5	5	115,505	143,858
Net assets, end of year	$ 112,777	$ 148,597	$ 125	$ 5	$ 112,902	$ 148,602

Total government-wide revenues for 2009 were $52.96 million. These revenues consisted of $38.02 million in taxes, $4.86 million in grants and contributions, $0.83 million in investment earnings and $9.18 million in charges for services, and $0.08 million in other revenues. Of this amount, $52.07 million was in governmental activities and $0.90 million in business-type activities.

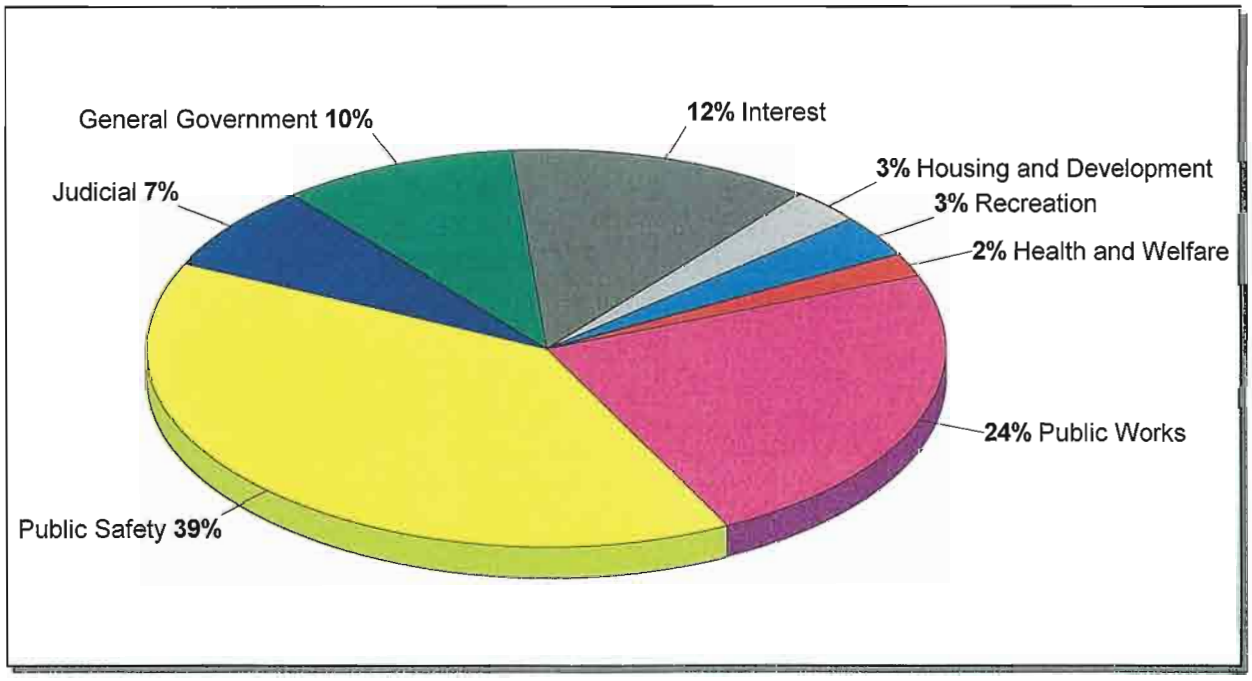
REVENUES BY SOURCE-GOVERNMENT-WIDE ACTIVITY



Note: Graph may not equal 100% due to rounding.

Government-wide expenses were $55.56 million for 2009, of which $54.37 million were for governmental activities and $1.19 million for business-type activities. The chart below depicts further detail of government-wide expenses.

EXPENSES BY FUNCTION-GOVERNMENT-WIDE ACTIVITY



Note: Graph may not equal 100% due to rounding.

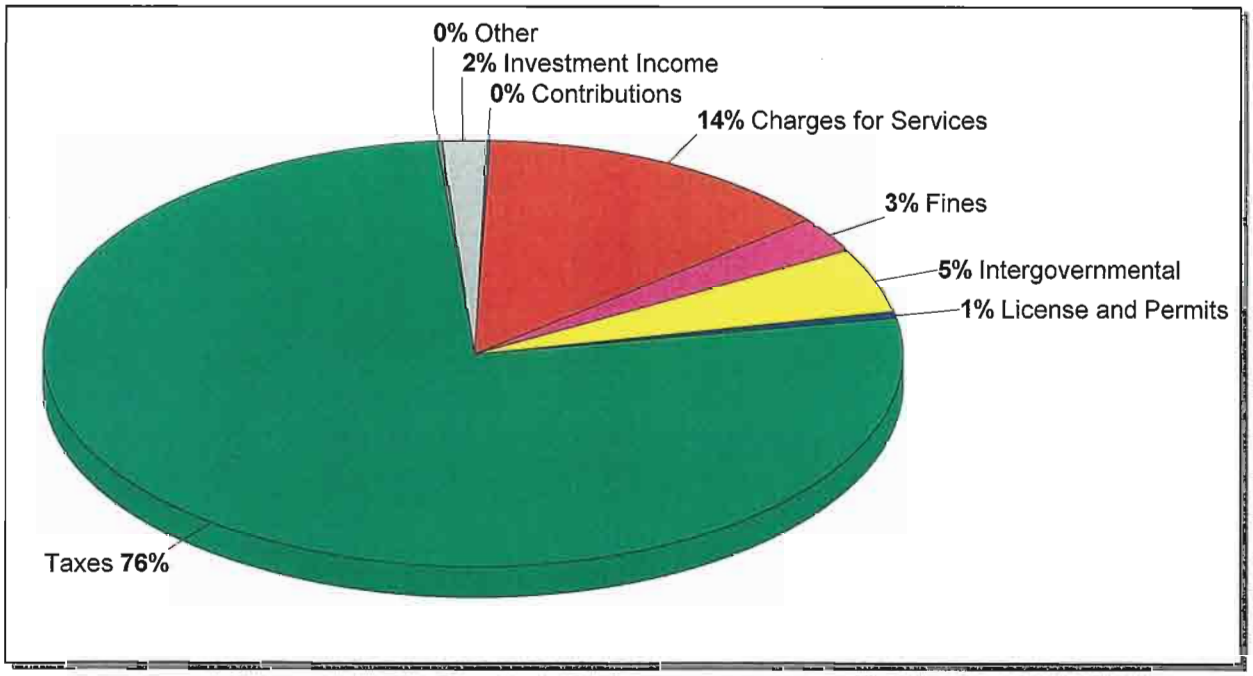
FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

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

Governmental revenues were down $(2.37) million from 2008. General Fund property taxes increased $1.73 million due to an increase in the tax digest. However, the millage rate was virtually unchanged from the prior year.

REVENUES BY SOURCE-GOVERNMENTAL FUNDS



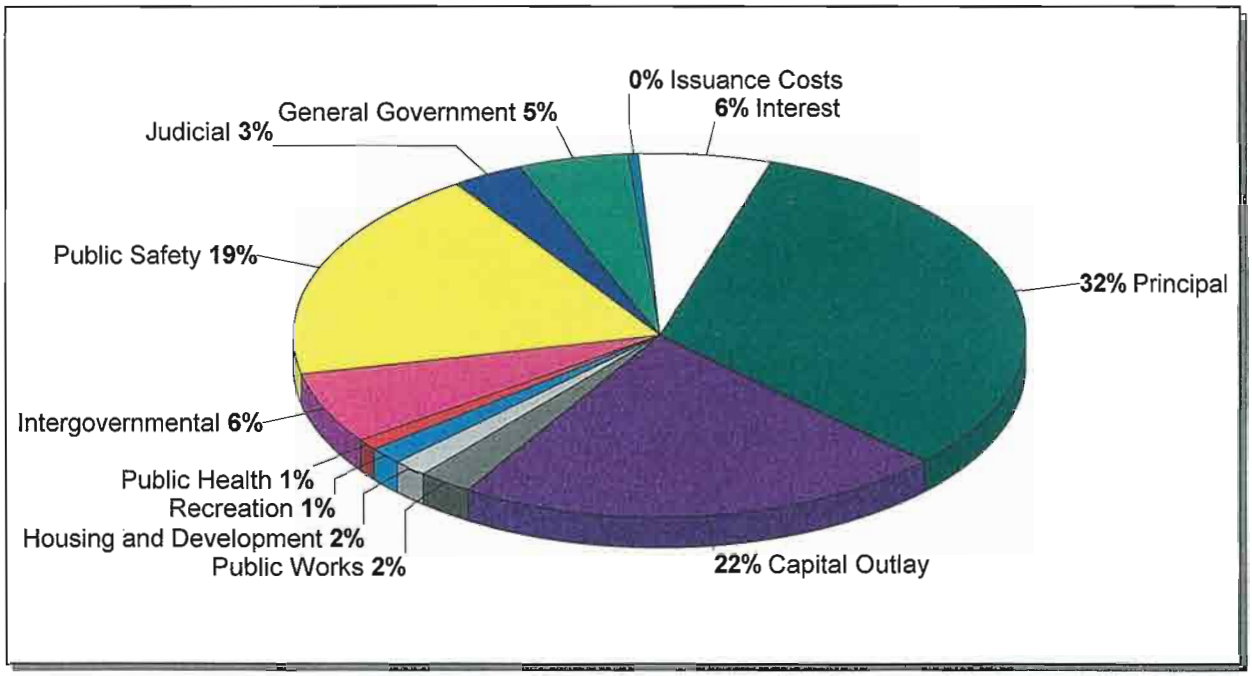
Note: Graph may not equal 100% due to rounding.

The County's Local Option Sales Tax, the General Fund's second most significant revenue source, yielded $0.99 million less than in the prior year. The total amount of local option sales tax revenue was $4.77 million. The County currently shares two different 1% taxes on all sales within the County. The Local Option Sales Tax (LOST) is a direct offset to property taxes and is renewed every ten years with the municipalities of Arcade, Braselton, Commerce, Hoschton, Jefferson, Maysville, Nicholson, Pendergrass, and Talmo. The SPLOST Capital Projects fund accounts for the other sales tax which is a Special Purpose Local Option Sales Tax (SPLOST) authorized by voter referendum. The current SPLOST number four, effective for six years, was approved by the voters on March 15, 2005 with collections starting July 1, 2005. The SPLOST tax is for specific capital projects and constitutes a significant portion of Jackson County Government's ability to fund capital projects in the areas of water & sewerage, road & bridges, recreation, and fire training. A total of $5.76 million was expended during 2009 in the

unincorporated areas for these capital projects; and $2.84 million was expended for projects in the incorporated areas at the direction of other governments.

Expenditures in the governmental funds were $100.88 million, up $19.33 million from 2008. This increase is primarily attributable to the issuance of the IDA 2009 Series A Economic Development Bonds. Jackson County entered into a contract with the Jackson County Industrial Development Authority to fund repayment of an issue of $25,050,000 of economic development bonds with an issuance cost of $484,672. These bonds, along with $5M of unspent proceeds from the 2008A bonds, were used to redeem $29,405,000 of the Industrial Development Authority 2008A economic development bonds. The remaining $15,595,000 of the Series 2008 bonds were redeemed on January 11, 2010 in connection with the issuance of the Series 2009B economic development bonds. The refunding of the bonds has skewed the overall increase in total governmental fund expenditures. If the redeemed principal, in the amount of $29.4M, as a result of the refunding is removed, then total governmental fund expenditures for FY2009 are $10M less than in FY2008. The decline is attributable to activity within the capital projects and Special Purpose Local Option Sales Tax (SPLOST) funds. Combined, these funds reported capital outlay expenditures of $8.4M less than in the prior fiscal year.

EXPENDITURES BY FUNCTION-GOVERNMENTAL FUNDS



Note: Graph may not equal 100% due to rounding.

After transfers, fund balances in the governmental funds had a decrease of $(25) million. This is primarily attributable to activities of the SPLOST, Capital Projects Fund, and non major governmental funds. SPLOST and Capital projects funds have project length budgets and therefore have revenues and expenditures that fluctuate over the life of the project. In 2009, Jackson County had SPLOST collections and capital project fund proceeds from issuing debt which will be spent in future years. This timing difference affects the fund balances shown in those funds

The Capital Projects Fund had an decrease in fund balance of $(25.12) million. This decrease is attributable to on-going capital projects, completed capital projects and the refunding of a portion of the

IDA 2008 Economic Development Bonds as previously mentioned. During 2009, the county completed construction of a new 424-bed jail and administrative complex, a fire-training facility and East Jackson Park. Additionally, the county continued an aggressive campaign to complete a number of infrastructure projects. These projects, as planned, are for the purpose of furthering commercial and industrial growth in the county's tax digest.

PROPRIETARY FUNDS: Jackson County Government's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The business-type activities of the Solid Waste Disposal Facility had revenues that increased by $38 thousand from the prior year, while expenses decreased by $42 thousand from 2008. There was no change from 2008 for the Mayfield Wastewater Treatment Plant fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget, the final budget and actual results are shown on pages 61-62. Over the course of the year, the Board of Commissioners revised the County's budget several times. The three primary reasons for amending the budget are:

- Carry-forwards from prior years unreserved fund balance to fund capital projects.
- Supplemental appropriations to increase revenue and expenditure accounts due to the receipt of unanticipated grant revenue.
- Increases in appropriations to prevent budget overruns and a violation of the state budget law.

Even with these adjustments, actual expenditures were $2,078,824 below final budget amounts. Resources available for appropriation at year end were $439,054 above final budget amounts.

Please note that the budget was amended during 2009 primarily as a result of the declining economy that had a profound impact on local option sales tax revenues. The county prepares four interim financial reports throughout the year and apprises the Board of Commissioners of action needed to amend the county budget.

The final budget had anticipated nearly $2 million of prior years' surplus to fund current activities; however, no reserves had to be used. This is largely the result of budget reductions throughout the year and three furlough days for all county employees during the fourth quarter of FY 2009.

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS: Jackson County's Government-wide investments in capital assets at December 31, 2009, were $185.48 million, net of $63.41 million in accumulated depreciation. This investment, which includes land, buildings, roads, bridges, machinery and equipment, park facilities and vehicles, is further explained in Note 5. Government-wide additions in 2009 were over $24.68 million with $24.23 million in government-type activities and the residual in business-type activities.

Major capital asset activities in governmental type activities in 2009 were:

- Additions and Transfers from Construction in Progress to land and buildings of $35.6 million.

- Procurement of various vehicles and equipment and transfers in the amount of $4.0 million.

- Continued construction on a series of roads to further the County's economic development initiatives. Additions in the amount of $9.68 million were made in 2009 to roads, bridges, and other infrastructure including related land.

- Additions to construction in progress other than infrastructure in the amount of $12.68 million. These projects include the new jail, fire training facility, improvements to the historic courthouse, East Jackson Park & walking trails, fiber connection from the administrative building to the courthouse, Senior Center improvements, Hoschton Ball Park and other small projects.

- $39.1M in projects were transferred out of construction in progress and capitalized during the year. These projects included the Jail and Administrative Complex ($30.3M), Fire Training Facility ($5.4M), East Jackson Park ($2.5M) and other small projects

Long-term debt: Long-term debt increased as the result of additions by $27.19 million in 2009. However, the county retired $33.07 million in long-term debt. The new debt is primarily the result of $25.05 million in contracts payable to be used in connection with a portion of unspent bond proceeds to refund the IDA Series 2008 Economic Development Bonds. While the county completed the entire refunding of the IDA Series 2008 Economic Development Bonds in January of 2010, the purpose of the bonds proceeds remains unchanged. The proceeds are to be expended for projects that consist of economic development roads that will attract commercial and industrial prospects to Jackson County. Additional information on the county's debt is contained in Note 6.

In 2009, Standard and Poor's reviewed the Issuer Credit Rating for Jackson County, Georgia and upgraded the rating from "A+" to AA-.

The aforementioned ratings reflect the county's favorable underlying credit characteristics, including a rapidly growing local economy that benefits from its proximity to the Atlanta metropolitan area, an improved financial position characterized by healthy reserve levels, a healthy and expanding tax base, a stable employment base with access to additional employment opportunities in the surrounding communities, and an above average debt burden.

ECONOMIC FACTORS AND THE 2010 BUDGET

The County's General Fund receives approximately $4.77 million or 13.65% of its revenues from the 1% local option sales and use tax; therefore, economic indicators are very important in forming the General Fund budget estimates. Given a suspect economy and declining disposable income as a result of increase petroleum prices, sales tax projections for 2010 remained rather conservative at $5.2 million.

Despite the downturn in the economy, Jackson County is well positioned for economic growth. Recently there have been several new construction and expansion industrial projects in the county. The Aldi Corporation is completing construction on a $40 million investment in a new distribution center (482,000-square-foot). It is expected that there will be 36 new jobs created.

There are signs that the economic outlook for 2010 for industrial development is good. During the first quarter of 2010, the county responded to several potential economic development projects. In fact, the county has entered into a contract with the City of Jefferson to improve Hog Mountain Road to provide infrastructure needs to an industrial prospect.

The prospect is expected to lease a 459,160-square-foot warehouse and office building in the Jefferson Mill Industrial Park on Hog Mountain Road. It is expected that there will be in excess of 400 new jobs created. Other announcements include Safelite Group, which produces and distributes replacement windshields and windows for cars (90 jobs in a 357,000-square-foot distribution facility in Braselton) and Dayton Superior Corp., which manufactures pre-formed concrete

For 2010, the Jackson County Government has budgeted a 1.52% decrease in general fund revenues over the original budget for 2009.

The County's total number of employees for 2009 was 541, up 28 from 2008. The 2010 Budget remains unchanged at 541 employees.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of Jackson County Government's finances for all those interested. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the County's Finance Director at 67 Athens Street, Jefferson, GA 30549.

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JACKSON COUNTY, GEORGIA
STATEMENT OF NET ASSETS
December 31, 2009

	PRIMARY GOVERNMENT			
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMPONENT UNITS
ASSETS				
Cash	$ 28,428,788	$ -	$ 28,428,788	$ 2,570,609
Investments	5,531,392	-	5,531,392	-
Capital lease receivable	-	65,287	65,287	-
Receivables (net of allowance for uncollectibles)	9,978,969	104,895	10,083,864	717,396
Internal balances	143,654	(143,654)	-	-
Due from component units	995,439	-	995,439	-
Inventories	230,973	-	230,973	85,919
Prepaid items	1,477,501	31,371	1,508,872	105,876
Restricted assets:				
Cash	31,737,612	-	31,737,612	2,103,983
Investments	6,187,458	-	6,187,458	-
Receivables-sales tax	-	-	-	275,884
Non-current assets:				
Capital lease receivable	-	160,430	160,430	-
Receivables	7,985,000	-	7,985,000	-
Deferred charges	2,571,540	-	2,571,540	474,541
Net pension obligation	291,903	-	291,903	-
Capital assets:				
Capital assets not being depreciated	62,769,066	970,250	63,739,316	13,984,984
Capital assets being depreciated	184,587,641	559,528	185,147,169	117,632,792
Less: accumulated depreciation	(63,073,125)	(332,797)	(63,405,922)	(16,665,665)
Capital assets, net of depreciation	184,283,582	1,196,981	185,480,563	114,952,111
TOTAL ASSETS	279,843,811	1,415,310	281,259,121	121,286,319
LIABILITIES				
Accounts payable	2,583,022	152,200	2,735,222	880,530
Accrued interest payable	2,160,194	-	2,160,194	322,531
Other accrued items	212,587	-	212,587	10,419
Due to other governments	6,616	-	6,616	-
Due to primary government	-	-	-	995,439
Unearned revenue	22,147,907	-	22,147,907	9,093,738
Amounts held in trust	6,198,848	-	6,198,848	82,027
Noncurrent liabilities:				
Due within one year				
Compensated absences payable	516,397	8,204	524,601	40,978
Accrued landfill closure / postclosure	-	49,800	49,800	-
Notes payable	23,713	65,287	89,000	308,333
Capital leases payable	2,337,636	-	2,337,636	-
Revenue bonds payable	-	-	-	2,028,887
Contracts payable	1,931,739	-	1,931,739	793,606
Due in more than one year				
Compensated absences payable	193,086	7,359	200,445	87,314
Accrued landfill closure / postclosure	-	846,600	846,600	-
Notes payable	163,468	160,430	323,898	4,596,441
Capital leases payable	23,790,688	-	23,790,688	-
Revenue bonds payable	-	-	-	15,926,532
Contracts payable	103,508,147	-	103,508,147	18,607,851
Net OPEB obligation	1,292,931	-	1,292,931	-
TOTAL LIABILITIES	167,066,979	1,289,880	168,356,859	53,774,626
NET ASSETS				
Invested in capital assets, net of related debt	90,885,646	1,196,981	92,082,627	72,163,262
Restricted for:				
Debt service	765,718	-	765,718	730,539
Capital outlay projects	7,997,832	-	7,997,832	1,331,800
Public safety programs	3,115,751	-	3,115,751	-
Public health and welfare	-	-	-	294,934
Unrestricted	10,011,885	(1,071,551)	8,940,334	(7,008,842)
TOTAL NET ASSETS	$ 112,776,832	$ 125,430	$ 112,902,262	$ 67,511,693

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2009

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES: CHARGES FOR SERVICES	PROGRAM REVENUES: OPERATING GRANTS AND CONTRIBUTIONS	PROGRAM REVENUES: CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSE) AND CHANGES IN NET ASSETS: PRIMARY GOVERNMENT: GOVERNMENTAL ACTIVITIES	PRIMARY GOVERNMENT: BUSINESS-TYPE ACTIVITIES	PRIMARY GOVERNMENT: TOTAL	COMPONENT UNITS
PRIMARY GOVERNMENT								
GOVERNMENTAL ACTIVITIES								
General government	$ 5,209,848	$ 1,532,859	$ 114,181	$ 10,000	$ (3,552,808)	$ -	$ (3,552,808)	$ -
Judicial	3,810,664	1,627,618	269,283	-	(1,913,763)	-	(1,913,763)	-
Public safety	21,410,757	4,442,919	574,175	58,015	(16,335,648)	-	(16,335,648)	-
Public works	12,810,014	20,968	-	2,452,150	(10,336,896)	-	(10,336,896)	-
Public health and welfare	1,034,725	27,516	306,134	-	(701,075)	-	(701,075)	-
Recreation and culture	1,839,783	377,041	-	-	(1,462,742)	-	(1,462,742)	-
Housing and development	1,559,767	263,432	2,000	18,908	(1,275,427)	-	(1,275,427)	-
Interest	6,694,796	-	-	-	(6,694,796)	-	(6,694,796)	-
Total Governmental Activities	54,370,354	8,292,353	1,265,773	2,539,073	(42,273,155)	-	(42,273,155)	-
BUSINESS-TYPE ACTIVITIES								
Solid waste/recycling	1,176,930	871,298	-	10,395	-	(295,237)	(295,237)	-
Mayfield Treatment Plant	14,370	14,370	-	-	-	-	-	-
Total Business-Type Activities	1,191,300	885,668	-	10,395	-	(295,237)	(295,237)	-
TOTAL PRIMARY GOVERNMENT	$ 55,561,654	$ 9,178,021	$ 1,265,773	$ 2,549,468	(42,273,155)	(295,237)	(42,568,392)	-
COMPONENT UNITS								
Health Department	$ 865,701	$ 292,868	$ 672,226	$ -	-	-	-	99,393
Water and Sewerage Authority	8,691,800	5,626,157	1,832,233	2,462,060	-	-	-	1,228,650
Airport Authority	714,157	374,809	256,364	2,152,859	-	-	-	2,069,875
TOTAL COMPONENT UNITS	$ 10,271,658	$ 6,293,834	$ 2,760,823	$ 4,614,919	-	-	-	3,397,918
GENERAL REVENUES								
Property taxes					23,725,353	-	23,725,353	-
Sales taxes					12,426,417	-	12,426,417	-
Insurance premium taxes					1,290,319	-	1,290,319	-
Real estate recording taxes					370,837	-	370,837	-
Other taxes					200,608	-	200,608	-
Total taxes					38,013,534	-	38,013,534	-
Unrestricted investment earnings					827,232	-	827,232	98,388
Grants and contributions not restricted to a specific program					1,049,944	-	1,049,944	-
Gain on sale of capital assets					74,888	-	74,888	-
TRANSFERS					(416,102)	416,102	-	-
TOTAL GENERAL REVENUES AND TRANSFERS					39,549,496	416,102	39,965,598	98,388
CHANGES IN NET ASSETS					(2,723,659)	120,865	(2,602,794)	3,496,306
NET ASSETS, Beginning					148,597,439	4,565	148,602,004	64,015,387
CHANGE IN ACCOUNTING PRINCIPLE					(33,096,948)	-	(33,096,948)	-
NET ASSETS, Beginning as restated					115,500,491	4,565	115,505,056	64,015,387
NET ASSETS, Ending					$ 112,776,832	$ 125,430	$ 112,902,262	$ 67,511,693

The accompanying notes are an integral part of this statement

JACKSON COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2009

	GENERAL	DEBT SERVICE	SPLOST	CAPITAL PROJECTS	OTHER NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS						
Cash	$ 17,416,215	$ -	$ 5,994,483	$ -	$ 5,018,086	$ 28,428,784
Investments	5,531,392	-	-	-	-	5,531,392
Receivables (net of allowance for uncollectibles)	7,325,967	-	1,047,131	438,146	1,272,737	10,083,981
Due from other funds	1,117,806	199,352	1,964,031	700,427	167,727	4,149,343
Due from component units	995,439	-	-	-	-	995,439
Prepaid items	1,123,904	-	17,400	-	336,197	1,477,501
Inventories	187,962	-	-	-	26,939	214,901
Restricted assets:						
Cash	1,064,335	-	-	30,673,278	-	31,737,613
Investments	-	-	-	6,187,458	-	6,187,458
TOTAL ASSETS	$ 34,763,020	$ 199,352	$ 9,023,045	$ 37,999,309	$ 6,821,686	$ 88,806,412
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	$ 273,153	$ 8,292	$ 1,015,213	$ 1,081,635	$ 188,217	$ 2,566,510
Other accrued items	208,534	-	-	-	4,055	212,589
Due to other governments	-	-	-	-	6,616	6,616
Due to other funds	2,698,531	-	-	199,352	1,104,168	4,002,051
Deferred revenue	21,745,499	-	10,000	-	2,028,038	23,783,537
Amounts held in trust	11,390	-	-	6,187,458	-	6,198,848
TOTAL LIABILITIES	24,937,107	8,292	1,025,213	7,468,445	3,331,094	36,770,151
FUND BALANCES						
Reserved:						
Prepaid expenditure	1,123,904	-	17,400	-	336,197	1,477,501
Debt service	1,064,335	-	-	-	-	1,064,335
Capital outlay projects	-	-	7,980,432	30,530,864	-	38,511,296
Unreserved, undesignated:						
General fund	7,637,674	-	-	-	-	7,637,674
Debt Service funds	-	191,060	-	-	-	191,060
Special Revenue funds	-	-	-	-	3,154,395	3,154,395
TOTAL FUND BALANCES	9,825,913	191,060	7,997,832	30,530,864	3,490,592	52,036,261
TOTAL LIABILITIES AND FUND BALANCES	$ 34,763,020	$ 199,352	$ 9,023,045	$ 37,999,309	$ 6,821,686	$ 88,806,412

The accompanying notes are an integral part of this statement

JACKSON COUNTY, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET ASSETS
For the Year Ended December 31, 2009

Total Fund Balances for Governmental Funds (page 3)		$ 52,036,261
Total net assets reported for governmental activities in the statement of net assets is different because:		
Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.		184,283,582
Some assets are not available in the current period, and therefore, are not reported in the funds:		
Net pension obligation	291,903	
Deferred charge for issuance cost	2,571,540	
		2,863,443
Revenues in the statement of activities that do not provide current financial resources are reported as deferred revenues in the funds.		
Property Taxes	1,449,182	
Fines	186,448	
Contracts receivable City of Jefferson 2007B bonds	7,985,000	
		9,620,630
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Accrued interest	(2,160,194)	
Compensated absences	(709,483)	
Capital leases	(26,128,324)	
Notes payable	(187,181)	
Contracts payable	(105,439,886)	
Net OPEB obligation	(1,292,931)	
Internal loan	(109,090)	
		(136,027,089)
Rounding		5
Total net assets of governmental activities (page 1)		$ 112,776,832

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2009

	GENERAL	DEBT SERVICE	SPLOST	CAPITAL PROJECTS	OTHER NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES						
Taxes	$ 28,271,004	$ -	$ 7,660,219	$ -	$ 1,915,955	$ 37,847,178
Licenses and permits	39,490	-	-	48	210,040	249,578
Intergovernmental	1,489,694	-	39,050	77,202	800,346	2,406,292
Fines and forfeitures	1,113,677	-	-	-	241,449	1,355,126
Charges for services	3,760,108	-	-	-	2,973,965	6,734,073
Contributions and donations	-	-	-	37,698	12,703	50,401
Investment income	193,412	-	22,327	585,339	26,155	827,233
Miscellaneous	80,536	-	-	5,450	31,828	117,814
TOTAL REVENUES	34,947,921	-	7,721,596	705,737	6,212,441	49,587,695
EXPENDITURES						
Current Expenditures						
General government	4,728,375	-	-	169,385	-	4,897,760
Judicial	3,157,800	-	-	-	14,001	3,171,801
Public safety	12,313,601	-	-	650,075	6,239,286	19,202,962
Public works	1,781,366	-	579,997	(16,503)	69,425	2,414,285
Public health and welfare	461,166	-	-	-	518,638	979,804
Recreation and culture	100,000	-	239,223	-	1,167,150	1,506,373
Housing and development	729,516	-	-	199,503	618,824	1,547,843
Intergovernmental	1,807,644	-	3,598,607	1,016,308	-	6,422,559
Capital outlay	178,636	-	1,419,292	19,109,924	1,123,126	21,830,978
Debt service						
Principal	-	31,972,702	-	-	450,979	32,423,681
Interest	-	5,945,455	-	-	51,704	5,997,159
Issuance costs	-	-	-	484,672	-	484,672
TOTAL EXPENDITURES	25,258,104	37,918,157	5,837,119	21,613,364	10,253,133	100,879,877
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	9,689,817	(37,918,157)	1,884,477	(20,907,627)	(4,040,692)	(51,292,182)
OTHER FINANCING SOURCES (USES)						
Sale of county property	48,521	-	-	72,000	3,489	124,010
Contract payable issued	-	-	-	25,050,000	-	25,050,000
Capital leases	-	-	-	1,463,090	70,000	1,533,090
Transfers in	396,431	38,109,217	95,000	971,927	3,947,503	43,520,078
Transfers out	(9,186,861)	-	(2,759,958)	(31,770,794)	(218,567)	(43,936,180)
TOTAL OTHER FINANCING SOURCES (USES)	(8,741,909)	38,109,217	(2,664,958)	(4,213,777)	3,802,425	26,290,998
NET CHANGE IN FUND BALANCES	947,908	191,060	(780,481)	(25,121,404)	(238,267)	(25,001,184)
FUND BALANCES, Beginning of year	8,878,005	-	8,778,313	55,652,268	3,728,859	77,037,445
FUND BALANCES, End of year	$ 9,825,913	$ 191,060	$ 7,997,832	$ 30,530,864	$ 3,490,592	$ 52,036,261

The accompanying notes are an integral part of this statement

JACKSON 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, 2009

Net change in fund balances (page 5)		$ (25,001,184)
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. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays	21,830,978	
Depreciation expense	(6,727,847)	
		15,103,131
In the statement of activities, only the gain/loss on the sale of various capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the net book value of the capital assets sold.		
Net book value of capital assets sold	(199,939)	
		(199,939)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	1,449,182	
Donated assets	2,398,100	
Fines	186,448	
		4,033,730
Revenues reported in the funds that relate to prior years are not reported as revenue in the statement of activities		
Property taxes	(1,282,827)	
Fines	(350,689)	
		(1,633,516)
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, where as these amounts are deferred and amortized in the statement of activities. This adjustment combines the net change of two balances.		
Proceeds from borrowing including premiums and discounts	(26,583,090)	
Principal payments on long-term debt	32,423,681	
Bond issuance costs	484,672	
Amortization of bond premium, discounts and issuance cost	(71,884)	
Accrued interest on bonds, current year	(2,160,194)	
Accrued interest on bonds, prior year	1,533,273	
		5,626,458
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Compensated absences, current year	(709,483)	
Compensated absences, prior year	629,987	
Net OPEB obligation, current year	(1,292,931)	
Net OPEB obligation, prior year	672,341	
		(700,086)
Net pension obligation is not available during the current period and therefore is not reported in the funds.		
Beginning of year	(245,322)	
End of year	291,903	
		46,581
Interest on Internal Loan reported in the funds and eliminated for governmental activities		1,167
Rounding		(1)
Changes in net assets of governmental activities (page 2)		$ (2,723,659)

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2009

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES
	SOLID WASTE DISPOSAL FACILITY	MAYFIELD TREATMENT PLANT	TOTAL	INTERNAL SERVICE FUND FUEL DEPOT
ASSETS				
Current Assets				
Receivables (net of allowance for uncollectibles)	$ 104,895	$ -	$ 104,895	$ 4,077
Capital lease receivable	-	65,287	65,287	-
Due from other funds	-	23,622	23,622	-
Inventories	-	-	-	16,072
Prepaid items	31,371	-	31,371	-
TOTAL CURRENT ASSETS	136,266	88,909	225,175	20,149
Noncurrent Assets				
Capital lease receivables	-	160,430	160,430	-
Capital assets				
Capital assets not being depreciated	970,250	-	970,250	-
Capital assets being depreciated	559,528	-	559,528	-
Less: accumulated depreciation	(332,797)	-	(332,797)	-
TOTAL CAPITAL ASSETS (NET OF ACCUMULATED DEPRECIATION)	1,196,981	-	1,196,981	-
TOTAL NONCURRENT ASSETS	1,196,981	160,430	1,357,411	-
TOTAL ASSETS	1,333,247	249,339	1,582,586	20,149
LIABILITIES				
Current Liabilities				
Accounts payable	133,143	19,057	152,200	16,511
Due to other funds	167,276	-	167,276	3,638
Compensated absences payable	8,204	-	8,204	-
Accrued landfill closure/postclosure	49,800	-	49,800	-
Notes payable	-	65,287	65,287	-
TOTAL CURRENT LIABILITIES	358,423	84,344	442,767	20,149
Noncurrent Liabilities				
Compensated absences payable	7,359	-	7,359	-
Accrued landfill closure/postclosure	846,600	-	846,600	-
Notes payable	-	160,430	160,430	-
TOTAL NONCURRENT LIABILITIES	853,959	160,430	1,014,389	-
TOTAL LIABILITIES	1,212,382	244,774	1,457,156	20,149
NET ASSETS				
Invested in capital assets	1,196,981	-	1,196,981	-
Unrestricted	(1,076,116)	4,565	(1,071,551)	-
TOTAL NET ASSETS	$ 120,865	$ 4,565	$ 125,430	$ -

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Year Ended December 31, 2009

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES
	SOLID WASTE DISPOSAL FACILITY	MAYFIELD TREATMENT PLANT	TOTAL	INTERNAL SERVICE FUND FUEL DEPOT
OPERATING REVENUES				
Charges for services	$ 871,298	$ 14,370	$ 885,668	$ -
Charges to other funds	-	-	-	499,353
Total Operating Revenues	871,298	14,370	885,668	499,353
OPERATING EXPENSES				
Salaries and benefits	273,591	-	273,591	-
Supplies	21,202	-	21,202	122
Other services and charges	19,665	-	19,665	5,499
Landfill closure/postclosure costs	6,870	-	6,870	-
Depreciation	35,879	-	35,879	-
Waste disposal fees	800,416	-	800,416	-
Professional fees	2,522	-	2,522	-
Repairs and maintenance	9,509	-	9,509	-
Utilities	7,276	-	7,276	-
Cost of goods sold	-	-	-	493,732
Total Operating Expenses	1,176,930	-	1,176,930	499,353
OPERATING INCOME (LOSS)	(305,632)	14,370	(291,262)	-
NONOPERATING REVENUES (EXPENSES)				
Interest expense	-	(14,370)	(14,370)	-
Total Nonoperating Revenues (Expenses)	-	(14,370)	(14,370)	-
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(305,632)	-	(305,632)	-
Capital grants	10,395	-	10,395	-
Transfer in	416,102	-	416,102	-
CHANGE IN NET ASSETS	120,865	-	120,865	-
TOTAL NET ASSETS, Beginning of year	-	4,565	4,565	-
TOTAL NET ASSETS, End of year	$ 120,865	$ 4,565	$ 125,430	$ -

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2009

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES
	SOLID WASTE DISPOSAL FACILITY	MAYFIELD TREATMENT PLANT	TOTAL	INTERNAL SERVICE FUND FUEL DEPOT
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customer	$ 902,168	$ 14,370	$ 916,538	$ (1,676)
Payments to suppliers	(632,146)	-	(632,146)	(497,677)
Payments to employees	(275,350)	-	(275,350)	-
Internal activity-payments from (to) other funds	-	-	-	499,353
Net cash provided by (used in) operating activities	(5,328)	14,370	9,042	-
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers in (out)	416,102	-	416,102	-
Principal payments on noncapital related debt	-	(61,859)	(61,859)	-
Interest expense on noncapital related debt	-	(14,370)	(14,370)	-
Net Cash provided (used) by non-capital financing activities	416,102	(76,229)	339,873	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(421,169)	-	(421,169)	-
Payments from other governments	10,395	-	10,395	-
Net cash provided (used) by capital and related financing activities	(410,774)	-	(410,774)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Principal payments received on lease receivable	-	61,859	61,859	-
Net cash provided (used) by investing activities	-	61,859	61,859	-
Net increase (decrease) in cash and cash equivalents	-	-	-	-
CASH, Beginning of year	-	-	-	-
CASH, End of year	$ -	$ -	$ -	$ -
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	$ (305,632)	$ 14,370	$ (291,262)	$ -
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation	35,879	-	35,879	-
(Increase) decrease in:				
Due from other governments	30,870	-	30,870	(1,676)
Other receivables	-	-	-	46
Prepaid expenses	(31,371)	-	(31,371)	-
Increase (decrease) in:				
Compensated absences	5,227	-	5,227	7,693
Amounts held in trust	(1,759)	-	(1,759)	-
Other accrued items	(49,800)	-	(49,800)	-
Due to other funds	311,258	-	311,258	(6,063)
Net cash provided by (used in) operating activities	$ (5,328)	$ 14,370	$ 9,042	$ -

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
December 31, 2009

	AGENCY FUNDS
ASSETS	
Cash	$ 10,892,245
TOTAL ASSETS	$ 10,892,245
LIABILITIES	
Amount held in trust	$ 10,892,245
TOTAL LIABILITIES	$ 10,892,245

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
COMPONENT UNITS
COMBINING STATEMENT OF NET ASSETS
December 31, 2009

	HEALTH DEPARTMENT	WATER AND SEWERAGE AUTHORITY	AIRPORT AUTHORITY	TOTAL
ASSETS				
Cash	$ 518,550	$ 1,978,040	$ 74,019	$ 2,570,609
Receivables (net of allowance for uncollectibles)	55,046	659,188	3,162	717,396
Inventories	-	44,248	41,671	85,919
Prepaid items	-	99,631	6,245	105,876
Restricted assets:				
Cash	-	2,103,983	-	2,103,983
Receivables-sales tax	-	275,884	-	275,884
Non-current assets:				
Deferred charges	-	441,080	33,461	474,541
Capital assets:				
Capital assets not being depreciated	-	5,827,351	8,157,633	13,984,984
Capital assets being depreciated	121,210	114,495,147	3,016,435	117,632,792
Less: accumulated depreciation	(97,273)	(15,575,443)	(992,949)	(16,665,665)
Capital assets, net of depreciation	23,937	104,747,055	10,181,119	114,952,111
TOTAL ASSETS	597,533	110,349,109	10,339,677	121,286,319
LIABILITIES				
Accounts payable	10,893	267,446	602,191	880,530
Accrued interest payable	-	317,528	5,003	322,531
Other accrued items	-	10,419	-	10,419
Due to primary government	-	-	995,439	995,439
Unearned revenue	-	9,090,908	2,830	9,093,738
Amounts held in trust	-	82,027	-	82,027
Noncurrent liabilities:				
Due within one year				
Compensated absences payable	11,954	29,024	-	40,978
Notes payable	-	138,333	170,000	308,333
Revenue bonds payable	-	2,028,887	-	2,028,887
Contracts payable	-	793,606	-	793,606
Due in more than one year				
Compensated absences payable	48,612	38,702	-	87,314
Notes payable	-	2,786,441	1,810,000	4,596,441
Revenue bonds payable	-	15,926,532	-	15,926,532
Contracts payable	-	18,607,851	-	18,607,851
TOTAL LIABILITIES	71,459	50,117,704	3,585,463	53,774,626
NET ASSETS				
Invested in capital assets, net of related debt	23,937	64,608,831	7,530,494	72,163,262
Restricted for:				
Debt service		730,539		730,539
Capital outlay projects	-	1,331,800	-	1,331,800
Public health and welfare	294,934	-	-	294,934
Unrestricted	207,203	(6,439,765)	(776,280)	(7,008,842)
TOTAL NET ASSETS	$ 526,074	$ 60,231,405	$ 6,754,214	$ 67,511,693

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2009

		.....PROGRAM REVENUES.....			....NET (EXPENSE) AND CHANGES IN NET ASSETS....			
FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	HEALTH DEPARTMENT	WATER AND SEWERAGE AUTHORITY	AIRPORT AUTHORITY	TOTAL
COMPONENT UNITS								
GOVERNMENTAL ACTIVITIES								
Health Department	$ 865,701	$ 292,868	$ 672,226	$ -	$ 99,393	$ -	$ -	$ 99,393
Water and Sewerage Authority	8,691,800	5,626,157	1,832,233	2,462,060	-	1,228,650	-	1,228,650
Airport Authority	714,157	374,809	256,364	2,152,859	-	-	2,069,875	2,069,875
TOTAL COMPONENT UNITS	$ 10,271,658	$ 6,293,834	$ 2,760,823	$ 4,614,919	99,393	1,228,650	2,069,875	3,397,918
GENERAL REVENUES								
Unrestricted investment earnings					6,545	90,735	1,108	98,388
TOTAL GENERAL REVENUES					6,545	90,735	1,108	98,388
CHANGES IN NET ASSETS					105,938	1,319,385	2,070,983	3,496,306
NET ASSETS, Beginning					420,136	58,912,020	4,683,231	64,015,387
NET ASSETS, Ending					$ 526,074	$ 60,231,405	$ 6,754,214	$ 67,511,693

The accompanying notes are an integral part of this statement

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(A) REPORTING ENTITY

The government is a political subdivision of the State of Georgia governed by a commission-manager form of government under which a five member Board of County Commissioners is elected to serve as the legislative body for the county. The commission chairman is elected at-large, while the remaining four commissioners are elected by geographical districts in which they reside. Elections for the district seats are staggered four year terms, so as to provide some continuity on the Board of Commissioners. In addition, there are four Constitutional Officers; the Clerk of Superior Court, Probate Court Judge, Sheriff, and Tax Commissioner. The Constitutional Officers are elected countywide. The Board of Commissioners approves all annual appropriations used by the respective Constitutional Officers. As required by generally accepted accounting principles, these financial statements present the government and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

The component unit columns in the combined financial statements include the financial data of the county's component units, which meet the criteria established by Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity.* They are reported in separate columns to emphasize that they are legally separate from the county.

Brief descriptions of discretely presented component units follow:

JACKSON COUNTY AIRPORT AUTHORITY (airport authority): The airport authority operates the county's noncommercial airport facility. A five-member board governs the airport authority. The county appoints three members of the board, which represents a voting majority. The county also has the ability to impose its will on the authority as all amendments to the rules and regulations of the authority must be approved by the County Board of Commissioners. During fiscal year 2009, the airport authority received $256,364 from the County Board of Commissioners to subsidize annual operations.

JACKSON COUNTY HEALTH DEPARTMENT (health department): The 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 Jackson County Board of Health (board) governs the health department. The board includes seven members representing government, health professions, and the needy. 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 fiscal year 2009, the health department received $230,784 from the County Board of Commissioners to subsidize annual operations. The health department has a June 30 fiscal year end.

JACKSON COUNTY WATER AND SEWERAGE AUTHORITY (water authority): The water authority has five members appointed by the Board of Commissioners of Jackson County. A portion of special purpose sales tax funds is passed through to the water authority. The water authority was created for the purpose of acquiring, constructing, equipping, maintaining and operating adequate water supply, treatment and distribution facilities and sewerage collection, treatment and distribution facilities making such facilities and the services thereof available to public and private consumers and users located in the City of Jefferson, Jackson County and their environs, including municipalities within and without the County and to adjoining counties; extending and improving such facilities. During fiscal year 2009, the water authority received $3,052,493 from the County Board of Commissioners to subsidize annual operations and to make debt payments.

Complete financial statements may be obtained from the administrative offices at the following locations:

JACKSON COUNTY HEALTH DEPARTMENT
P O Box 260
Jefferson, Georgia 30549

JACKSON COUNTY WATER &
SEWERAGE AUTHORITY
P O Box 869
Jefferson, Georgia 30549

The JACKSON COUNTY AIRPORT AUTHORITY does not prepare separate financial statements.

(B) GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges

provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

(C) MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Neither fiduciary funds nor component units that are fiduciary in nature are included in the government-wide financial statements. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of 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.

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 property taxes as available if they are collected within 60 days of the end of the current fiscal year for which they are levied. Fines are considered available if they are collected within 60 days of the end of the current fiscal period. Other revenues susceptible to accrual are considered available if they are collected within 90 days of the end of the current fiscal period for which they are imposed. 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.

Property taxes, sales tax, franchise taxes, fines, charges for services, 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. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

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.

The *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.

The *Debt Service Fund* accounts for the servicing of general long-term debt associated with revenue bonds issued by the Banks-Jackson-Commerce Hospital Authority.

The *Capital Projects Fund* accounts for acquisition and construction of the County's capital assets.

The government reports the following major proprietary funds:

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

The *Mayfield Treatment Plant Enterprise Fund* accounts for the operations of the Mayfield Wastewater Treatment Plant. However, the operation of this plant was transferred to the Jackson County Water and Sewerage Authority in the year 2000.

Additionally, the government reports the following fund types:

The *Fuel Depot Internal Service Fund* accounts for charges to other departments or agencies of the government for the purchase of fuel.

The *Agency Funds* are custodial in nature and do not represent results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the government holds for others in an agency capacity.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are interfund services provided and used are not eliminated in the process of consolidation. Elimination of these charges would distort the direct costs and program revenues for the various functions concerned.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 for the Solid Waste Disposal Facility enterprise fund and the Mayfield Treatment Plant enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

(D) ASSETS, LIABILITIES AND NET ASSETS OR EQUITY

1. Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are recorded as fair value based on quoted market prices as of the balance sheet date. Increases or decreases in fair value during the year are recognized as part of investment income.

2. *Receivables and Payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

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

Property taxes attach as an enforceable lien on property as of January 1. Taxes are normally levied by October 20th of each year. The 2009 property taxes were levied October 20, 2009 and were due December 20, 2009. The taxes are subject to lien after March 20, 2010. Interest and penalties are assessed on taxes not paid by this date.

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

The County bills and collects its own property taxes and also those for the School Board and the fire districts. Only the County's tax levy is recognized as revenue when levied and uncollected taxes are recorded as deferred revenue in the general fund and fire districts special revenue funds.

3. *Inventories and Prepaid Items*

Inventories, consisting of expendable supplies, not held for resale are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

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

4. *Restricted Assets*

Certain proceeds of the County's capital leases are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable lease agreements.

5. *Capital Assets*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, culverts, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of $5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Roads, bridges and culverts acquired prior to January 1, 2003 have been reported.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the assets constructed. No interest was capitalized during 2009.

Property, plant and equipment are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	50
Computers and peripherals	3
Infrastructure	20
Machinery and equipment	10
Nonstructural improvements	10
Vehicles	3-5
Water and Sewer lines	50
Sewer treatment plant	50
Water treatment plant	20

6. Compensated Absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. In accordance with the provisions of Statement of Governmental Accounting Standards No. 16, "Accounting for Compensated Absences," no liability is reported for unpaid accumulated sick leave because the benefits are paid only upon illness of an employee, and the amount of such payments cannot be reasonably estimated. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

7. 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, or proprietary fund type statement of net assets.

8. Fund Equity/Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The government-wide statement of net assets reports $11,879,301 of restricted net assets, of which $2,030,834 is restricted by enabling legislation.

9. Management Estimates

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(A) BUDGETARY INFORMATION

Annual appropriated budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, all Special Revenue Funds, and Debt Service Fund. Project length budgets are adopted for the Capital Projects Funds. Annual operating budgets are prepared for each Enterprise and Internal Service Fund for planning, control, cost allocation and evaluation purposes. All annual appropriations lapse at fiscal year end.

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

In the summer of each year, all agencies of the government submit requests for appropriation to the Finance Director 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 September 1, the proposed budget is presented to the government's Board of Commissioners for review. The government's Board of Commissioners holds public hearings and may add to, subtract from, or change appropriations.

The Office of Financial Administration 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.

The County finance director may amend the line item budget within a department's appropriation. Expenditures may not legally exceed budgeted appropriations at the department level.

During the year, the Commissioners authorized amendments to include appropriations for some activities that were not originally budgeted and to reclassify certain character and functional expenditures.

(B) EXCESS OF REVENUES AND EXPENDITURES OVER APPROPRIATIONS

There are no excesses of expenditures over appropriations at the department level (the legal level of control).

(C) DEFICIT FUND EQUITY

At December 31, 2009, no funds had deficit fund equity.

NOTE 3 - DEPOSITS AND INVESTMENTS

As of December 31, 2009, Jackson County had the following investments, some of which are cash equivalents:

		INVESTMENT MATURITIES (in Years)		
Investment Type	Fair Value	Less Than 1	1-5	Rating (1)
General and Capital Project Funds				
Georgia Fund I	$ 6,505,024	$ 6,505,024	$ -	AAAm
Fidelity Treasury Port	6	6	-	AAAm
Goldman Sachs Treasury Obligations	73,099	73,099	-	AAAm
1st American Treasury Obligations (Class D shares)	33,547,417	33,547,417	-	AAAm
U.S. Government Agencies	$ 40,125,546	$ 40,125,546	$ -	
Maximum Investment		100.00 %	0.00 %	

1. Standard & Poor's

Cash per Statement of Net Assets (page 1)	
Cash	$ 28,428,788
Restricted cash	31,737,612
less cash equivalents that are investments	(28,406,696)
Cash held by Fiduciary Funds (page 10)	10,892,245
Deposits	$ 42,651,949
Investments Statement of Net Assets (page 1)	
Investments	$ 5,531,392
Restricted Investments	6,187,458
Investments included in cash equivalents	28,406,696
Investments as listed above	$ 40,125,546

The Jackson County investment program shall be operated for all investments to comply with federal, state, and local laws. The investment program should use a competitive selection process for investments in excess of 30 days. All investments shall be made with consideration for environmental and human rights impact.

The Local Government Investment Pool, "Georgia Fund 1", created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard and Poor's criteria for AAAm rated money market funds. However, Georgia Fund 1 operates in a manner consistent with Rule2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is managed by the Office of Treasury and Fiscal Services. 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.

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

Credit Risk. State statutes authorize the government to invest in obligations of the U.S. Treasury and of its agencies and instrumentalities; bonds or certificates of indebtedness of this state and of its agencies and instrumentalities; certificates of deposits of banks insured by FDIC; the State of Georgia Local Government Investment Pool; repurchase agreements; bonds, debentures, notes or other evidence of indebtedness of any solvent corporation subject to certain conditions. Jackson County has no investment policy that would further limit its investment choices. At December 31, 2009, the ratings of its investments are shown above.

Concentration of credit risk. Jackson County places no limit on the amount it may invest in any one issuer.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Jackson County has a policy of placing investments with qualified financial institutions.

Custodial credit risk - deposits. In case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Jackson County may exceed the FDIC insured limit in making deposits in commercial banks and savings and loans institutions, if the funds are otherwise adequately secured. As of December 31, 2009, $979,250 deposits of the County's bank balance of $42,309,195 were not adequately collateralized with securities held by the pledging financial institution's name.

State statutes require collateral pledged in the amount of 110% of deposits. Depositories may secure deposits of public funds using the dedicated method or the pooled method as described below.

- Under the dedicated method, a depository shall secure the deposits of each of its public depositors separately.

- Under the pooled method, a depository shall secure deposits of public bodies which have deposits with it through a pool of collateral established by the depository with a custodian for the benefit of public bodies having deposits with such depository as set forth in code Section 45-8-13.1.

The County utilized both methods to secure deposits of public funds.

NOTE 4 - RECEIVABLES

Receivables as of year-end for the County's individual major funds and nonmajor governmental and Internal Service Funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	SPLOST	Capital Projects Fund	NonMajor Governmental Funds	Solid Waste Disposal Facility	Fuel Depot Internal Service Funds
Receivables:						
Property Taxes	$ 5,784,312	$ -	$ -	$ 532,897	$ -	$ -
Fines	11,778,726	-	-	-	-	-
Accounts	218,547	7,843	7,500	632,108	113,723	-
Intergovernmental	970,854	1,039,288	430,646	107,732	10,395	4,077
Total Gross Receivables	18,752,439	1,047,131	438,146	1,272,737	124,118	4,077
Less: Allowance for Uncollectibles	(11,426,472)	-	-	-	(19,223)	-
Total Net Receivables	$ 7,325,967	$ 1,047,131	$ 438,146	$ 1,272,737	$ 104,895	$ 4,077

Property taxes receivable at December 31, 2009, consist of the following:

DIGEST YEAR	GENERAL FUND	NONMAJOR GOVERNMENTAL FUNDS
2009	$ 4,221,742	$ 428,413
2008	1,246,554	81,448
2007	159,031	9,176
2006	47,401	4,009
2005	31,742	2,598
2004	19,983	1,634
2003	16,763	1,445
2002	15,293	1,426
2001	4,605	593
2000	5,582	622
1999 and prior	15,616	1,533
Total	$ 5,784,312	$ 532,897

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	UNAVAILABLE	UNEARNED
Property taxes (General Fund)	$ 1,369,628	$ 20,140,002
Property taxes (Fire District Fund)	79,554	1,943,807
Probation fines (General Fund)	186,448	-
Grant drawdowns prior to meeting all eligibility requirements (General Fund)	-	49,421
Grant drawdowns prior to meeting all eligibility requirements (Ambulance Fund)	-	410
Grant drawdowns prior to meeting all eligibility requirements (SPLOST Fund)	-	10,000
Other	-	4,267
Total deferred/ unearned revenue for governmental funds	$ 1,635,630	$ 22,147,907

COMPONENT UNITS

	Health Department	Water and Sewerage Authority	Airport Authority
Receivables:			
Accounts	$ -	$ 661,163	$ 3,712
Intergovernmental	55,046	285,175	-
Other	-	60,137	-
Total Gross Receivables	55,046	1,006,475	3,712
Less: Allowance for Uncollectibles	-	(71,403)	(550)
Total Net Receivables	$ 55,046	$ 935,072	$ 3,162

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2009 was as follows:

	Beginning Balance	Change in accounting principle	Adjusted Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Governmental Activities:							
Non-Depreciable Assets:							
Land and land improvements	$ 4,426,466	$ -	$ 4,426,466	$ -	$ -	$ 1,485,416	$ 5,911,882
Infrastructure land and land improvements	85,187,796	(41,242,847)	43,944,949	7,179,720	-	967,042	52,091,711
Construction in progress	27,755,989	-	27,755,989	12,682,716	(70,066)	(39,111,406)	1,257,233
Construction in progress - infrastructure	2,623,082	-	2,623,082	2,502,917	(70,831)	(1,546,928)	3,508,240
Total non-depreciable capital assets	119,993,333	(41,242,847)	78,750,486	22,365,353	(140,897)	(38,205,876)	62,769,066
Depreciable Assets:							
Land Improvements	555,664	-	555,664	20,051	-	1,085,967	1,661,682
Buildings and improvements	37,499,348	-	37,499,348	225,037	-	34,323,707	72,048,092
Machinery and equipment	11,223,804	-	11,223,804	451,313	(68,700)	1,934,279	13,540,696
Vehicles	11,644,269	-	11,644,269	1,167,323	(465,796)	521,288	12,867,084
Infrastructure	51,311,550	32,817,903	84,129,453	-	(1)	340,635	84,470,087
Total depreciable capital assets	112,234,635	32,817,903	145,052,538	1,863,724	(534,497)	38,205,876	184,587,641
Less Accumulated Depreciation for:							
Land Improvements	(117,268)	-	(117,268)	(68,225)	-	-	(185,493)
Buildings and improvements	(6,181,688)	-	(6,181,688)	(1,115,591)	-	-	(7,297,279)
Machinery and equipment	(4,061,283)	-	(4,061,283)	(1,239,777)	31,701	-	(5,269,359)
Vehicles	(8,363,891)	-	(8,363,891)	(1,128,687)	443,754	-	(9,048,824)
Infrastructure	(13,424,599)	(24,672,004)	(38,096,603)	(3,175,567)	-	-	(41,272,170)
Total accumulated depreciation	(32,148,729)	(24,672,004)	(56,820,733)	(6,727,847)	475,455	-	(63,073,125)
Total depreciable capital assets, net	80,085,906	8,145,899	88,231,805	(4,864,123)	(59,042)	38,205,876	121,514,516
Governmental activities capital assets, net	$ 200,079,239	$ (33,096,948)	$ 166,982,291	$ 17,501,230	$ (199,939)	$ -	$ 184,283,582

On January 1, 2009, the County changed its method of calculating depreciation expense for road infrastructure assets. As a result, the cumulative effect of applying the new method decreased beginning net assets by $(33,096,948). See Note 15 for additional details.

Additions to governmental activities capital assets for fiscal year ending December 31, 2009 consist of the following:

Capital Outlay	$ 21,830,978
Donated assets	2,398,100
Rounding	(1)
Total Additions	$ 24,229,077
Non-depreciable capital assets additions	$ 22,365,353
Depreciable capital assets additions	1,863,724
Total	$ 24,229,077

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Business-type Activities:					
Non-Depreciable Assets:					
Land and land improvements	$ 365,666	$ -	$ -	$ -	$ 365,666
Construction in progress	179,024	425,561	-	-	604,584
Total non-depreciable capital assets	544,690	425,561	-	-	970,250
Depreciable Assets:					
Buildings and improvements	288,466	-	-	-	288,466
Machinery and equipment	85,320	21,420	-	-	106,740
Vehicles	164,322	-	-	-	164,322
Total depreciable capital assets	538,108	21,420	-	-	559,528
Less Accumulated Depreciation for:					
Buildings and improvements	(80,049)	(5,646)	-	-	(85,695)
Machinery and equipment	(85,320)	(2,142)	-	-	(87,462)
Vehicles	(131,549)	(28,091)	-	-	(159,640)
Total accumulated depreciation	(296,918)	(35,879)	-	-	(332,797)
Total depreciable capital assets, net	241,190	(14,459)	-	-	226,731
Business-type activities capital assets, net	$ 785,880	$ 411,102	$ -	$ -	$ 1,196,981

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

Governmental Activities:	
General Government	$ 329,936
Judicial	554,933
Public Safety	1,701,481
Public Works	3,871,064
Public Health and Welfare	43,808
Recreation and Culture	200,660
Housing and Development	25,966
Rounding	(1)
Total depreciation expense-governmental activities	$ 6,727,847
Business-type Activities:	
Solid Waste	35,879
Total depreciation expense-business-type activities	$ 35,879

The County has authorized construction projects. The remaining costs are split between the portion of the contracts that have been entered into for which the work had not been done prior to December 31, 2009 and the remainder of the authorized project expenditure for which contracts have not been entered into as of year end. The source of financing for the remaining project cost is noted below:

	Project Authorization	Expended To Date	Contracts in Progress	Authorized Not Obligated	Source
Governmental Activities:					
Historic Courthouse Renovation	$ 2,000,000	$ 633,607	$ 627,728	$ 738,665	Series 2007 Revenue Bonds; Local funds
Hoods Mill/Water Works Rd. Intersection Improvement	125,000	98,933	21,600	4,467	SPLOST
Libscomb Bridge	390,946	251,666	139,280	-	SPLOST; GA DOT
J. Trail - Intersection Improvements	1,045	1,045	-	-	SPLOST
Galilee Church Road	250,000	147,270	24	102,706	SPLOST; GA DOT
Thompson Mill	110,286	45,235	64,950	101	SPLOST; Developer Contribution
Senior Center	702,683	190,345	-	512,338	CDBG; local funds
Hoschton Ball Park	897,317	406,404	-	490,913	SPLOST
East Jackson Walking Trails	273,775	3,561	-	270,214	SPLOST
Animal Control Shelter	10,186	10,186	-	-	Local funds
Lanier Tech Project	147,000	10,344	-	136,656	ARC Grant
SR 124 & 332 Signalization Project	150,000	297	-	149,703	SPLOST; Developer Contribution
West Jackson Fire Department	2,786	2,786	-	-	SPLOST
Economic Development/SPLOST Road & Sewer Projects	27,305,681	2,963,794	1,367,391	22,974,496	Series 2008 Revenue Bonds; GADOT; Developer Contribution; Lease purchase
Total Governmental Activities	$ 32,366,705	$ 4,765,473	$ 2,220,973	$ 25,380,259	
Business-type Activities					
New Transfer Station	$ 1,437,905	$ 604,584	$ 833,321	$ -	Local Funds
Total Business-type Activities	$ 1,437,905	$ 604,584	$ 833,321	$ -	

Discretely Presented Component Units

Activity for the Health Department for the year ended December 31, 2009, was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Governmental Activities:				
Depreciable Assets:				
Machinery and equipment	$ 98,616	$ -	$ 22,594	$ 121,210
Less Accumulated Depreciation	(94,918)	(2,355)	-	(97,273)
Capital Assets, net	$ 3,698	$ (2,355)	$ 22,594	$ 23,937

Activity for Jackson County Water and Sewerage Authority for the year ended December 31, 2009, was as follows:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Business-type activities:					
Non-depreciable Assets:					
Land	$ 2,720,824	$ -	$ -	$ -	$ 2,720,824
Land - Water Plant Capacity	2,380,799	-	-	-	2,380,799
Construction in progress	4,523,875	845,048	(29,892)	(4,613,304)	725,728
Total non-depreciable capital assets	9,625,498	845,048	(29,892)	(4,613,304)	5,827,351
Depreciable assets:					
Buildings	579,890	-	-	-	579,890
Water tanks	3,989,889	-	-	-	3,989,889
Booster pumps	1,175,665	-	(453,974)	63,025	784,716
Water lines	62,405,726	1,037,520	-	1,748,095	65,191,341
Meters	1,683,898	-	-	70,572	1,754,470
Vehicles	223,174	54,913	(31,622)	-	246,465
Sewer system	15,358,952	144,580	-	2,689,863	18,193,395
Machinery and equipment	1,114,675	18,994	(21,792)	41,749	1,153,626
Water Plant Capacity	22,601,355	-	-	-	22,601,355
Total depreciable capital assets	109,133,224	1,256,007	(507,388)	4,613,304	114,495,147
Less Accumulated Depreciation for:					
Buildings	(107,517)	(17,602)	-	-	(125,119)
Water tanks	(800,182)	(81,628)	-	-	(881,810)
Booster pumps	(583,267)	(57,155)	282,369	-	(358,053)
Water lines	(7,660,523)	(1,289,213)	-	-	(8,949,736)
Meters	(464,555)	(168,978)	-	-	(633,533)
Vehicles	(106,828)	(48,091)	24,445	-	(130,474)
Sewer system	(1,021,453)	(346,621)	(1)	-	(1,368,075)
Machinery and equipment	(422,573)	(111,411)	19,342	-	(514,642)
Water Plant Capacity	(2,286,142)	(327,859)	-	-	(2,614,001)
Total accumulated depreciation	(13,453,040)	(2,448,558)	326,155	-	(15,575,443)
Total depreciable capital assets, net	95,680,184	(1,192,551)	(181,233)	4,613,304	98,919,704
Business-type activities capital assets, net	$ 105,305,682	$ (347,503)	$ (211,125)	$ -	$ 104,747,055

The Jackson County Water and Sewer Authority has authorized construction projects. The remaining costs are split between the portion of the contracts that have been entered into for which the work had not been done prior to December 31, 2009 for the remainder of the authorized project expenditure for which contracts have not been entered into as of year end. The source of financing for the remaining project cost is noted below:

Project	Project Authorization	Expended To Date	Contracts in Progress	Authorized Not Obligated	Source
SPLOST Priority 3-2006B	$ 706,434	$ 706,434	$ -	$ -	SPLOST
Work Order System	19,500	19,294	-	206	General Fund
	$ 725,934	$ 725,728	$ -	$ 206	

Activity for the Jackson County Airport Authority for the year ended December 31, 2009 was as follows:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Business-type activities:					
Non-depreciable Assets:					
Land	$ 3,067,948	$ 1,004,304	$ -	$ 3,568,838	$ 7,641,090
Construction in progress	2,445,789	1,965,793	-	(3,895,039)	516,543
Total non-depreciable capital assets	5,513,737	2,970,097	-	(326,201)	8,157,633
Depreciable assets:					
Land and improvements	1,264,719	128,463	-	326,200	1,719,382
Buildings and improvements	1,031,575	-	-	-	1,031,575
Machinery and equipment	265,478	-	-	-	265,478
Total depreciable capital assets	2,561,772	128,463	-	326,200	3,016,435
Less Accumulated Depreciation for:					
Land and improvements	(526,340)	(73,149)	-	-	(599,489)
Buildings and improvements	(279,637)	(36,603)	-	-	(316,240)
Machinery and equipment	(49,094)	(28,126)	-	-	(77,220)
Total accumulated depreciation	(855,071)	(137,878)	-	-	(992,949)
Total depreciable capital assets, net	1,706,701	(9,415)	-	326,200	2,023,486
Business-type activities capital assets, net	$ 7,220,438	$ 2,960,682	$ -	$ (1)	$ 10,181,119

The Jackson County Airport Authority has authorized construction projects. The remaining costs are split between the portion of the contracts that have been entered into for which the work had not been done prior to December 31, 2009 and the remainder of the authorized project expenditure for which contracts have not been entered into as of year end. The source of financing for the remaining project cost is noted below:

Project	Project Authorization	Expended To Date	Contracts in Progress	Authorized Not Obligated	Source
Airport Capital Projects	$ 134,058	$ 134,058	$ -	$ -	Series 2008 Revenue Bond; Local funds; GA DOT; FAA
Hanger Site Development both sides of Airfield	345,838	218,663	127,175	-	same
Hanger Development Area EA	70,139	38,297	31,842	-	same
Land Acquisition	2,038,862	125,525	18,414	1,894,923	same
	$ 2,588,897	$ 516,543	$ 177,431	$ 1,894,923	

NOTE 6 - LONG-TERM DEBT

Long-term liability activity for the year ended December 31, 2009 was as follows:

Governmental Activities:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due After One Year
Contracts Payable:						
IDA 2004 Economic Development Bonds	$ 15,455,000	$ -	$ (715,000)	$ 14,740,000	$ 740,000	$ 14,000,000
Add: Original issue Premiums	435,671	-	(28,568)	407,103	28,569	378,534
Subtotal IDA bonds contracts payable	15,890,671	-	(743,568)	15,147,103	768,569	14,378,534
Contracts payable - hospital	1,218,750	-	(101,250)	1,117,500	105,000	1,012,500
Subtotal contracts payable - hospital	1,218,750	-	(101,250)	1,117,500	105,000	1,012,500
City of Jefferson - Series A 2007 Bonds	40,595,000	-	-	40,595,000	750,000	39,845,000
Less: Original issue discounts	(51,547)	-	1,830	(49,717)	(1,830)	(47,887)
Subtotal Series A 2007 bonds	40,543,453	-	1,830	40,545,283	748,170	39,797,113
City of Jefferson - Series B 2007 Bonds	7,985,000	-	-	7,985,000	310,000	7,675,000
Subtotal Series B 2007 bonds	7,985,000	-	-	7,985,000	310,000	7,675,000
IDA 2008 Economic Development Bonds	45,000,000	-	(29,405,000)	15,595,000	-	15,595,000
Subtotal 2008 IDA bonds	45,000,000	-	(29,405,000)	15,595,000	-	15,595,000
IDA 2009 Economic Development Bonds	-	25,050,000	-	25,050,000	-	25,050,000
Subtotal 2009 IDA bonds	-	25,050,000	-	25,050,000	-	25,050,000
Total Contracts Payable	110,637,874	25,050,000	(30,247,988)	105,439,886	1,931,739	103,508,147
Capital leases	26,587,683	1,533,091	(2,148,387)	25,972,387	2,330,782	23,641,605
Add: Original issue Premiums	162,791	-	(6,854)	155,937	6,854	149,083
Total Capital Leases	26,750,474	1,533,091	(2,155,241)	26,128,324	2,337,636	23,790,688
Notes Payable	215,118	-	(27,937)	187,181	23,713	163,468
Compensated absences	629,987	595,894	(516,398)	709,483	516,397	193,086
Net OPEB obligation	672,341	681,328	(60,738)	1,292,931	-	1,292,931
Governmental activities long-term liabilities	$ 138,905,794	$ 27,860,313	$ (33,008,302)	$ 133,757,805	$ 4,809,485	$ 128,948,320
Business-type Activities:						
Notes payable	$ 287,576	$ -	$ (61,859)	$ 225,717	$ 65,287	$ 160,430
Landfill closure/postclosure	946,200	6,870	(56,670)	896,400	49,800	846,600
Compensated absences	17,322	6,694	(8,453)	15,563	8,204	7,359
Business-type activities long-term liabilities	$ 1,251,098	$ 13,564	$ (126,982)	$ 1,137,680	$ 123,291	$ 1,014,389

Compensated absences are generally liquidated by the general fund.

SUMMARY OF ALL DEBT - GOVERNMENTAL ACTIVITIES

December 31	Principal	Interest	Total
2010	$ 4,259,495	$ 6,649,446	$ 10,908,941
2011	5,327,751	6,806,491	12,134,242
2012	6,133,739	6,602,943	12,736,682
2013	6,071,069	6,355,240	12,426,309
2014	6,307,429	6,095,767	12,403,196
2015-2019	32,662,584	24,305,379	56,967,963
2020-2024	32,725,000	13,087,620	45,812,620
2025-2029	16,045,000	7,188,868	23,233,868
2030-2034	14,495,000	3,298,516	17,793,516
2035-2039	7,215,000	524,518	7,739,518
	$ 131,242,067	$ 80,914,788	$ 212,156,855

CAPITAL LEASES

Heavy equipment for road construction and various other equipment items and the new courthouse are acquired under capital lease agreements which bear interest at various rates from 2.52% to 5.98%. The County, in conjunction with the Association County Commissioners of Georgia Lease Purchase Program, issued $25,000,000 in aggregate principal of Certificates of Participation (COPS) during October 2003 to finance the construction of a new courthouse facility. Minimum future lease obligations for these leases, as of December 31, 2009, are as follows:

December 31	Principal	Interest	Total
2010	$ 2,330,782	$ 1,180,385	$ 3,511,167
2011	1,644,006	1,112,877	2,756,883
2012	939,893	1,066,623	2,006,516
2013	668,299	1,034,912	1,703,211
2014	699,407	1,005,580	1,704,987
2015-2019	3,860,000	4,529,972	8,389,972
2020-2024	4,955,000	3,395,870	8,350,870
2025-2029	6,365,000	1,954,375	8,319,375
2030-2033	4,510,000	339,500	4,849,500
	$ 25,972,387	$ 15,620,094	$ 41,592,481

As of December 31, 2009, the capital assets purchased under these capital lease agreements are as follows:

	Governmental Activities
Buildings and improvements	$25,916,829
Machinery and equipment	6,377,616
Vehicles	4,258,832
Less accumulated depreciation	(6,920,001)
Net	$29,633,276

CONTRACTS PAYABLE

HOSPITAL

On July 1, 1978, Jackson County entered into a contract with Banks County and Banks-Jackson-Commerce Hospital Authority to fund repayment of an issue of $2,580,000 of Series 1978 Banks-Jackson-Commerce Hospital Authority Revenue Anticipation Certificates, which mature April 1, 2008, bear interest at rates from 6.2% to 6.75%.

These Certificates were refunded in October of 2003, along with the Series 1988 Banks-Jackson-Commerce Hospital Authority Revenue Anticipation Certificates, with the issuance of Series 2003A and 2003B Banks-Jackson-Commerce Hospital Authority Revenue Anticipation Certificates (the "2003" Certificates) in the amount of $2,250,000. The contract related to the 2003 Certificates states that Jackson County is to make payments to the Banks-Jackson-Commerce Hospital Authority Sinking Fund in amounts equal to 75% of the principal and interest. The balance outstanding on the 2003 Certificates at December 31, 2009, is $1,490,000. Jackson County's portion of these certificates is $1,117,500.

The annual requirements to amortize this contract payable as of December 31, 2009 are as follows:

December 31	Principal	Interest	Total
2010	$ 105,000	$ 45,795	$ 150,795
2011	108,750	41,199	149,949
2012	112,500	36,443	148,943
2013	120,000	31,444	151,444
2014	123,750	26,203	149,953
2015-2018	547,500	48,375	595,875
Total	$ 1,117,500	$ 229,459	$ 1,346,959

Subsequent to the year end, the Hospital Authority sold its assets to a private party who will recruit physicians and operate the hospital. As part of this transaction, the 2003 Certificates were paid off.

IDA 2004 ECONOMIC DEVELOPMENT BONDS PAYABLE

On November 1, 2004, Jackson County entered into a contract with the Jackson County Industrial Development Authority to fund repayment of an issue of $16,815,000 of Series 2004 bonds with a premium and issuance cost of $552,327 which mature March 30, 2024, and bear interest at rates from 3.00% to 5.00%. These bonds were for economic development projects including road projects.

The annual requirements to amortize this debt as of December 31, 2009 are as follows:

December 31	Principal	Interest	Total
2010	$ 740,000	$ 620,250	$ 1,360,250
2011	765,000	594,838	1,359,838
2012	790,000	567,625	1,357,625
2013	815,000	537,500	1,352,500
2014	850,000	504,200	1,354,200
2015-2019	4,795,000	1,963,975	6,758,975
2020-2024	5,985,000	726,875	6,711,875
Total	$ 14,740,000	$ 5,515,263	$ 20,255,263

CITY OF JEFFERSON SERIES 2007A BOND

On August 1, 2007, Jackson County entered into a contract with the the City of Jefferson Public Building Authority to fund repayment of an issue of $40,595,000 of Series 2007A bonds with a discount and issuance cost of $645,564 which mature March 1, 2037, and bear interest at rates from 3.875% to 5%. These bonds were issued to fund the County's capital projects including the jail project, public safety training facility, and historic courthouse renovation.

The annual requirements to amortize the Series 2007A bond payable as of December 31, 2009 are as follows:

December 31	Principal	Interest	Total
2010	$ 750,000	$ 1,869,681	$ 2,619,681
2011	780,000	1,837,831	2,617,831
2012	815,000	1,803,663	2,618,663
2013	850,000	1,768,281	2,618,281
2014	885,000	1,728,094	2,613,094
2015-2019	5,105,000	7,966,017	13,071,017
2020-2024	6,320,000	6,718,673	13,038,673
2025-2029	7,890,000	5,110,479	13,000,479
2030-2034	9,985,000	2,959,016	12,944,016
2035-2038	7,215,000	524,518	7,739,518
Total	$ 40,595,000	$ 32,286,253	$ 72,881,253

CITY OF JEFFERSON SERIES 2007B BOND

On August 1, 2007, Jackson County entered into a contract with the the City of Jefferson Public Building Authority to fund repayment of an issue of $7,985,000 of Series 2007 bonds which mature March 1, 2027, and bear interest at rates from 4.435% to 4.75%. These bonds were issued to fund the City of Jefferson's projects including road projects. Per the intergovernmental agreement with the City of Jefferson, the City of Jefferson has agreed to pay all principal and interest payments as well as all issuance costs. In the event of default by the City of Jefferson, Jackson County will be obligated to repay the debt. Therefore, due to legal requirements, there is still a legal liability to Jackson County.

The annual requirements to amortize the Series 2007B bond payable as of December 31, 2009 are as follows:

December 31	Principal	Interest	Total
2010	$ 310,000	$ 338,551	$ 648,551
2011	320,000	326,339	646,339
2012	330,000	312,926	642,926
2013	345,000	299,014	644,014
2014	360,000	284,464	644,464
2015-2019	2,030,000	1,186,990	3,216,990
2020-2024	2,500,000	707,563	3,207,563
2025-2028	1,790,000	124,014	1,914,014
Total	$ 7,985,000	$ 3,579,861	$ 11,564,861

IDA 2008 ECONOMIC DEVELOPMENT BONDS

On October 1, 2008, Jackson County entered into a contract with the the Jackson County Industrial Development Authority to fund repayment of an issue of $45,000,000 of economic development bonds with a issuance cost of $412,374 which mature March 31, 2028, and bear interest at rates from 4.435%. These bonds were issued to fund the County's 2008 project including road and sanitary sewer system projects. In connection with the issuance of the Series 2009A economic development bonds discussed below, $29,405,000 of the series 2008 bonds were redeemed. The remaining $15,595,000 were redeemed on January 11, 2010 in connection with the issuance of the Series 2009B economic development bonds discussed below.

The annual requirements to amortize this debt as of December 31, 2009 are as follows:

December 31	Principal	Interest	Total
2010	$ -	$ 1,995,750	$ 1,995,750
2011	1,685,000	1,958,385	3,643,385
2012	1,760,000	1,881,992	3,641,992
2013	1,840,000	1,802,162	3,642,162
2014	1,920,000	1,718,784	3,638,784
2015-2019	8,390,000	5,317,232	13,707,232
Total	$ 15,595,000	$ 14,674,305	$ 30,269,305

IDA 2009 Series A ECONOMIC DEVELOPMENT BONDS

On November 1, 2009, Jackson County entered into a contract with the the Jackson County Industrial Development Authority to fund repayment of an issue of $25,050,000 of economic development bonds with a issuance cost of $484,672 which mature from July 1, 2012 to July 1, 2024, and bear interest at rates from 4.435%. These bonds, along with $5,000,000 of unspent proceeds from the 2008 A bonds, were used to redeem $29,405,000 of the Industrial Development Authority 2008A economic development bonds.

The annual requirements to amortize this debt as of December 31, 2009 are as follows:

December 31	Principal	Interest	Total
2010	$ -	$ 589,580	$ 589,580
2011	-	926,850	926,850
2012	1,360,000	926,850	2,286,850
2013	1,405,000	876,530	2,281,530
2014	1,440,000	824,546	2,264,546
2015-2019	7,880,000	3,289,860	11,169,860
2020-2024	12,965,000	1,538,639	14,503,639
Total	$ 25,050,000	$ 8,972,855	$ 34,022,855

On January 11, 2010, Jackson County entered into a contract with the the Jackson County Industrial Development Authority to fund repayment of the balance of $15,880,000 of Series 2009B economic development bonds. These were used to redeem $15,595,000 of the Series 2008 economic development bonds as well as pay costs of issuance.

GEFA NOTES PAYABLE

Governmental activities:

On March 6, 1996, the County entered into a $911,436 loan agreement with the Georgia Environmental Facilities Authority (GEFA). These funds were to be drawn down as needed to finance Jackson County's share of the City of Commerce sewerage expansion for the Tanger Outlet Mall. Only $394,350 was drawn on the loan before completion of the project, which was completed on October 31, 1998. Repayment of the proceeds began on November 1, 1998. This loan, which bears interest at 5.3%, matures October 1, 2016.

December 31	Principal	Interest	Total
2010	$ 23,713	$ 9,454	$ 33,167
2011	24,995	8,172	33,167
2012	26,346	6,821	33,167
2013	27,770	5,397	33,167
2014	29,272	3,896	33,168
2015-2017	55,084	2,958	58,042
Total	$ 187,180	$ 36,698	$ 223,878

Business-type activities:

On June 20, 1997, the County entered into a $757,100 loan agreement with the Georgia Environmental Facilities Authority (GEFA) for the construction of the Mayfield Wastewater Treatment Plant. This agreement was later revised to $776,799. This loan, which bears interest at 5.43%, matures April 1, 2013.

The annual requirements to amortize this debt as of December 31, 2009 are as follows:

December 31	Principal	Interest	Total
2010	$ 65,287	$ 10,942	$ 76,229
2011	68,905	7,324	76,229
2012	72,723	3,506	76,229
2013	18,802	255	19,057
Total	$ 225,717	$ 22,027	$ 247,744

COMPONENT UNITS

Long-term liability activity for the Airport Authority for the year ended December 31, 2009 was as follows:

Business-type activities:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due After One Year
Series 2004 Revenue Notes	$ 2,145,000	$ -	$ (165,000)	$ 1,980,000	$ 170,000	$ 1,810,000

On November 12, 2004, Jackson County entered into a contract with the Airport Authority to fund repayment of an issue of $2,600,000 Series 2004 revenue notes which mature on April 19, 2019 and bear interest at a variable rate of LIBOR + .75 basis points (5.595% as of 12/31/2009). These bonds were issued to fund construction of the Emory hanger, additional T hangers, and runway expansion. Repayment of the proceeds began on April 1, 2007.

The annual requirements to amortize this debt using the variable interest rate of effective at December 31, 2009 are as follows:

December 31	Principal	Interest	Total
2010	$ 170,000	$ 18,171	$ 188,171
2011	180,000	16,430	196,430
2012	185,000	14,628	199,628
2013	195,000	12,739	207,739
2014	205,000	10,753	215,753
2015-2019	1,045,000	21,347	1,066,347
Total	$ 1,980,000	$ 94,068	$ 2,074,068

Long-term liability activity for the Health Department for the year ended December 31, 2009 was as follows:

Governmental activities	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due After One Year
Compensated absences	$ 74,534	$ 36,781	$ 50,749	$ 60,566	$ 11,954	$ 48,612

Long-term liability activity for the Jackson County Water and Sewerage Authority for the year ended December 31, 2009 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due After One Year
Business-type Activities:						
Revenue bonds	$ 20,055,000	$ -	$ (1,950,000)	$ 18,105,000	$ 2,035,000	$ 16,070,000
Less: Deferred amounts of refunding	(1,010,522)	-	109,890	(900,632)	(109,464)	(791,168)
For issuance premiums and discounts	864,073	-	(113,022)	751,051	103,351	647,700
Total Revenue Bonds	19,908,551	-	(1,953,132)	17,955,419	2,028,887	15,926,532
Contracts Payable	19,271,972	-	(697,553)	18,574,419	717,275	17,857,144
Less: Deferred amounts of refunding	905,280	-	(78,242)	827,038	76,331	750,707
Total Contracts Payable	20,177,252	-	(775,795)	19,401,457	793,606	18,607,851
Notes Payable	3,058,624	-	(133,850)	2,924,774	138,333	2,786,441
Compensated absences	67,202	49,898	(49,374)	67,726	29,024	38,702
Business-type activities long-term liabilities	$ 43,211,629	$ 49,898	$ (2,912,151)	$ 40,349,376	$ 2,989,850	$ 37,359,526

All principal and interest payments on long-term debt are presented below. See additional details on debt following this table.

December 31	Principal	Interest	Total
2010	$ 2,890,608	$ 1,845,968	$ 4,736,576
2011	2,851,224	1,716,930	4,568,154
2012	1,894,104	1,601,751	3,495,855
2013	2,072,179	1,527,242	3,599,421
2014	2,151,497	1,445,424	3,596,921
2015-2019	12,304,283	5,676,968	17,981,251
2020-2024	11,219,783	2,437,857	13,657,640
2025-2028	4,220,515	345,285	4,565,800
Total	$ 39,604,193	$ 16,597,425	$ 56,201,618

REVENUE BONDS

The Authority issues bonds where the Authority pledges income derived from the acquired or constructed assets to pay debt service.

During 1999, the Authority issued $3,525,000 of Series 1999A Bonds and $4,055,000 Series 1999B Bonds for construction of water lines. The bonds carry a rate of interest ranging from 4.45%-5.75% per annum and are payable on March 1 and September 1 of each year. The County has entered into a contract with the Authority to provide funds from County tax revenues to repay these bonds if the net revenues of the Authority are insufficient. Monthly the Authority is required to deposit the principal and interest payments of the bonds in a sinking fund bank account. Final maturity date of these bonds is September 1, 2021. The 1999B Series bonds were partially refunded in December 2006. See note about the 2006A series bonds. The outstanding balance at December 31, 2009 of the refunded portion of the bonds is $3,185,000.

The Authority constructed, using the proceeds from Series 1999A Bonds, new infrastructure to provide a significant number of gallons of potable water needed at the Georgia Power electric-generator plant each day. The maximum water required to be provided is 500,000 gallons per day. Georgia Power has the option to increase their maximum volume to 1,300,000 gallons per day. It is expected that the revenues from the sale of this water would be sufficient to cover the costs of providing it.

The Authority has constructed water lines from the Bear Creek Water Treatment Plant to Jackson County Water and Sewerage Authority line for a new source of water purchases. The Authority financed these lines by Series 1999B Bond Issue.

During 2000, the Authority issued $12,780,000 of Series 2000A Bonds. The 2000A bonds are to acquire and upgrade a wastewater treatment plant. The bonds carry a rate of interest ranging from 4.30%-5.75% per annum and are payable on March 1 and September 1 of each year. The County has entered into a contract with the Authority to provide funds from County tax revenues to repay these bonds if the net revenues of the Authority are insufficient. The Authority is providing for the principal and interest payments of the bonds in a sinking fund bank account. Final maturity date of the 2000A series of bonds is September 1, 2022. The 2000A Series bonds were partially refunded in December 2006. See note about the 2006A series bonds. The outstanding balance at December 31, 2009 of the refunded portion of the bonds is $10,385,000.

During 2006, the Authority issued $12,090,000 of Series 2006A revenue bonds to provide funds to partially advance refund the Authority's 1999B and 2000A series bonds. These bonds which bear interest rates from 3.50% to 5.25% mature September 1, 2022. The County has entered into a contract with the Authority to provide funds from County tax revenues to repay these bonds if the net revenues of the Authority are insufficient. The Authority placed $14,277,228 in an escrow account to be used for satisfying scheduled payments of interest, principal, and redemption premiums on the 1999B and 2000A maturing 2007 through 2012. The refunding reduced the aggregate debt services payments by almost $690,107 and resulted in an economic gain (the difference between the present value of old and new debt service payments) of about $563,007. The accounting loss on the refunding was approximately $1,233,357. This loss was deferred and is being amortized over the remaining life of the new debt in accordance with GASB No. 23 using the effective interest rate method. The outstanding balance on the refunded 1999B and 2000A as of December 31, 2009 was $3,185,000 and $8,760,000.

During 2006, the Authority issued $5,530,000 of Series 2006B revenue bonds to provide funds for improvements to the system. The bonds, which bear interest rates ranging from 3.5% to 5%, mature September 1, 2011. The County has entered into a contract with the Authority to provide funds to repay those bonds. The County has allocated 16.25% of the Special Purpose Local Option Sales tax which commenced July 1, 2005 toward this obligation. See further discussion under pledged revenues.

December 31	Principal	Interest	Total
2010	$ 2,035,000	$ 872,278	$ 2,907,278
2011	1,965,000	773,294	2,738,294
2012	975,000	690,148	1,665,148
2013	1,120,000	648,772	1,768,772
2014	1,165,000	601,272	1,766,272
2015-2019	6,650,000	2,178,544	8,828,544
2020-2022	4,195,000	416,324	4,611,324
Total	$ 18,105,000	$ 6,180,632	$ 24,285,632

UPPER OCONEE BASIN WATER AUTHORITY CONTRACT

On November 1, 1997, the Upper Oconee Basin Water Authority (the Issuer) issued $60,770,000 of Revenue Bonds, Series 1997 (UOBWA) in order to finance the acquisition, construction and installation of a water supply reservoir and a water treatment plant (collectively the Project). These Bonds, which mature July 1, 2027, bear interest at rates from 4.25% to 5.25%. The Issuer is governed by a board composed of ten members, four of whom are the chief elected officials of the member counties: Athens Clarke, Barrow, Jackson, and Oconee Counties, whose regular terms shall be concurrent with their terms of office; four of whom are appointed by the governing authority of each Member County, whose terms shall be for one year; one who is appointed by the by the Upper Oconee Resource Management Commission, whose term shall be for a period of two years; and one who is appointed by the previously identified nine members of the board, whose term shall be for a period of two years.

Jackson County has entered into an Intergovernmental Agreement dated July 22, 1996, with UOBWA, Barrow County, and Oconee County that requires each county to pay its proportional share of the principal and interest payments on this debt. Those shares are Barrow County 37.520%, Jackson County 41.521%, and Oconee County 20.959%. While Jackson County has the legal obligation to make these payments, it is anticipated that the payments will be financed by the sale of water by the Jackson County Water and Sewerage Authority. In the event that the funds from such sales are not sufficient to pay the principal and interest, Jackson County has the obligation to levy property taxes sufficient to make them.

In order to present the impact of this project fairly, the debt and related intangible asset, "Water Plant Capacity", are recorded as part of the Jackson County Water & Sewerage enterprise fund even though the legal obligation belongs to Jackson County. The Water Plant Capacity intangible asset is being amortized on a straight line basis over the life of the underlying assets of the UOBWA, 100 years for the dam/reservoir and 50 years for the water treatment facility.

During 2005, the Upper Oconee Basin Water Authority issued $48,155,000 of revenue bonds (Series 2005) for a partial refunding of $51,105,000 of the Authority's Series 1997 revenue bonds. The refunding was undertaken to reduce total future debt service payments. The accounting gain for the County on the refunding was approximately $1,224,870. This gain was deferred and is being amortized over the remaining life of the new debt in accordance with

GASB No. 23 using the effective interest method.

The scheduled payments of principal and interest are as follows:

December 31	UOBWA Principal	UOBWA Interest	UOBWA Total
2010	$ 717,275	$ 868,323	$ 1,585,598
2011	743,226	842,933	1,586,159
2012	771,253	815,753	1,587,006
2013	799,279	787,669	1,586,948
2014	828,344	758,604	1,586,948
2015-2019	4,776,991	3,157,213	7,934,204
2020-2024	6,089,055	1,847,394	7,936,449
2025-2027	3,848,996	330,352	4,179,348
Total	$ 18,574,419	$ 9,408,241	$ 27,982,660

GEFA LOANS

The Authority entered into a loan with the Georgia Environmental Facilities Authority (GEFA) during 1999 to provide water service to the Hidden Oaks Subdivision. The loan had a draw capacity of $449,422. Only $173,100 of this loan is required to be repaid at zero interest, with the balance being a subsidy. The loan is payable quarterly beginning June 1, 2000 and matures June 1, 2020.

During 2003, the Authority obtained an additional loan from GEFA for $2,882,291 at 3.98%. This loan along with a $1,500,000 grant from the U.S Department of Commerce Economic Development Administration and a $300,000 grant from the Appalachian Regional Commission was used to pay for sewer additions to serve new and existing industrial customers in the Allen Creek and Possum Creek area of the county including Toyota Industries North American, Inc.

As of December 31, 2009, the Authority had drawn down $3,035,543 including $153,252 of accrued interest added to the loan balance. The loan is to be repaid in 80 equal installments. These repayments began October 1, 2006 and are due the first of each quarter.

December 31	GEFA Principal	GEFA Principal	GEFA Total Principal	GEFA Subsidy	GEFA Subtotal	GEFA Interest	GEFA Total
2010	$ 8,877	$ 115,463	$ 124,340	$ 13,993	$ 138,333	$ 105,367	$ 243,700
2011	8,877	120,128	129,005	13,993	142,998	100,703	243,701
2012	8,877	124,981	133,858	13,993	147,851	95,850	243,701
2013	8,877	130,030	138,907	13,993	152,900	90,801	243,701
2014	8,877	135,283	144,160	13,993	158,153	85,548	243,701
2015-2019	44,385	762,942	807,327	69,965	877,292	341,211	1,218,503
2020-2024	2,220	930,013	932,233	3,495	935,728	174,139	1,109,867
2025-2026	-	371,519	371,519	-	371,519	14,933	386,452
Total	$ 90,990	$ 2,690,359	$ 2,781,349	$ 143,425	$ 2,924,774	$ 1,008,552	$ 3,933,326

PLEDGED REVENUE

Jackson County Water & Sewer Authority has pledged future water and sewer revenues, net of specified operating expenses, to repay an original debt of $57.9 million. This debt is payable solely from water and sewer net revenues and is payable through 2027. The total principal and interest remaining to be paid is $54 million. Principal and interest paid for the current year was $3.5 million which was approximately 109% of net revenues. The County provided a subsidy of $1.6 million to assist in making these payments.

Jackson County Water & Sewer Authority has also pledged future sales tax proceeds from the county to repay the 2006B revenue bonds. The total principal and interest remaining to be paid is $2.3 million and is payable through 2011. Principal and interest payments for the current year was $1.2 million.

The County has pledged, as security for bonds issued by Jackson County Water & Sewer Authority, a portion of the County's Special Purpose Local Option Sales Tax (SPLOST) revenue. The bonds issued by the Authority in 2006 in the amount $5,530,000 to provide funds for improvements to the system are payable through 2022. The County has committed to appropriate each year, from SPLOST revenues, amounts sufficient to cover principal and interest requirements on the Authority's debt. The Authority has also pledged future sales tax proceeds from the county to repay the 2006B revenue bonds. The total principal and interest remaining to be paid is $3.5 million and is payable through 2011 with annual requirements ranging from $1.3 million in 2009 to $1.0 million in the final year. For the current year, principal and interest payments paid by the Authority and the portion of sales tax revenues allocated to the Water Authority recognized by the County were $1.225 million and $1.245 million, respectively. Current year principal and interest payments are approximately 98% of net revenues.

OPERATING LEASES

The County is obligated under various operating leases for equipment purchases that have an initial term in excess of 1 year. Total cost for such leases were $190,765 for the year ended December 31, 2009. Future minimum rental payments are as follows:

December 31	Minimum Payment
2010	$ 185,050
2011	148,316
2012	114,357
2013	79,967
2014	75,700
Total	$ 603,390

NOTE 7 - INTERFUND BALANCES AND ACTIVITY

Balances due to/from other funds at December 31, 2009 , consist of the following:

Due to other funds from the General Fund		
Nonmajor funds for annual appropriation amount not reimbursed:		
Fire District Fund	$	137,535
Protective Inspection/Planning & Zoning Fund		9,936
Parks and Recreation Fund		5,557
Senior Center Fund		3,416
Emergency Management/Rescue Fund		10,658
Mayfield Treatment Plant Enterprise Fund for debt service payments		23,622
SPLOST fund for project costs		1,964,031
Capital projects Fund for project costs		543,776
Subtotal - due to other funds from the General Fund		2,698,531
Due to other funds from the Capital Projects Fund		
Debt Service Fund for debt payments		199,352
Subtotal - due to other funds from the Capital Projects Fund		199,352
Due to other funds from Other Nonmajor Governmental Funds		
General Fund for accounts payable paid		
Fire District Fund - and for capital lease payment on fire truck paid by the General fund		251,144
Emergency 911		332,714
Emergency Services/Ambulance Fund		502,527
Jail Fund		8,639
Law Library Fund		2,258
CBDG Fund		6,808
Greenspace Fund		78
Subtotal - due to other funds from Other Nonmajor Governmental Funds		1,104,168
Due to other funds from Enterprise Funds		
to General Fund from Solid Waste Disposal Facility Fund for accounts payable paid		10,000
to Capital Projects Fund from Solid Waste Disposal Facility Fund for costs of construction of transfer station		156,651
to Keep Jackson Beautiful from Solid Waste Disposal Facility Fund for fees collected		625
Subtotal - due to other funds from Solid Waste Disposal Facility Fund		167,276
Due to other funds from Internal Service Funds		
To General Fund from Fuel Depot Fund for accounts payable paid		3,638
Total due to other funds	$	4,172,965

Summary of balances due from other funds reported in fund financial statements:		
Due from other funds, Balance Sheet - Governmental Funds	$	4,149,343
Due from other funds, Statement of Net Assets - Proprietary Funds, Business-Type Activities - Enterprise Funds		23,622
Total	$	4,172,965

Transfers to/from other funds for the year ending December 31, 2009 consist of the following:

Transfers from the General Fund to:		
Debt Service Fund representing debt service payments	$	4,728,256
SPLOST Fund representing road construction		95,000
Solid Waste Enterprise Fund representing property taxes and other revenues to fund annual operations		416,102
Nonmajor funds representing property taxes and other revenues to fund annual operations:		
Special Revenue Funds		
Emergency 911 Fund		419,128
Emergency Management/Rescue Fund		68,424
Emergency Services/Ambulance Fund		1,817,588
Keep Jackson Beautiful Fund		50,861
Protective Inspection/Planning & Zoning Fund		359,864
Parks and Recreation Fund		800,156
Senior Center Fund		292,546
Subtotal transfers to nonmajor Special Revenue Funds		3,808,567
Capital Projects funds:		
CDBG Fund for construction of new senior center		138,936
Total transferred from the General Fund to Nonmajor Funds		3,947,503
Total transferred from the General Fund		9,186,861
Transfers from the SPLOST Fund to:		
Debt Service Fund for debt payment on the jail		1,594,730
Debt Service Fund for debt payment on the fire training facility		193,301
Capital Projects Fund for construction of the jail		971,927
Total transferred from the SPLOST Fund		2,759,958
Transfers from the Capital Projects Fund to:		
Debt Service Fund for debt payments on shop vehicles		40,034
Debt Service Fund for debt payments on economic development projects		31,552,896
General Fund for water resources study		177,864
Total transferred from the Capital Projects Fund		31,770,794
Transfers from Other Nonmajor Governmental Funds		
From the Jail Special Revenue Fund to the General Fund representing surcharges on fines for the operation of the victims' assistance and drug abuse treatment and education programs		188,567
From the Drug Enforcement Special Revenue Fund to the General Fund for equipment		30,000
Total transferred from Other Nonmajor Governmental Funds		218,567
Total	$	43,936,180

Summary of transfers out to other funds reported in the fund financial statements:		
Transfers Out, Statement of Revenues, Expenditures and Changes in Fund Balances-Governmental Funds	$	43,936,180
Total	$	43,936,180

NOTE 8 - RETIREMENT PLANS

DEFINED BENEFIT PENSION PLAN

(A) PLAN DESCRIPTION

The County contributes to the Association of County Commissioners of Georgia (ACCG) Defined Benefit Plan (Plan), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish, and amend from time-to-time, the contribution rates for the County and its plan participants. The Plan issues a stand-alone report. This report may be obtained from: Pension Service Company, 1100 Circle 75 Parkway, Suite 300, Atlanta, Georgia 30339.

The Plan provides retirement, disability, and death benefits to plan participants and beneficiaries. The Plan, through execution of an adoption agreement adopted by resolution of the County Board of Commissioners , 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 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 County's covered payroll for employees participating in the Plan as of January 1, 2009, (the most recent actuarial valuation date) was $6,120,996 (based on covered earnings of preceding year).

Before January 1, 1998, all full-time County employees were eligible to participate in the Plan after completing three years of service. No employees can become participants after January 1, 1998. Benefits are fully vested after five years of service. Participants become eligible to retire at age 65 with 3 years of participation in the Plan, but not beyond age 70. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.00% of average compensation up to $6,600 plus 1.50% of average compensation in excess of $6,600 plus $36.00 for each year of credited service payable as a life annuity. Service is limited to 35 years.

Effective January 1, 2004, the plan was changed to allow certain Department of Public Safety employees to enter the plan and purchase prior service with their 401(a) account balance as of December 31, 2003. This plan change resulted in an increase in plan cost by approximately 2.3% of payroll.

Compensation is averaged over a five-year period prior to retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

All benefit accruals are frozen as of November 30, 1997, except employees electing to remain in the Plan with unfrozen benefits or any employee who retires prior to November 30, 2007. Any employee who retires prior to November 30, 2007 has the option to accrue benefits until their actual date of retirement and forfeit their right to their account balance in their supplemental 401(a) plan.

The Plan's financial statements are prepared on a cash basis, modified to include unrealized gains or losses on marketable securities owned by the Plan and increments in the cash value of death benefits.

Plan assets do not include any loans, notes, bonds, or other instruments or securities of the County or related parties.

(B) FUNDING POLICY

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

Contributions totaling $564,459 ($564,459 employer and $0 employee) were made in accordance with actuarially determined contribution requirements determined by an actuarial valuation performed as of January 1, 2009. Employer contributions attributable to the 2009 Plan Year were made in early 2010. The employer contribution represents 9.0% of covered payroll (using the prior year's earnings as a base).

(C) ANNUAL PENSION COST

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 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.

The County's contributions to the Plan for the years ended December 31, 2009, 2008, and 2007 were $564,459, $564,459, and $560,352, respectively, and were equal to the required contribution for each year.

Schedule I included in the required supplementary information presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. The projection of benefits for financial

reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations. The data for the most current year are as follows:

Actuarial Date of January 1	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percent of Covered Payroll [(b-a)/c]
2009	$ 5,709,193	$8,176,573	$ 2,467,380	69.8%	$ 6,120,996	40.3 %

The annual required contribution and percentage contributed for the current year and prior years are as follows:

Fiscal Year December 31	Annual Pension Cost	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation
2009	$ 517,878	$ 564,459	109.0 %	$ (291,903)
2008	522,392	564,459	108.1 %	(245,322)
2007	$ 515,995	$ 560,352	108.6 %	$ (203,255)

The information was determined as part of the actuarial valuation as of January 1, 2008. Additional information as of the latest actuarial valuation follows:

Valuation date	January 1, 2009
Actuarial Cost method	Projected Unit Credit
Amortization method	Level Percent of Pay (Closed)
Remaining amortization period	10 years
(The estimated amortization period for all unfunded liabilities combined into one amount.)	
Asset valuation method	Market Value
Actuarial assumptions:	
Investment rate return*	7.75%
Projected salary increases*	7.5%
*Includes inflation at	3.0%
Cost-of-living adjustments	N/A
Post-retirement benefit increases	N/A

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

Derivation of annual pension cost:	2009	2008
Annual required contribution	$ 516,547	$ 521,496
Interest on net pension obligation	(19,012)	(16,260)
Amortization of net pension obligation	20,343	17,156
Annual pension cost	517,878	522,392
Contributions made with interest	(564,459)	(564,459)
Increase (decrease) in net pension obligation	(46,581)	(42,067)
Net pension obligation, beginning of year	(245,322)	(203,255)
Net pension obligation, end of year	$ (291,903)	$ (245,322)

DEFINED CONTRIBUTION PLAN

Effective January 1, 1998, the County, by resolution, adopted the ACCG Defined Contribution Money Purchase Plan, which operates in conjunction with the Deferred Compensation Plan. In August 2008, the County switched companies from ACCG to ICMA Retirement Corporation. There is no waiting period for employees to participate. In August 2008, the County adopted a graduated vesting system, as follows: after 2 years of service, employees are 25% vested; after 3 years of service, employees are 50% vested; after 4 years of service, employees are 75% vested; and after 5 years of service, employees are 100% vested. The department heads are 50% vested after 1 year of service and 100% vested after 2 years of service. The County contributes 4% of salary as a base contribution for employees with 0-9 years of service, 5% for employees with 10-14 years of service, 6% for employees with 15-19 years of service, and 7% for employees with 20 or more years of service. In addition, the County will match 50% of employee voluntary contributions up to 6% of salary. The County may change the contribution requirements by resolution.

The employee contributions for 2009 were $680,536 and the County matching contribution was $527,530.

DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Because the assets are held in trust for the employees, they are not assets of the County and are not reported in these financial statements.

OTHER POST-RETIREMENT BENEFITS

(A) PLAN DESCRIPTION

The County administers a single-employer defined benefit healthcare plan, the Jackson County Retirement Medical Plan established by resolution. The plan may be amended by resolution as well. The plan provides healthcare coverage including medical, dental, and vision, for eligible retirees, their spouses, and dependent children through the county's health insurance plan, which covers both active and retired members. The plan does not issue a stand-alone report.

Any employee with 20 or more years of service who retires between 60 and 65 years of age may continue on the County's health insurance plan at the same cost as an active employee. This includes coverage for their spouse. At age 65 or normal Medicare retirement age, if earlier, the County provides a Medicare supplemental insurance policy for the retiree only and regular medical coverage terminates. The spouse may continue on the County's health plan at the employee's cost until he spouse reaches age 65. Employees may choose the greater of this benefit or the benefit described below.

Public Safety Employees

Eligible employees are those age 55 with a minimum of 20 years of full-time, certified public safety service. Employees earn 3% per year towards their coverage for the first 20 years of service and 4% per year for years 21-30. They also earn 2.5% per year towards coverage for their spouse and dependent children. Coverage for the spouse ends when they reach normal Medicare retirement age. Coverage for dependent children ends when they no longer qualify as a dependent. Once the employee reaches normal Medicare retirement age, the County provides a Medicare supplemental insurance policy for the retiree only and regular medical coverage terminates.

Non Public Safety Employees

Eligible employees are those age 60 with a minimum of 20 years of full-timeservice. Employees earn 3% per year towards their coverage for the first 20 years of service and 4% per year for years 21-30. They also earn 2.5% per year towards coverage for their spouse and dependent children. Coverage for the spouse ends when they reach normal Medicare retirement age. Coverage for dependent children ends when they no longer qualify as a dependent. Once the employee reaches normal Medicare retirement age, the County provides a Medicare supplemental insurance policy for the retiree only and regular medical coverage terminates

(B) FUNDING POLICY

For fiscal year 2009, the County contributed $60,738 to the plan. These benefits are funded on a "pay as you go" method. In fiscal year 2009 , total member contributions were $0.

(C) ANNUAL OPEB COST AND NET OPEB OBLIGATION

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution by the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation:

	2009	2008
Annual required contribution	$ 681,328	$ 681,328
Interest on net OPEB obligation	27,253	-
Adjustment to annual required contribution	(27,253)	-
Annual OPEB cost	681,328	681,328
Employer contributions made with interest	(60,738)	(8,987)
Increase (decrease) in net OPEB obligation	620,590	672,341
Net OPEB obligation, Beginning of year	672,341	-
Net OPEB obligation, End of year	$ 1,292,931	$ 672,341

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 and the preceding year were as follows:

Fiscal Year Ended December 31,	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2009	$ 681,328	$ 60,738	8.9 %	$ 1,292,931
2008	$ 681,328	$ 8,987	1.3 %	$ 672,341

(D) FUNDED STATUS AND FUNDING PROGRESS

As of January 1, 2008, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was $4,757,902, and the actuarial value of assets was $ 0 , resulting in an unfunded actuarial accrued liability (UAAL) of $4,757,902. The covered

payroll (annual payroll of active employees covered by the benefits) was $13,331,911, and the ratio of the UAAL to the covered payroll was 35.69 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The schedule of funding progress, presented as required supplementary information, following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Since actuarial valuations are done biennially with the next valuation scheduled for January 1, 2010, only one year's data is presented. Additional years will be added over time.

(E) ACTUARIAL METHODS AND ASSUMPTIONS

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The information was determined as part of the actuarial valuation as of January 1, 2008. Additional information as of the latest actuarial valuation follows:

Valuation date	January 1, 2008
Actuarial cost method	Projected Unit Credit
Amortization method	30-year open period; level percentage of pay payment
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate return	4.00%
Post-retirement benefit increases	0%
Projected salary increases	0%
Includes inflation at	3.00%
Healthcare cost trend rate(s):	
Select rates	11.00% for 2009 graded to 5.00% for 2016
Ultimate rate	5.00%

OTHER PLANS

In addition to the above pension plans, the following pension plans cover County employees but the county is not legally responsible for contributions to the pension plans. Other governmental entities are legally responsible for these contributions as well as required disclosures.

(A) PROBATE JUDGES' RETIREMENT FUND OF GEORGIA
The Probate Judge is covered under a pension plan which requires that certain sums from marriage licenses and fines or bond forfeitures be remitted to the pension plan before the payment of any costs or other claims.

(B) CLERK OF SUPERIOR COURT RETIREMENT FUND
The Clerk of Superior Court is covered under a pension plan which requires that certain sums from fees and fines or bond forfeitures be remitted to the pension plan before the payment of any costs or other claims.

(C) SHERIFF'S RETIREMENT FUND/PEACE OFFICER'S ANNUITY AND BENEFIT FUND
The Sheriff and Sheriff's Deputies are covered under separate pension plans which require that certain sums from fines or bond forfeitures be remitted by the Probate Judge or Clerk of Superior Court to the pension plans before the payment of any costs or other claims.

(D) GEORGIA STATE EMPLOYEES' RETIREMENT SYSTEM
The Health Department's eligible employees participate in the Georgia State Employees' Retirement System (ERS), a statewide multiple-employer public employee retirement system covering employees of local boards of health and various agencies and departments of the State of Georgia. ERS is funded through employer and employee contributions and the Health Department has no legal obligation for paying benefits.

NOTE 9 - 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 government carries commercial insurance for its employees through a fully-insured plan with Association County Commissioners of Georgia/Blue Cross Blue Shield of Georgia (ACCG/BCBS).

WORKERS' COMPENSATION

The County participates in the Association County Commissioners of Georgia (ACCG) Group Self-Insurance Workers' Compensation Fund (GSIWCF) (FUND), 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 up to $450,000 per individual claim are paid by the Fund.

However, 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, 2009, there was no need for such an assessment. Therefore, no liability 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 the 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 the 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.

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.

OTHER

Jackson 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 $100,000 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, 2009, there was no need for such an assessment.

NOTE 10 - RELATED PARTY TRANSACTIONS

Jackson County is one of four member counties of the Upper Oconee Basin Water Authority, a public body corporate and politic created in 1994 by an act of the General Assembly of the State of Georgia (the "Act"). Pursuant to the Act, the Authority is authorized to acquire and develop adequate sources of water supply, including but not limited to the construction of reservoirs; the treatment of such water, and thereafter the transmission of such water within the Upper Oconee Basin area, and to the various counties, municipalities, and public authorities within the Upper Oconee Basin area; to conserve water; to fulfill its purposes and perform its projects in an environmentally sensitive manner; and to strictly limit interbasin transfers of water. The County has entered into the Intergovernmental Reservoir and Raw Water Supply Agreement with the Authority as well as the Intergovernmental Water Treatment and Transmission Agreement as well as certain supplemental contracts whereby the County agrees to provide funds for the operation and maintenance of the Project and to the extent another Member County fails to fulfill its obligation to pay costs of operating the Project, including payment of debts service, to provide additional funds for such costs, irrespective of the demand for or the Project's output of water. Complete financial statements for the Upper Oconee Basin Water Authority may be obtained from: Georgia Mountains Regional Commission, 305 Research Drive, Athens, Georgia 30605.

NOTE 11 - CONTINGENT LIABILITIES

The County is a party to several legal proceedings that normally occur in governmental operations. As of the date of this financial statement, no awards in these cases have been made against the County. The results of any litigation, however, contain elements of uncertainty, and liability, if any, which might result from these proceedings, would not, in the opinion of management, have a material adverse effect on the ability of the County to meet its financial obligations.

In May of 1999, the County accepted a Community Development Block Grant from the Department of Community Affairs in the amount of $500,000 for the construction of a new Mental Health 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 the grant funds will be required to be repaid if the facility is converted during the first five years after the grant closeout date. The period for calculating the repayment amount began upon closeout of the grant in December 2000 and continue until approximately December 2020.

During 2002, Michigan Automotive Compressors, Inc. (MACI), a joint venture between Toyota Industries Corporation and DENSO, contracted to establish a new manufacturing facility in Jackson County. As part of this, Jackson County committed to provide substantial infrastructure improvements, including various road improvements. Most of those improvements have been made. The cost to extend Concord Road to Dry Pond Road by December 31, 2010 has not yet been determined.

NOTE 12 - LANDFILL CLOSURE AND POSTCLOSURE CARE COST

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 postclosure 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 postclosure 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 year amortization with respect to the postclosure costs is $56,670. The amount of postclosure care costs remaining as of December 31, 2009 is $896,400. The landfill was officially closed August 20, 1997. The County is also required to demonstrate financial assurance that the closure and postclosure care cost can be paid in the future. The County is in compliance at December 31, 2009 based on requirements issued by the EPA.

NOTE 13 - CERTAIN SIGNIFICANT ESTIMATES

As discussed in NOTE 1, estimates are used in the preparation of these financial statements. Several of the estimates qualified as a significant estimate, in that it is reasonably possible that the estimate will change in the near term due to one or more future confirming events and this change will have a material effect on the financial statements.

The estimate for the postclosure cost of the County's landfill, which was closed in 1994 qualifies as a significant estimate. Jackson County has estimated the remaining closure and the thirty-year post closure monitoring cost to be $896,400. The ultimate cost, however will depend on the extent of contamination found as the project progresses.

The estimate for allowance for doubtful accounts related to fines receivable and ambulance charges receivables qualifies as a significant estimate. The estimate is calculated based on prior years' collection experience.

The estimate for accumulated depreciation on capital assets qualifies as a significant estimate. This estimate is based on the original or estimated cost of the assets, depreciated over the estimated useful lives using the straight line method.

NOTE 14 - NORTHEAST GEORGIA REGIONAL COMMISSION

Jackson County, in conjunction with cities and counties in the ten (10) county Piedmont, Georgia area are members of the Northeast Georgia Regional Commission (NEGRC). Membership in a regional commission is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the regional commissions. Each county and municipality in the state is required by law to pay minimum annual dues to the regional commission. The county paid annual dues in the amount of $42,162 to the NEGRC for the year ended December 31, 2009. The NEGRC Board membership includes the chief elected official of each county and the chief elected official of each municipality. The County board members and municipal board members from the same county elect one member of the Board who is a resident (but not an elected or appointed official or employee of the County or municipality) to serve as the nonpublic Board member from a County.

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

Separate financial statements for the NEGRC may be obtained from: Northeast Georgia Regional Commission, 305 Research Drive, Athens, Georgia 30605.

NOTE 15 - CHANGE IN ACCOUNTING PRINCIPLE

On January 1, 2009, the County changed its method of calculating depreciation expense for road infrastructure assets. In all prior periods, the straight-line depreciation was used for calculating depreciation expense for the road surface component and the component for road base was not depreciated. The new method combines all components of a road together and applies a composite rate of depreciation. Management considers this method to be preferable because the method simplifies the financial reporting process of road infrastructure assets for the County. As a result, the cumulative effect of applying the new method decreased beginning net assets by $(33,096,948).

JACKSON COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PENSION FUNDING PROGRESS
For the Year Ended December 31, 2009
"Unaudited"

Actuarial Valuation Date (1/1)	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Annual Covered Payroll (prior year)	(6) UAAL as a Percentage of Covered Payroll (4) / (5)
2001	$ 3,037,562	$ 3,141,020	96.7 %	$ 103,458	$ 2,531,805	4.1 %
2002	$ 2,844,238	$ 3,146,485	90.4 %	$ 302,247	$ 2,575,551	11.7 %
2003	$ 2,672,335	$ 3,224,315	82.9 %	$ 551,980	$ 2,435,073	22.7 %
2004	$ 3,507,246	$ 5,108,892	68.6 %	$ 1,601,646	$ 3,675,473	43.6 %
2005	$ 3,816,037	$ 5,810,274	65.7 %	$ 1,994,237	$ 4,057,384	49.2 %
2006	$ 4,261,059	$ 6,304,779	67.6 %	$ 2,043,720	$ 4,246,716	48.1 %
2007	$ 4,927,763	$ 6,981,901	70.6 %	$ 2,054,138	$ 4,981,645	41.2 %
2008	$ 5,541,565	$ 7,459,332	74.3 %	$ 1,917,767	$ 4,852,396	39.5 %
2009	$ 5,709,193	$ 8,176,573	69.8 %	$ 2,467,380	$ 6,120,996	40.3 %

See Note 8 to the financial statements for the actuarial methods and significant assumptions used to determine the Actuarial Required Contribution for the current year and the funded status of the plan.

Effective January 1, 2004, the plan was changed to allow certain Department of Public Safety employees to enter the plan and purchase prior service with their 401A account balance as of December 31, 2003. This plan change resulted in an increase in plan cost of approximately 2.3% of payroll.

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

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

JACKSON COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF OTHER POST-RETIREMENT BENEFITS FUNDING PROGRESS
For the Year Ended December 31, 2009
"Unaudited"

Actuarial Valuation Date (1/1)	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4) / (5)
2008	$ -	$ 4,757,902	- %	$ 4,757,902	$ 13,331,911	35.69 %

2008 was the first year that this plan was effective. The next valuation is scheduled for January 1, 2010.

JACKSON COUNTY, GEORGIA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended December 31, 2009
(Required Supplementary Information)

	BUDGET AMOUNTS ORIGINAL	BUDGET AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 8,878,005	$ 8,878,005	$ 8,878,005	$ -
RESOURCES (INFLOWS)				
Taxes	30,117,763	28,262,324	28,271,004	8,680
Licenses and permits	18,000	18,930	39,490	20,560
Intergovernmental	440,452	1,431,158	1,489,694	58,536
Fines and forfeitures	1,084,000	1,084,985	1,113,677	28,692
Charges for services	3,424,824	3,464,341	3,760,108	295,767
Investment income	475,000	475,000	193,412	(281,588)
Miscellaneous	40,000	43,046	80,536	37,490
Sale of county property	-	15,395	48,521	33,126
Transfers in	142,640	158,640	396,431	237,791
Total Resources (Inflows)	35,742,679	34,953,819	35,392,873	439,054
AMOUNTS AVAILABLE FOR APPROPRIATION	44,620,684	43,831,824	44,270,878	439,054
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
General Government				
Legislative	500,119	334,396	334,395	1
Chief executive	217,392	202,383	202,383	-
Elections	15,650	39,322	39,322	-
Voter registration	154,796	151,347	151,346	1
Financial administration	602,028	607,876	607,876	-
Purchasing	118,596	114,353	114,352	1
Data processing/MIS	758,951	703,130	703,129	1
Human resources	219,081	224,645	224,437	208
Tax commissioner	602,189	602,770	602,770	-
Tax assessor	578,850	682,743	682,743	-
Courthouse	435,273	408,178	392,664	15,514
Maintenance superintendent	512,161	483,548	483,766	(218)
Administration building	267,792	246,980	246,979	1
Board of Equalization	4,750	29,647	29,647	-
Commerce Service Center	25,350	14,976	14,976	-
Contingency	486,106	-	-	-
Total General Government	5,499,084	4,846,294	4,830,785	15,509
Judicial				
Superior court	254,287	236,577	227,030	9,547
Clerk of superior court	731,826	720,006	694,848	25,158
District attorney	518,818	515,218	406,224	108,994
State court	224,192	221,405	210,173	11,232
Magistrate court	262,920	274,760	274,759	1
Probate court	236,150	237,768	237,758	10
Juvenile court	374,228	378,797	378,797	-
Public defender	361,718	361,718	361,718	-
Solicitor-victims assistance	83,936	84,396	81,101	3,295
Solicitor-state court	323,641	323,733	285,393	38,340
Total Judicial	3,371,716	3,354,378	3,157,801	196,577
Public Safety				
Sheriff	5,728,738	5,755,437	5,265,438	489,999
Detention center	4,795,920	4,169,430	4,063,357	106,073
Correctional institute	2,396,239	2,362,435	2,362,275	160
Correctional institute fire brigade	21,750	20,577	20,375	202
Firemen's association	26,043	42,856	42,856	-
Coroner	55,656	61,684	61,684	-
Animal shelter	84,000	75,985	57,507	18,478
D.A.R.E.	187,561	187,642	144,288	43,354
County Marshal	197,871	195,622	174,061	21,561
Animal control	111,113	129,478	129,478	-
Total Public Safety	13,604,891	13,001,146	12,321,319	679,827

JACKSON COUNTY, GEORGIA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended December 31, 2009
(Required Supplementary Information)

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
CONTINUED.....				
Public Works				
Roadways and walkways	1,747,087	1,717,996	1,105,150	612,846
Other maintenance	599,066	655,161	558,578	96,583
Street lighting	145,000	165,824	165,824	-
Engineering	30,200	27,650	20,629	7,021
Commerce sewer expansion	-	8,292	-	8,292
Water administration	1,587,621	1,807,337	1,807,337	-
Total Public Works	4,108,974	4,382,260	3,657,518	724,742
Public Health and Welfare				
Health department	230,784	230,784	230,784	-
Transportation services	153,389	150,313	129,051	21,262
Mental health	14,767	14,767	14,537	230
Boys and Girls Club	10,000	14,000	14,000	-
Certified Literate Program	10,280	10,280	10,280	-
Family and children services	42,134	42,134	42,134	-
Peace Place subsidy	10,000	10,000	-	10,000
Other public health and welfare	18,000	20,000	20,000	-
SolarTech	15,000	15,000	379	14,621
Total Public Health and Welfare	504,354	507,278	461,165	46,113
Recreation and Culture				
Library	100,000	100,000	100,000	-
Total Recreation and Culture	100,000	100,000	100,000	-
Housing and development				
Conservation	5,000	2,250	2,250	-
Forestry	4,764	4,764	4,261	503
Building inspection	-	21,500	-	21,500
Economic development	124,500	125,900	115,251	10,649
Agencies	46,771	46,771	46,771	-
County agent	116,086	112,401	112,401	-
Other housing and development	55,000	43,726	43,726	-
Airport	234,018	256,672	256,672	-
GIS mapping	176,015	148,184	148,184	-
Total Housing and Development	762,154	762,168	729,516	32,652
Transfers out	9,711,483	9,570,265	9,186,861	383,404
TOTAL CHARGES TO APPROPRIATIONS	37,662,656	36,523,789	34,444,965	2,078,824
CHANGE IN FUND BALANCE	(1,919,977)	(1,569,970)	947,908	2,517,878
FUND BALANCE, End of year	$ 6,958,028	$ 7,308,035	$ 9,825,913	$ 2,517,878

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Fire District - to account for funds collected from taxes charged on property that are used to provide fire protection and control services.

Emergency 911 Telephone Service - to account for the cost of providing service to the County as provided in title 46, Chapter 5 of the Official Code of Georgia Annotated.

Emergency Management/Rescue – to account for funds received from grants and contributions for the emergency management agency/rescue programs.

Emergency Services/Ambulance - to account for the fees charged to users of the county ambulance service. The funds are used to operate the ambulance service.

Jail Fund - to account for funds collected from fines and forfeitures and other revenues to be used for the operation of the County jail.

Law Library - to account for funds collected from fines and forfeitures to be used to maintain the Law Library as provided in title 36, Chapter 15 of the Official Code of Georgia Annotated.

Keep Jackson Beautiful - to account for various grants and donations as well as subsidies from the General Fund to support various activities and projects that reduce littering and other practices that diminish the beauty of the County.

Protective Inspection/Planning and Zoning - to account for license and permit fees that are collected on new developments that are used for the planning of new developments in the County.

Parks and Recreation - to account for funds received from fees charged for the use of services with the parks and recreation facilities.

Senior Center - to account for grants and other funds received for the operation of the county Senior Center.

Drug Enforcement - to account for funds collected from fines and forfeitures to be used for drug abuse, treatment and education programs.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary and trust funds.

Greenspace - to account for financial resources to be used for the purchase of greenspace land in the county.

CDBG - to account for Community Development Block Grant received to be used for the acquisition or construction of major capital facilities.

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JACKSON COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2009

	SPECIAL REVENUE FUNDS							
	FIRE DISTRICT	EMERGENCY E911 TELEPHONE SERVICES	EMERGENCY MANAGEMENT /RESCUE SERVICES	EMERGENCY SERVICES/ AMBULANCE	JAIL FUND	LAW LIBRARY	KEEP JACKSON BEAUTIFUL	PROTECTIVE INSPECTION/ PLANNING AND ZONING
ASSETS								
Cash	$ 3,257,828	$ 776,188	$ 73,589	$ -	$ 547,153	$ 88,049	$ -	$ -
Receivables (net of allowance for uncollectibles)	533,145	168,626	152	497,074	130	-	-	-
Due from other funds	137,535	-	10,658	-	-	-	625	9,936
Prepaid items	221,087	93,214	-	21,896	-	-	-	-
Inventories	-	-	-	26,939	-	-	-	-
TOTAL ASSETS	$ 4,149,595	$ 1,038,028	$ 84,399	$ 545,909	$ 547,283	$ 88,049	$ 625	$ 9,936
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable	$ 54,791	$ 63,657	$ 1,446	$ 36,356	$ 1,250	$ 852	$ 625	$ 5,669
Other accrued items	4,055	-	-	-	-	-	-	-
Due to other governments	-	-	-	6,616	-	-	-	-
Due to other funds	251,144	332,714	-	502,527	8,639	2,258	-	-
Deferred revenue	2,023,361	-	-	410	-	-	-	4,267
TOTAL LIABILITIES	2,333,351	396,371	1,446	545,909	9,889	3,110	625	9,936
FUND BALANCES								
Reserved:								
Prepaid expenditure	221,087	93,214	-	21,896	-	-	-	-
Unreserved, undesignated:								
Special Revenue Funds	1,595,157	548,443	82,953	(21,896)	537,394	84,939	-	-
TOTAL FUND BALANCES	1,816,244	641,657	82,953	-	537,394	84,939	-	-
TOTAL LIABILITIES AND FUND BALANCES	$ 4,149,595	$ 1,038,028	$ 84,399	$ 545,909	$ 547,283	$ 88,049	$ 625	$ 9,936

JACKSON COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2009

	SPECIAL REVENUE FUNDS				CAPITAL PROJECTS FUNDS		
	PARKS AND RECREATION	SENIOR CENTER	DRUG ENFORCEMENT	SUBTOTAL SPECIAL REVENUE FUNDS	GREENSPACE	CDBG	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS							
Cash	$ -	$ 237,698	$ 37,503	$ 5,018,008	$ 78	$ -	$ 5,018,086
Receivables (net of allowance for uncollectibles)	3,609	51,093	-	1,253,829	-	18,908	1,272,737
Due from other funds	5,557	3,416	-	167,727	-	-	167,727
Prepaid items	-	-	-	336,197	-	-	336,197
Inventories	-	-	-	26,939	-	-	26,939
TOTAL ASSETS	$ 9,166	$ 292,207	$ 37,503	$ 6,802,700	$ 78	$ 18,908	$ 6,821,686
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	$ 9,166	$ 2,305	$ -	$ 176,117	$ -	$ 12,100	$ 188,217
Other accrued items	-	-	-	4,055	-	-	4,055
Due to other governments	-	-	-	6,616	-	-	6,616
Due to other funds	-	-	-	1,097,282	78	6,808	1,104,168
Deferred revenue	-	-	-	2,028,038	-	-	2,028,038
TOTAL LIABILITIES	9,166	2,305	-	3,312,108	78	18,908	3,331,094
FUND BALANCES							
Reserved:							
Prepaid expenditure	-	-	-	336,197	-	-	336,197
Unreserved, undesignated:							
Special Revenue Funds	-	289,902	37,503	3,154,395	-	-	3,154,395
TOTAL FUND BALANCES	-	289,902	37,503	3,490,592	-	-	3,490,592
TOTAL LIABILITIES AND FUND BALANCES	$ 9,166	$ 292,207	$ 37,503	$ 6,802,700	$ 78	$ 18,908	$ 6,821,686

JACKSON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2009

	SPECIAL REVENUE FUNDS							
	FIRE DISTRICT	EMERGENCY E911 TELEPHONE SERVICE	EMERGENCY MANAGEMENT/ RESCUE SERVICES	EMERGENCY SERVICES/ AMBULANCE	JAIL FUND	LAW LIBRARY	KEEP JACKSON BEAUTIFUL	PROTECTIVE INSPECTION/ PLANNING & ZONING
REVENUES								
Taxes	$ 1,915,955	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-	-	210,040
Intergovernmental	476,839	25,000	22,056	12,603	-	-	2,000	-
Fines and forfeitures	-	-	-	-	192,530	22,237	-	-
Charges for services	6,000	1,066,561	-	1,456,308	-	-	21,187	44,297
Contributions and donations	8,149	-	550	-	-	-	-	-
Investment income	18,383	1,738	175	-	1,558	40	-	-
Miscellaneous	15,576	-	-	-	-	-	-	-
TOTAL REVENUES	2,440,902	1,093,299	22,781	1,468,911	194,088	22,277	23,187	254,337
EXPENDITURES								
Current Expenditures								
Judicial	-	-	-	-	3,525	10,476	-	-
Public safety	1,540,805	1,205,484	70,053	3,329,320	9,673	-	-	-
Public works	-	-	-	-	-	-	-	69,425
Public health and welfare	-	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-	-
Housing and development	-	-	-	-	-	-	74,048	544,776
Capital outlay	965,282	-	-	-	-	-	-	-
Debt service								
Principal	182,357	226,797	-	32,040	-	-	-	-
Interest	39,838	6,065	-	5,539	-	-	-	-
TOTAL EXPENDITURES	2,728,282	1,438,346	70,053	3,366,899	13,198	10,476	74,048	614,201
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	(287,380)	(345,047)	(47,272)	(1,897,988)	180,890	11,801	(50,861)	(359,864)
OTHER FINANCING SOURCES (USES)								
Sale of county property	2,790	699	-	-	-	-	-	-
Capital lease proceeds	70,000	-	-	-	-	-	-	-
Transfers in	-	419,128	68,424	1,817,588	-	-	50,861	359,864
Transfers out	-	-	-	-	(188,567)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	72,790	419,827	68,424	1,817,588	(188,567)	-	50,861	359,864
NET CHANGE IN FUND BALANCES	(214,590)	74,780	21,152	(80,400)	(7,677)	11,801	-	-
FUND BALANCES, Beginning of year	2,030,834	566,877	61,801	80,400	545,071	73,138	-	-
FUND BALANCES, End of year	$ 1,816,244	$ 641,657	$ 82,953	$ -	$ 537,394	$ 84,939	$ -	$ -

JACKSON COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2009

	SPECIAL REVENUE FUNDS				CAPITAL PROJECTS FUNDS	
	PARKS AND RECREATION	SENIOR CENTER	DRUG ENFORCEMENT	SUBTOTAL SPECIAL REVENUE FUNDS	CDBG	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES						
Taxes	$ -	$ -	$ -	$ 1,915,955	$ -	$ 1,915,955
Licenses and permits	-	-	-	210,040	-	210,040
Intergovernmental	-	242,940	-	781,438	18,908	800,346
Fines and forfeitures	-	-	26,682	241,449	-	241,449
Charges for services	360,789	14,823	4,000	2,973,965	-	2,973,965
Contributions and donations	-	4,004	-	12,703	-	12,703
Investment income	-	3,657	604	26,155	-	26,155
Miscellaneous	16,252	-	-	31,828	-	31,828
TOTAL REVENUES	377,041	265,424	31,286	6,193,533	18,908	6,212,441
EXPENDITURES						
Current Expenditures						
Judicial	-	-	-	14,001	-	14,001
Public safety	-	-	83,951	6,239,286	-	6,239,286
Public works	-	-	-	69,425	-	69,425
Public health and welfare	-	518,638	-	518,638	-	518,638
Recreation and culture	1,167,150	-	-	1,167,150	-	1,167,150
Housing and development	-	-	-	618,824	-	618,824
Capital outlay	-	-	-	965,282	157,844	1,123,126
Debt service						
Principal	9,785	-	-	450,979	-	450,979
Interest	262	-	-	51,704	-	51,704
TOTAL EXPENDITURES	1,177,197	518,638	83,951	10,095,289	157,844	10,253,133
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	(800,156)	(253,214)	(52,665)	(3,901,756)	(138,936)	(4,040,692)
OTHER FINANCING SOURCES (USES)						
Sale of county property	-	-	-	3,489	-	3,489
Capital lease proceeds	-	-	-	70,000	-	70,000
Transfers in	800,156	292,546	-	3,808,567	138,936	3,947,503
Transfers out	-	-	(30,000)	(218,567)	-	(218,567)
TOTAL OTHER FINANCING SOURCES (USES)	800,156	292,546	(30,000)	3,663,489	138,936	3,802,425
NET CHANGE IN FUND BALANCES	-	39,332	(82,665)	(238,267)	-	(238,267)
FUND BALANCES, Beginning of year	-	250,570	120,168	3,728,859	-	3,728,859
FUND BALANCES, End of year	$ -	$ 289,902	$ 37,503	$ 3,490,592	$ -	$ 3,490,592

JACKSON COUNTY, GEORGIA
FIRE DISTRICT SPECIAL REVENUE FUND
SUPPLEMENTAL SCHEDULES
BALANCE SHEET-FIRE DISTRICT
December 31, 2009

	EAST JACKSON	ARCADE	HARRISBURG	JACKSON TRAIL	MAYSVILLE	NICHOLSON	NORTH JACKSON	PLAINVIEW	SOUTH JACKSON	WEST JACKSON	TOTAL
ASSETS											
Cash	$ -	$ 75,613	$ 352,674	$ 809,456	$ 295,242	$ 231,580	$ 223,625	$ 229,969	$ 263,086	$ 776,583	$ 3,257,828
Receivables(net of allowance for uncollectibles)	42,313	30,010	38,162	76,134	20,824	33,612	49,960	60,774	42,460	138,896	533,145
Due from other funds	28,445	-	-	-	-	-	-	-	109,090	-	137,535
Prepaid items	151,941	4,579	4,684	4,921	6,469	6,607	5,986	5,101	7,222	23,577	221,087
TOTAL ASSETS	$ 222,699	$ 110,202	$ 395,520	$ 890,511	$ 322,535	$ 271,799	$ 279,571	$ 295,844	$ 421,858	$ 939,056	$ 4,149,595
LIABILITIES AND FUND BALANCES											
Liabilities											
Accounts payable	$ 29,349	$ 2,043	$ -	$ 499	$ 6,014	$ -	$ -	$ -	$ 15,960	$ 926	$ 54,791
Other accrued items	-	-	-	-	-	4,055	-	-	-	-	4,055
Due to other funds	-	15,130	13,943	7,861	15,875	28,560	59	50,000	115,837	3,879	251,144
Deferred revenue	193,350	107,574	125,957	277,765	75,581	148,424	172,879	165,997	153,823	602,011	2,023,361
TOTAL LIABILITIES	222,699	124,747	139,900	286,125	97,470	181,039	172,938	215,997	285,620	606,816	2,333,351
FUND BALANCES											
Reserved:											
Prepaid expenditure	151,941	4,579	4,684	4,921	6,469	6,607	5,986	5,101	7,222	23,577	221,087
Unreserved, undesignated:											
Special Revenue Funds	(151,941)	(19,124)	250,936	599,465	218,596	84,153	100,647	74,746	129,016	308,663	1,595,157
TOTAL FUND BALANCES	-	(14,545)	255,620	604,386	225,065	90,760	106,633	79,847	136,238	332,240	1,816,244
TOTAL LIABILITIES AND FUND BALANCES	$ 222,699	$ 110,202	$ 395,520	$ 890,511	$ 322,535	$ 271,799	$ 279,571	$ 295,844	$ 421,858	$ 939,056	$ 4,149,595

JACKSON COUNTY, GEORGIA
FIRE DISTRICT SPECIAL REVENUE FUND
SUPPLEMENTAL SCHEDULES
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-FIRE DISTRICT
For the Year Ended December 31, 2009

	EAST JACKSON	ARCADE	HARRISBURG	JACKSON TRAIL	MAYSVILLE	NICHOLSON	NORTH JACKSON	PLAINVIEW	SOUTH JACKSON	WEST JACKSON	TOTAL
REVENUES											
Taxes	$ 197,194	$ 72,187	$ 120,098	$ 273,108	$ 78,734	$ 124,977	$ 167,890	$ 135,308	$ 146,340	$ 600,119	$ 1,915,955
Intergovernmental	8,917	6,639	9,584	12,675	26,603	7,055	105,018	7,021	266,855	26,472	476,839
Charges for services	-	-	-	-	-	-	-	-	6,000	-	6,000
Contributions and donations	-	-	-	-	-	-	-	-	8,149	-	8,149
Interest income	-	61	1,446	2,128	686	792	513	403	564	11,790	18,383
Miscellaneous	-	-	29	300	-	6,001	1,330	-	7,916	-	15,576
TOTAL REVENUES	206,111	78,887	131,157	288,211	106,023	138,825	274,751	142,732	435,824	638,381	2,440,902
EXPENDITURES											
Current Expenditures											
Public safety	206,111	59,736	79,965	95,896	53,804	120,084	152,623	78,331	180,141	514,114	1,540,805
Capital outlay	-	69,852	-	359,633	8,499	225,037	56,371	-	218,411	27,479	965,282
Debt service											
Principal	-	28,076	17,855	-	-	25,337	40,583	29,935	40,571	-	182,357
Interest	-	3,718	2,743	-	-	2,549	3,931	20,065	6,832	-	39,838
TOTAL EXPENDITURES	206,111	161,382	100,563	455,529	62,303	373,007	253,508	128,331	445,955	541,593	2,728,282
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	-	(82,495)	30,594	(167,318)	43,720	(234,182)	21,243	14,401	(10,131)	96,788	(287,380)
OTHER FINANCING SOURCES (USES)											
Sale of county property	-	-	-	-	-	690	-	-	2,100	-	2,790
Capital lease proceeds	-	70,000	-	-	-	-	-	-	-	-	70,000
TOTAL OTHER FINANCING SOURCES (USES)	-	70,000	-	-	-	690	-	-	2,100	-	72,790
NET CHANGE IN FUND BALANCES	-	(12,495)	30,594	(167,318)	43,720	(233,492)	21,243	14,401	(8,031)	96,788	(214,590)
FUND BALANCES, Beginning of year	-	(2,050)	225,026	771,704	181,345	324,252	85,390	65,446	144,269	235,452	2,030,834
FUND BALANCES, End of year	$ -	$ (14,545)	$ 255,620	$ 604,386	$ 225,065	$ 90,760	$ 106,633	$ 79,847	$ 136,238	$ 332,240	$ 1,816,244

JACKSON COUNTY, GEORGIA
DEBT SERVICE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ -	$ -	$ -	$ -
RESOURCES (INFLOWS)				
Transfer in	8,467,337	38,064,517	38,109,217	44,700
Total Resources (Inflows)	8,467,337	38,064,517	38,109,217	44,700
AMOUNTS AVAILABLE FOR APPROPRIATION	8,467,337	38,064,517	38,109,217	44,700
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Debt service				
Principal	2,645,797	32,011,611	31,972,702	38,909
Interest	5,821,540	6,052,907	5,945,455	107,452
TOTAL CHARGES TO APPROPRIATIONS	8,467,337	38,064,518	37,918,157	146,361
CHANGE IN FUND BALANCE	-	(1)	191,060	191,061
FUND BALANCE, End of year	$ -	$ (1)	$ 191,060	$ 191,061

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
FIRE DISTRICT SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE
EAST JACKSON	ORIGINAL	FINAL	ACTUAL	(NEGATIVE)
FUND BALANCE, Beginning of year	$ -	$ -	$ -	$ -
RESOURCES (INFLOWS)				
Taxes	-	197,194	197,194	-
Intergovernmental	-	8,917	8,917	-
Total Resources (Inflows)	-	206,111	206,111	-
AMOUNTS AVAILABLE FOR APPROPRIATION	-	206,111	206,111	-
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	-	206,111	206,111	-
TOTAL CHARGES TO APPROPRIATIONS	-	206,111	206,111	-
FUND BALANCE, End of year	$ -	$ -	$ -	$ -
ARCADE				
FUND BALANCE, Beginning of year	$ (2,050)	$ (2,050)	$ (2,050)	$ -
RESOURCES (INFLOWS)				
Taxes	70,421	63,782	72,187	8,405
Intergovernmental	-	6,639	6,639	-
Investment income	-	-	61	61
Capital lease proceeds	-	70,000	70,000	-
Total Resources (Inflows)	70,421	140,421	148,887	8,466
AMOUNTS AVAILABLE FOR APPROPRIATION	68,371	138,371	146,837	8,466
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	70,421	161,382	161,382	-
TOTAL CHARGES TO APPROPRIATIONS	70,421	161,382	161,382	-
CHANGE IN FUND BALANCE	-	(20,961)	(12,495)	8,466
FUND BALANCE, End of year	$ (2,050)	$ (23,011)	$ (14,545)	$ 8,466
HARRISBURG				
FUND BALANCE, Beginning of year	$ 225,026	$ 225,026	$ 225,026	$ -
RESOURCES (INFLOWS)				
Taxes	124,000	114,416	120,098	5,682
Intergovernmental	-	9,584	9,584	-
Investment income	-	-	1,446	1,446
Miscellaneous	-	-	29	29
Total Resources (Inflows)	124,000	124,000	131,157	7,157
AMOUNTS AVAILABLE FOR APPROPRIATION	349,026	349,026	356,183	7,157
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	124,000	124,000	100,563	23,437
TOTAL CHARGES TO APPROPRIATIONS	124,000	124,000	100,563	23,437
CHANGE IN FUND BALANCE	-	-	30,594	30,594
FUND BALANCE, End of year	$ 225,026	$ 225,026	$ 255,620	$ 30,594
JACKSON TRAIL				
FUND BALANCE, Beginning of year	$ 771,704	$ 771,704	$ 771,704	$ -
RESOURCES (INFLOWS)				
Taxes	293,841	281,166	273,108	(8,058)
Intergovernmental	-	12,675	12,675	-
Investment income	-	-	2,128	2,128
Miscellaneous	-	-	300	300
Total Resources (Inflows)	293,841	293,841	288,211	(5,630)

JACKSON COUNTY, GEORGIA
FIRE DISTRICT SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

CONTINUED.....

AMOUNTS AVAILABLE FOR APPROPRIATION	1,065,545	1,065,545	1,059,915	(5,630)
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	293,841	455,529	455,529	-
TOTAL CHARGES TO APPROPRIATIONS	293,841	455,529	455,529	-
CHANGE IN FUND BALANCE	-	(161,688)	(167,318)	(5,630)
FUND BALANCE, End of year	$ 771,704	$ 610,016	$ 604,386	$ (5,630)
MAYSVILLE				
FUND BALANCE, Beginning of year	$ 181,345	$ 181,345	$ 181,345	$ -
RESOURCES (INFLOWS)				
Taxes	78,090	74,487	78,734	4,247
Intergovernmental	-	3,603	26,603	23,000
Investment income	3,635	3,635	686	(2,949)
Miscellaneous	23,000	23,000	-	(23,000)
Total Resources (Inflows)	104,725	104,725	106,023	1,298
AMOUNTS AVAILABLE FOR APPROPRIATION	286,070	286,070	287,368	1,298
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	104,725	104,725	62,303	42,422
TOTAL CHARGES TO APPROPRIATIONS	104,725	104,725	62,303	42,422
CHANGE IN FUND BALANCE	-	-	43,720	43,720
FUND BALANCE, End of year	$ 181,345	$ 181,345	$ 225,065	$ 43,720
NICHOLSON				
FUND BALANCE, Beginning of year	$ 324,252	$ 324,252	$ 324,252	$ -
RESOURCES (INFLOWS)				
Taxes	134,535	127,480	124,977	(2,503)
Intergovernmental	-	7,055	7,055	-
Investment income	-	-	792	792
Miscellaneous	-	-	6,001	6,001
Sale of county property	-	-	690	690
Total Resources (Inflows)	134,535	134,535	139,515	4,980
AMOUNTS AVAILABLE FOR APPROPRIATION	458,787	458,787	463,767	4,980
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	134,535	373,007	373,007	-
TOTAL CHARGES TO APPROPRIATIONS	134,535	373,007	373,007	-
CHANGE IN FUND BALANCE	-	(238,472)	(233,492)	4,980
FUND BALANCE, End of year	$ 324,252	$ 85,780	$ 90,760	$ 4,980
NORTH JACKSON				
FUND BALANCE, Beginning of year	$ 85,390	$ 85,390	$ 85,390	$ -
RESOURCES (INFLOWS)				
Taxes	127,155	246,290	167,890	(78,400)
Intergovernmental	-	7,218	105,018	97,800
Investment income	-	-	513	513
Miscellaneous	-	-	1,330	1,330
Total Resources (Inflows)	127,155	253,508	274,751	21,243
AMOUNTS AVAILABLE FOR APPROPRIATION	212,545	338,898	360,141	21,243
CHARGES TO APPROPRIATIONS (OUTFLOWS)				

JACKSON COUNTY, GEORGIA
FIRE DISTRICT SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

CONTINUED.....

Current Expenditures				
Public safety	127,155	253,508	253,508	-
TOTAL CHARGES TO APPROPRIATIONS	127,155	253,508	253,508	-
CHANGE IN FUND BALANCE	-	-	21,243	21,243
FUND BALANCE, End of year	$ 85,390	$ 85,390	$ 106,633	$ 21,243
PLAINVIEW				
FUND BALANCE, Beginning of year	$ 65,446	$ 65,446	$ 65,446	$ -
RESOURCES (INFLOWS)				
Taxes	77,215	121,310	135,308	13,998
Intergovernmental	-	7,021	7,021	-
Investment income	-	-	403	403
Total Resources (Inflows)	77,215	128,331	142,732	14,401
AMOUNTS AVAILABLE FOR APPROPRIATION	142,661	193,777	208,178	14,401
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	77,215	128,331	128,331	-
TOTAL CHARGES TO APPROPRIATIONS	77,215	128,331	128,331	-
CHANGE IN FUND BALANCE	-	-	14,401	14,401
FUND BALANCE, End of year	$ 65,446	$ 65,446	$ 79,847	$ 14,401
SOUTH JACKSON				
FUND BALANCE, Beginning of year	$ 144,269	$ 144,269	$ 144,269	$ -
RESOURCES (INFLOWS)				
Taxes	116,728	166,593	146,340	(20,253)
Intergovernmental	-	200,355	266,855	66,500
Charges for services	-	-	6,000	6,000
Contributions and donations	-	-	8,149	8,149
Investment income	-	-	564	564
Miscellaneous	-	2,500	7,916	5,416
Sale of county property	-	-	2,100	2,100
Total Resources (Inflows)	116,728	369,448	437,924	68,476
AMOUNTS AVAILABLE FOR APPROPRIATION	260,997	513,717	582,193	68,476
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	116,728	445,955	445,955	-
TOTAL CHARGES TO APPROPRIATIONS	116,728	445,955	445,955	-
CHANGE IN FUND BALANCE	-	(76,507)	(8,031)	68,476
FUND BALANCE, End of year	$ 144,269	$ 67,762	$ 136,238	$ 68,476
WEST JACKSON				
FUND BALANCE, Beginning of year	$ 235,452	$ 235,452	$ 235,452	$ -
RESOURCES (INFLOWS)				
Taxes	434,066	515,120	600,119	84,999
Intergovernmental	-	26,473	26,472	(1)
Investment income	-	-	11,790	11,790
Total Resources (Inflows)	434,066	541,593	638,381	96,788
AMOUNTS AVAILABLE FOR APPROPRIATION	669,518	777,045	873,833	96,788
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	434,066	541,593	541,593	-
TOTAL CHARGES TO APPROPRIATIONS	434,066	541,593	541,593	-

JACKSON COUNTY, GEORGIA
FIRE DISTRICT SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

CONTINUED.....

CHANGE IN FUND BALANCE	-	-	96,788	96,788
FUND BALANCE, End of year	$ 235,452	$ 235,452	$ 332,240	$ 96,788
ALL DISTRICTS COMBINED				
FUND BALANCE, Beginning of year	$ 2,030,834	$ 2,030,834	$ 2,030,834	$ -
RESOURCES (INFLOWS)				
Taxes	1,456,051	1,907,838	1,915,955	8,117
Intergovernmental	-	289,540	476,839	187,299
Charges for services	-	-	6,000	6,000
Contributions and donations	-	-	8,149	8,149
Investment income	3,635	3,635	18,383	14,748
Miscellaneous	23,000	25,500	15,576	(9,924)
Sale of county property	-	-	2,790	2,790
Capital lease proceeds	-	70,000	70,000	-
Total Resources (Inflows)	1,482,686	2,296,513	2,513,692	217,179
AMOUNTS AVAILABLE FOR APPROPRIATION	3,513,520	4,327,347	4,544,526	217,179
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	1,482,686	2,794,141	2,728,282	65,859
TOTAL CHARGES TO APPROPRIATIONS	1,482,686	2,794,141	2,728,282	65,859
CHANGE IN FUND BALANCE	-	(497,628)	(214,590)	283,038
FUND BALANCE, End of year	$ 2,030,834	$ 1,533,206	$ 1,816,244	$ 283,038

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
EMERGENCY E911 TELEPHONE SYSTEM SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 566,877	$ 566,877	$ 566,877	$ -
RESOURCES (INFLOWS)				
Intergovernmental	-	25,000	25,000	-
Charges for services	918,000	918,000	1,066,561	148,561
Investment income	4,974	4,974	1,738	(3,236)
Sale of county property	-	-	699	699
Transfer in	457,467	419,128	419,128	-
Total Resources (Inflows)	1,380,441	1,367,102	1,513,126	146,024
AMOUNTS AVAILABLE FOR APPROPRIATION	1,947,318	1,933,979	2,080,003	146,024
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	1,380,441	1,544,850	1,438,346	106,504
TOTAL CHARGES TO APPROPRIATIONS	1,380,441	1,544,850	1,438,346	106,504
CHANGE IN FUND BALANCE	-	(177,748)	74,780	252,528
FUND BALANCE, End of year	$ 566,877	$ 389,129	$ 641,657	$ 252,528

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
EMERGENCY MANAGEMENT/RESCUE SERVICES SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 61,801	$ 61,801	$ 61,801	$ -
RESOURCES (INFLOWS)				
Intergovernmental	22,056	22,056	22,056	-
Contributions and donations	38,000	38,000	550	(37,450)
Investment income	-	-	175	175
Transfer in	75,925	68,424	68,424	-
Total Resources (Inflows)	135,981	128,480	91,205	(37,275)
AMOUNTS AVAILABLE FOR APPROPRIATION	197,782	190,281	153,006	(37,275)
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	135,981	128,480	70,053	58,427
TOTAL CHARGES TO APPROPRIATIONS	135,981	128,480	70,053	58,427
CHANGE IN FUND BALANCE	-	-	21,152	21,152
FUND BALANCE, End of year	$ 61,801	$ 61,801	$ 82,953	$ 21,152

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
EMERGENCY SERVICES/AMBULANCE SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 80,400	$ 80,400	$ 80,400	$ -
RESOURCES (INFLOWS)				
Intergovernmental	-	13,483	12,603	(880)
Charges for services	1,330,834	1,392,582	1,456,308	63,726
Transfer in	2,111,404	1,960,835	1,817,588	(143,247)
Total Resources (Inflows)	3,442,238	3,366,900	3,286,499	(80,401)
AMOUNTS AVAILABLE FOR APPROPRIATION	3,522,638	3,447,300	3,366,899	(80,401)
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	3,442,238	3,366,900	3,366,899	1
TOTAL CHARGES TO APPROPRIATIONS	3,442,238	3,366,900	3,366,899	1
CHANGE IN FUND BALANCE	-	-	(80,400)	(80,400)
FUND BALANCE, End of year	$ 80,400	$ 80,400	$ -	$ (80,400)

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 545,071	$ 545,071	$ 545,071	$ -
RESOURCES (INFLOWS)				
Fines and forfeitures	86,566	86,566	192,530	105,964
Investment income	-	-	1,558	1,558
Total Resources (Inflows)	86,566	86,566	194,088	107,522
AMOUNTS AVAILABLE FOR APPROPRIATION	631,637	631,637	739,159	107,522
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Judicial	-	-	3,525	(3,525)
Public safety	86,566	86,566	9,673	76,893
Transfers out	-	115,200	188,567	(73,367)
TOTAL CHARGES TO APPROPRIATIONS	86,566	201,766	201,765	1
CHANGE IN FUND BALANCE	-	(115,200)	(7,677)	107,523
FUND BALANCE, End of year	$ 545,071	$ 429,871	$ 537,394	$ 107,523

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 73,138	$ 73,138	$ 73,138	$ -
RESOURCES (INFLOWS)				
Fines and forfeitures	10,000	10,000	22,237	12,237
Investment income	1,500	1,500	40	(1,460)
Total Resources (Inflows)	11,500	11,500	22,277	10,777
AMOUNTS AVAILABLE FOR APPROPRIATION	84,638	84,638	95,415	10,777
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Judicial	11,500	11,500	10,476	1,024
TOTAL CHARGES TO APPROPRIATIONS	11,500	11,500	10,476	1,024
CHANGE IN FUND BALANCE	-	-	11,801	11,801
FUND BALANCE, End of year	$ 73,138	$ 73,138	$ 84,939	$ 11,801

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
KEEP JACKSON BEAUTIFUL SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ -	$ -	$ -	$ -
RESOURCES (INFLOWS)				
Intergovernmental	-	2,000	2,000	-
Charges for services	40,000	40,000	21,187	(18,813)
Transfer in	38,661	35,572	50,861	15,289
Total Resources (Inflows)	78,661	77,572	74,048	(3,524)
AMOUNTS AVAILABLE FOR APPROPRIATION	78,661	77,572	74,048	(3,524)
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Housing and development	78,661	77,572	74,048	3,524
TOTAL CHARGES TO APPROPRIATIONS	78,661	77,572	74,048	3,524
CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, End of year	$ -	$ -	$ -	$ -

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
PROTECTIVE INSPECTION/PLANNING AND ZONING SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	BUDGET AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ -	$ -	$ -	$ -
RESOURCES (INFLOWS)				
Licenses and permits	425,794	417,594	210,040	(207,554)
Charges for services	60,000	60,000	44,297	(15,703)
Transfer in	558,250	537,362	359,864	(177,498)
Total Resources (Inflows)	1,044,044	1,014,956	614,201	(400,755)
AMOUNTS AVAILABLE FOR APPROPRIATION	1,044,044	1,014,956	614,201	(400,755)
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public works	187,747	184,392	69,425	114,967
Housing and development	856,297	830,564	544,776	285,788
TOTAL CHARGES TO APPROPRIATIONS	1,044,044	1,014,956	614,201	400,755
CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, End of year	$ -	$ -	$ -	$ -

NOTES TO THE BUDGETARY COMPARISON SCHEDULE
1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
PARKS AND RECREATION SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ -	$ -	$ -	$ -
RESOURCES (INFLOWS)				
Charges for services	270,000	358,830	360,789	1,959
Miscellaneous	-	7,566	16,252	8,686
Transfer in	929,924	859,314	800,156	(59,158)
Total Resources (Inflows)	1,199,924	1,225,710	1,177,197	(48,513)
AMOUNTS AVAILABLE FOR APPROPRIATION	1,199,924	1,225,710	1,177,197	(48,513)
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Recreation and culture	1,199,924	1,225,710	1,177,197	48,513
TOTAL CHARGES TO APPROPRIATIONS	1,199,924	1,225,710	1,177,197	48,513
CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, End of year	$ -	$ -	$ -	$ -

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
SENIOR CENTER SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 250,570	$ 250,570	$ 250,570	$ -
RESOURCES (INFLOWS)				
Intergovernmental	208,874	208,874	242,940	34,066
Charges for services	13,000	13,216	14,823	1,607
Contributions and donations	-	4,003	4,004	1
Investment income	-	-	3,657	3,657
Transfer in	297,100	292,546	292,546	-
Total Resources (Inflows)	518,974	518,639	557,970	39,331
AMOUNTS AVAILABLE FOR APPROPRIATION	769,544	769,209	808,540	39,331
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public health and welfare	518,974	518,639	518,638	1
TOTAL CHARGES TO APPROPRIATIONS	518,974	518,639	518,638	1
CHANGE IN FUND BALANCE	-	-	39,332	39,332
FUND BALANCE, End of year	$ 250,570	$ 250,570	$ 289,902	$ 39,332

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

JACKSON COUNTY, GEORGIA
DRUG ENFORCEMENT SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2009

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 120,168	$ 120,168	$ 120,168	$ -
RESOURCES (INFLOWS)				
Fines and forfeitures	11,000	11,000	26,682	15,682
Charges for services	-	-	4,000	4,000
Investment income	500	500	604	104
Total Resources (Inflows)	11,500	11,500	31,286	19,786
AMOUNTS AVAILABLE FOR APPROPRIATION	131,668	131,668	151,454	19,786
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	11,500	83,951	83,951	-
Transfers out	-	30,000	30,000	-
TOTAL CHARGES TO APPROPRIATIONS	11,500	113,951	113,951	-
CHANGE IN FUND BALANCE	-	(102,451)	(82,665)	19,786
FUND BALANCE, End of year	$ 120,168	$ 17,717	$ 37,503	$ 19,786

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

FIDUCIARY FUNDS

Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

Tax Commissioner - to account for the collection of property taxes, motor vehicle tag and title fees and mobile home fees, etc. which are disbursed to various taxing units.

Clerk of Courts - to account for the collection of various fines, forfeitures, jury fund receipts, real estate transfer taxes, recording of intangibles, fees, civil awards, etc. which are disbursed to various taxing units and other parties.

Probate Court - to account for the collection of fees for firearms, licenses, certificates, marriage licenses, etc. which are disbursed to various taxing units and other parties.

Magistrate Court - to account for the collection of fees for garnishments and small claims, etc. which are disbursed to various taxing units and other parties.

Federal Equity Sharing – to account for the collection and distribution of federally seized funds.

Sheriff - to account for the collection of cash bonds, fines, forfeitures, fifas, etc. which are disbursed to various taxing units and other parties.

JACKSON COUNTY, GEORGIA
COMBINING STATEMENT OF ASSETS AND LIABILITIES
ALL AGENCY FUNDS
December 31, 2009

	TAX COMMISSIONER	CLERK OF SUPERIOR COURT	PROBATE COURT	MAGISTRATE COURT	FEDERAL EQUITY SHARING	SHERIFF	TOTAL
ASSETS							
Cash	$ 10,292,914	$ 335,553	$ 6,677	$ 13,662	$ 8,503	$ 234,936	$ 10,892,245
TOTAL ASSETS	$ 10,292,914	$ 335,553	$ 6,677	$ 13,662	$ 8,503	$ 234,936	$ 10,892,245
LIABILITIES							
Amounts held in trust	$ 10,292,914	$ 335,553	$ 6,677	$ 13,662	$ 8,503	$ 234,936	$ 10,892,245
TOTAL LIABILITIES	$ 10,292,914	$ 335,553	$ 6,677	$ 13,662	$ 8,503	$ 234,936	$ 10,892,245

JACKSON COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended December 31, 2009

	TAX COMMISSIONER	CLERK OF SUPERIOR COURT	PROBATE COURT	MAGISTRATE COURT	FEDERAL EQUITY SHARING	SHERIFF	TOTAL
ASSETS							
Cash							
Balance, January 1, 2009	$ 12,659,585	$ 420,678	$ 2,647	$ 13,144	$ 2,396	$ 269,223	$ 13,367,673
Additions	81,794,974	4,224,865	161,664	406,473	6,107	884,270	87,478,353
Deductions	(84,161,645)	(4,309,990)	(157,634)	(405,955)	-	(918,557)	(89,953,781)
Balance, December 31, 2009	10,292,914	335,553	6,677	13,662	8,503	234,936	10,892,245
TOTAL ASSETS	$ 10,292,914	$ 335,553	$ 6,677	$ 13,662	$ 8,503	$ 234,936	$ 10,892,245
LIABILITIES							
Due to County							
Balance, January 1, 2009	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Addition Input this lines	26,142,569	1,961,698	92,616	139,190	-	322,203	28,658,276
Deductions	(26,142,569)	(1,961,698)	(92,616)	(139,190)	-	(322,203)	(28,658,276)
Balance, December 31, 2009	-	-	-	-	-	-	-
Amounts held in trust							
Balance, January 1, 2009	12,659,585	420,678	2,647	13,144	2,396	269,223	13,367,673
Additions Input this line	55,652,405	2,263,167	69,048	267,283	6,107	562,067	58,820,077
Deductions	(58,019,076)	(2,348,292)	(65,018)	(266,765)	-	(596,354)	(61,295,505)
Balance, December 31, 2009	10,292,914	335,553	6,677	13,662	8,503	234,936	10,892,245
Total Liabilities							
Balance, January 1, 2009	12,659,585	420,678	2,647	13,144	2,396	269,223	13,367,673
Additions	81,794,974	4,224,865	161,664	406,473	6,107	884,270	87,478,353
Deductions	(84,161,645)	(4,309,990)	(157,634)	(405,955)	-	(918,557)	(89,953,781)
TOTAL LIABILITIES	$ 10,292,914	$ 335,553	$ 6,677	$ 13,662	$ 8,503	$ 234,936	$ 10,892,245

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COMPONENT UNIT

Component Units are legally separate organizations for which the elected officials of the primary government are financially accountable.

Airport Authority – to account for the operation the county's noncommercial airport facility. All activities necessary to provide airport services are accounted for in the component unit, including, but not limited to operations, maintenance, financing and related debt service.

JACKSON COUNTY AIRPORT AUTHORITY
(A COMPONENT UNIT OF JACKSON COUNTY, GEORGIA)
STATEMENT OF NET ASSETS
December 31, 2009

	OPERATIONS	CAPITAL	TOTAL
ASSETS			
Current Assets			
Cash	$ 74,019	$ -	$ 74,019
Receivables (net of allowance for uncollectibles)	3,162	-	3,162
Inventories	41,671	-	41,671
Prepaid items	6,245	-	6,245
TOTAL CURRENT ASSETS	125,097	-	125,097
Noncurrent Assets			
Deferred charges	33,461	-	33,461
Capital assets			
Capital assets not being depreciated	7,641,090	516,543	8,157,633
Capital assets being depreciated	3,016,435	-	3,016,435
Less: accumulated depreciation	(992,949)	-	(992,949)
TOTAL CAPITAL ASSETS (NET OF ACCUMULATED DEPRECIATION)	9,664,576	516,543	10,181,119
TOTAL NONCURRENT ASSETS	9,698,037	516,543	10,214,580
TOTAL ASSETS	9,823,134	516,543	10,339,677
LIABILITIES			
Current Liabilities			
Accounts payable	22,095	580,096	602,191
Accrued interest payable	5,003	-	5,003
Due to primary government	904,911	90,528	995,439
Unearned revenue	2,830	-	2,830
Notes payable	170,000	-	170,000
TOTAL CURRENT LIABILITIES	1,104,839	670,624	1,775,463
Noncurrent Liabilities			
Notes payable	1,810,000	-	1,810,000
TOTAL NONCURRENT LIABILITIES	1,810,000	-	1,810,000
TOTAL LIABILITIES	2,914,839	670,624	3,585,463
NET ASSETS			
Invested in capital assets, net of related debt	7,684,575	(154,081)	7,530,494
Unrestricted	(776,280)	-	(776,280)
TOTAL NET ASSETS	$ 6,908,295	$ (154,081)	$ 6,754,214

JACKSON COUNTY AIRPORT AUTHORITY
(A COMPONENT UNIT OF JACKSON COUNTY, GEORGIA)
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2009

	OPERATIONS	CAPITAL	TOTAL
OPERATING REVENUES			
Charges for services	$ 374,809	$ -	$ 374,809
Total Operating Revenues	374,809	-	374,809
OPERATING EXPENSES			
Cost of goods sold	247,319	-	247,319
Salaries	60,547	-	60,547
Benefits	8,611	-	8,611
Credit card fees	10,321	-	10,321
Depreciation	137,878	-	137,878
Other costs	41,172	92,886	134,058
Professional fees	58,235	-	58,235
Repairs and maintenance	16,685	-	16,685
Supplies	4,914	-	4,914
Utilities	9,613	-	9,613
Total Operating Expenses	595,295	92,886	688,181
OPERATING INCOME (LOSS)	(220,486)	(92,886)	(313,372)
NONOPERATING REVENUES (EXPENSES)			
Investment earnings	932	176	1,108
Interest expense	(25,976)	-	(25,976)
Total Nonoperating Revenues (Expenses)	(25,044)	176	(24,868)
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(245,530)	(92,710)	(338,240)
Subsidy from Jackson County	118,289	138,075	256,364
Developer contributions	961,138	125,524	1,086,662
Capital grants	-	1,066,197	1,066,197
Transfer in	3,895,038	-	3,895,038
Transfer out	-	(3,895,038)	(3,895,038)
CHANGE IN NET ASSETS	4,728,935	(2,657,952)	2,070,983
TOTAL NET ASSETS, Beginning of year	2,179,360	2,503,871	4,683,231
TOTAL NET ASSETS, End of year	$ 6,908,295	$ (154,081)	$ 6,754,214

JACKSON COUNTY AIRPORT AUTHORITY
(A COMPONENT UNIT OF JACKSON COUNTY, GEORGIA)
STATEMENT OF CASH FLOWS
Year Ended December 31, 2009

	OPERATIONS	CAPITAL	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	$ 392,455	$ -	$ 392,455
Payments to suppliers	(75,613)	(92,886)	(168,499)
Payments to employees	(69,158)	-	(69,158)
Net cash provided by (used in) operating activities	247,684	(92,886)	154,798
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Operating subsidy - JACKSON COUNTY	118,289	138,075	256,364
Net Cash provided (used) by non-capital financing activities	118,289	138,075	256,364
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(171,629)	(1,294,611)	(1,466,240)
Capital grants	-	1,066,197	1,066,197
Principal payments on debt	(165,000)	-	(165,000)
Interest paid	(34,012)	-	(34,012)
Net cash provided (used) by capital and related financing activities	(370,641)	(228,414)	(599,055)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment earnings	932	176	1,108
Net cash provided (used) by investing activities	932	176	1,108
Net increase (decrease) in cash and cash equivalents	(3,736)	(183,049)	(186,785)
CASH, Beginning of year	77,755	183,049	260,804
CASH, End of year	$ 74,019	$ -	$ 74,019
DISPLAYED AS:			
Cash	$ 74,019	$ -	$ 74,019
Restricted cash	-	-	-
TOTAL CASH	$ 74,019	$ -	$ 74,019

	OPERATIONS	CAPITAL	TOTAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	$ (220,486)	$ (92,886)	$ (313,372)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation	137,878	-	137,878
(Increase) decrease in:			
Accounts receivable, net	17,316	-	17,316
Inventory	(21,803)	-	(21,803)
Prepaid expenses	(4,297)	-	(4,297)
Deferred revenue	330	-	330
Increase (decrease) in:			
Accounts payable	8,968	-	8,968
Due to other funds	329,778	-	329,778
Net cash provided by (used in) operating activities	$ 247,684	$ (92,886)	$ 154,798
SUPPLEMENTAL DISCLOSURE OF NON-CASH ACTIVITIES			
Amortization of deferred charges	$ (3,617)	$ -	$ (3,617)
Jackson County & Developer contribution to capital assets	$ 961,138	$ 125,524	$ 1,086,662
Transfers of capital assets	$ 3,895,038	$ (3,895,038)	$ -

JACKSON COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX
Year Ended December 31, 2009

SPLOST #3 - Commenced April 1, 2000 Project	Original Estimated Cost	Current Estimated Cost	Amount Expended Prior Years	Amount Expended Current Year
Water and Sewerage improvements - County	$ 21,879,900	$ 15,399,433	$ 15,399,433	$ -
Water and Sewerage improvements - Cities				
Commerce			2,916,809	-
Jefferson			2,046,269	-
Nicholson			634,325	-
Hoschton			570,086	-
Braselton			149,509	155,000
Maysville			293,758	-
Water and Sewerage improvements - Cities	9,620,100	6,765,756	6,610,756	155,000
Roads, streets, bridges and sidewalks - County	6,555,690	4,448,560	4,353,462	-
Roads, streets, bridges and sidewalks - Cities				
Commerce			1,219,431	24,470
Jefferson			673,333	-
Arcade			272,468	-
Nicholson			228,421	-
Talmo			106,742	-
Hoschton			237,663	-
Pendergrass			111,892	-
Braselton			179,468	-
Maysville			120,744	-
Roads, streets, bridges and sidewalks, Cities	3,794,310	3,174,632	3,150,162	24,470
Parks and recreation - Jackson County	1,567,665	1,063,786	985,624	-
Parks and recreation - Municipalities				
Commerce			353,066	-
Jefferson			183,757	-
Arcade			67,027	-
Nicholson			51,050	-
Talmo			18,983	-
Hoschton			56,711	-
Pendergrass			19,014	-
Braselton			30,341	-
Maysville			15,298	9,292
Parks and recreation - Municipalities	907,335	804,539	795,247	9,292
Public safety facilities for Fire Departments	675,000	458,041	61,600	193,301
Totals	$ 45,000,000	$ 32,114,747	$ 31,356,284	$ 382,063

JACKSON COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX
Year Ended December 31, 2009

SPLOST #4 - Commenced July 1, 2005 Project	Original Estimated Cost	Current Estimated Cost	Amount Expended Year 1 2005	Year 2 2006	Year 3 2007	Year 4 2008	Year 4 2009	Total
LEVEL 1 COUNTY PROJECTS								
County Jail	$ 10,200,000	$ 10,200,000	$ -	$ 202,201	$ (202,201)	$ 823,534	$ 2,566,658	$ 3,390,192
County Health Clinic Facilities	510,000	510,000	394,066	-	-	-	-	394,066
LEVEL 2 COUNTY PROJECTS								
Water and Sewer Facilities	8,289,970	8,289,970	-	1,038,615	2,526,967	342,905	1,468,386	5,376,873
Roads, Streets, and Bridges	8,289,970	8,289,970	-	2,075,655	1,263,630	1,688,228	949,535	5,977,048
Recreational Facilities	5,101,520	5,101,520	-	402,511	993,870	1,163,631	1,259,909	3,819,921
Public Safety Facilities	3,571,064	3,571,064	6,200	177,150	1,022,102	107,840	-	1,313,292
Library Facilities	255,075	255,075	-	-	-	159,360	33,456	192,816
Subtotal All County Projects	36,217,599	36,217,599	400,266	3,896,132	5,604,368	4,285,498	6,277,944	20,464,208
MUNICIPAL PROJECTS								
City of Arcade								
Public Safety Facilities and Equipment	413,937	413,937	21,770	78,522	81,492	76,825	59,933	318,542
Administrative Facilities and Equipment	1,034,842	1,034,842	54,424	196,306	203,731	192,064	149,832	796,357
Roads, Streets, and Bridges	143,286	143,286	7,536	27,181	28,209	29,817	20,746	113,489
Subtotal	1,592,065	1,592,065	83,730	302,009	313,432	298,706	230,511	1,228,388
City of Braselton								
Roads, Streets, and Bridges	678,512	678,512	35,684	128,711	133,580	132,377	98,240	528,592
City of Commerce								
Water and Sewer Facilities	3,588,576	3,588,576	188,729	702,937	707,394	666,029	519,579	2,784,668
Roads, Streets, and Bridges	1,127,838	1,127,838	59,315	213,947	222,039	209,323	163,296	867,920
Recreational Facilities	205,061	205,061	10,784	38,899	47,069	38,059	29,690	164,501
Library Facilities	205,061	205,061	10,784	38,899	40,371	38,059	29,690	157,803
Subtotal	5,126,536	5,126,536	269,612	994,682	1,016,873	951,470	742,255	3,974,892
City of Hoshton								
Water and Sewer Facilities	777,185	777,185	40,873	153,028	153,355	144,243	112,526	604,025
Roads, Streets, and Bridges	207,249	207,249	10,900	39,314	40,801	38,465	30,007	159,487
Recreational Facilities	51,812	51,812	2,725	9,829	12,385	9,616	7,502	42,057
Subtotal	1,036,246	1,036,246	54,498	202,171	206,541	192,324	150,035	805,569
City of Jefferson								
Roads, Streets, Bridges, and Storm Water Management Facilities	1,426,221	1,426,221	75,009	276,806	279,482	264,702	206,498	1,102,497
Cultural, Historical, and Recreation Facilities	740,894	740,894	38,965	142,320	145,861	137,508	107,272	571,926
Public Safety Facilities	55,567	55,567	2,922	10,541	10,940	10,313	8,045	42,761
Water and Sewer Facilities	1,481,788	1,481,788	77,929	293,904	289,153	275,015	214,543	1,150,544
Subtotal	3,704,470	3,704,470	194,825	723,571	725,436	687,538	536,358	2,867,728
City of Maysville								
Water and Sewer Facilities	445,838	445,838	23,447	84,574	87,773	85,011	64,551	345,356
Roads, Streets, and Bridges	83,595	83,595	4,396	15,858	20,729	15,515	12,103	68,601
Recreational Facilities	27,864	27,864	1,465	5,286	5,486	5,172	4,806	22,215
Subtotal	557,297	557,297	29,308	105,718	113,988	105,698	81,460	436,172
City of Nicholson								
Roads, Streets, and Bridges	543,475	543,475	28,582	103,095	106,995	100,867	78,688	418,227
Recreational Facilities	483,089	483,089	25,406	91,640	95,106	89,660	69,945	371,757
Water Facilities	181,158	181,158	9,527	34,365	35,665	46,309	26,229	152,095
Subtotal	1,207,722	1,207,722	63,515	229,100	237,766	236,836	174,862	942,079
City of Pendergrass								
Recreational Facilities	333,490	333,490	17,539	63,321	65,655	61,895	48,285	256,695
Roads, Streets, and Bridges	83,374	83,374	4,385	15,832	16,414	15,474	12,071	64,176
Subtotal	416,864	416,864	21,924	79,153	82,069	77,369	60,356	320,871
City of Talmo								
Administrative and Library Facilities	208,210	208,210	10,950	39,497	40,991	38,643	30,146	160,227
Roads, Streets, and Bridges	138,807	138,807	7,300	31,602	27,923	25,762	20,097	112,684
Recreational Facilities	69,403	69,403	3,650	13,470	13,664	12,881	10,049	53,714
Public Safety Facilities	46,269	46,269	2,433	8,777	9,109	8,587	6,699	35,605
Subtotal	462,689	462,689	24,333	93,346	91,687	85,873	66,991	362,230
Total All City Projects **(1)**	14,782,401	14,782,401	777,429	2,858,461	2,921,372	2,768,191	2,141,068	11,466,521
Total All Projects	$ 51,000,000	$ 51,000,000	$ 1,177,695	$ 6,754,593	$ 8,525,740	$ 7,053,689	$ 8,419,012	$ 31,930,729

1. The County remits the tax collected to the Municipalities who are responsible for reporting on the expenditures in accordance with OCGA 48-8-121.

STATISTICAL SECTION

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.

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These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Note: Tables may not add due to rounding

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

	Fiscal Year						
	2003	2004	2005 [1]	2006	2007	2008	2009
GOVERNMENTAL ACTIVITIES							
Invested in capital assets, net of related debt	$ 24,390	$ 30,819	$ 113,915	$ 122,574	$ 130,571	$ 125,119	$ 90,886
Restricted:							
Capital outlay	-	-	1,276	4,859	7,687	8,761	7,998
Debt service	279	1,323	491	-	79	2,706	766
Drug enforcement	-	105	122	128	-	-	-
Emergency services	-	184	381	272	-	-	-
Fire districts	-	1,282	677	1,243	-	-	-
Jail	-	384	466	179	-	-	-
Health services	-	-	-	-	-	-	-
Public Safety	-	-	-	-	2,478	3,325	3,116
Planning and zoning	-	181	277	-	-	-	-
Senior center	-	281	256	-	-	-	-
County sales tax referendum projects	-	-	-	-	-	-	-
Unrestricted:	3,231	(598)	4,300	5,311	3,039	8,686	10,012
Total governmental activities net assets	27,900	33,961	122,161	134,566	143,854	148,597	112,777
BUSINESS-TYPE ACTIVITIES							
Invested in capital assets, net of related debt	395	680	638	652	603	786	1,197
Unrestricted	(39)	(851)	(999)	(647)	(598)	(781)	(1,072)
Total business-type activities net assets	356	(171)	(361)	5	5	5	125
PRIMARY GOVERNMENT							
Invested in capital assets, net of related debt	24,785	31,499	114,553	123,226	131,174	125,905	92,083
Restricted	279	3,740	3,946	6,681	10,244	14,792	11,880
Unrestricted	3,192	(1,449)	3,301	4,664	2,441	7,905	8,940
Total primary government net assets	$ 28,256	$ 33,790	$ 121,800	$ 134,571	$ 143,859	$ 148,602	$ 112,903

Note: The County adopted GASB 34 in 2003. Data for years prior to this are not available.
(1) Retroactive infrastructure was added in 2005.
(2) Note: In 2007, all public safety restrictions were combined.

JACKSON COUNTY, GEORGIA
CHANGES IN NET ASSETS
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2003	2004	2005	2006	2007	2008	2009
EXPENSES							
Governmental activities:							
General government	$ 3,427	$ 4,773	$ 3,699	$ 4,215	$ 5,446	$ 5,517	$ 5,210
Judicial	1,949	2,340	2,998	3,244	3,468	3,895	3,811
Public safety	12,103	14,131	14,825	15,659	17,328	18,609	21,411
Public works	2,749	2,622	4,246	4,499	9,263	12,354	12,810
Health and welfare	817	866	875	993	926	962	1,035
Recreation and culture	709	1,060	1,195	1,150	1,339	1,530	1,840
Housing and development	1,011	1,337	1,705	1,484	1,511	1,475	1,560
Intergovernmental	6,418	6,034	3,826	4,513	-	-	-
Interest on long-term debt	547	1,371	2,072	1,911	2,921	5,060	6,695
Total governmental activities expenses	29,730	34,534	35,441	37,668	42,202	49,402	54,373
Business-type activities:							
Solid waste disposal facility	956	1,322	1,507	1,353	1,485	1,200	1,177
Mayfield treatment plant	31	29	26	24	21	18	14
Total business-type activities expenses	988	1,351	1,533	1,377	1,506	1,218	1,191
Total primary government expenses	30,717	35,885	36,974	39,045	43,708	50,620	55,564
PROGRAM REVENUES							
Governmental activities:							
Charges for services:							
General government	1,046	787	759	1,091	1,271	1,454	1,533
Judicial	1,523	1,767	2,008	356	1,999	1,801	1,628
Public safety	1,946	2,037	2,373	2,147	2,423	2,890	4,443
Public works	359	4	32	57	-	-	21
Health and welfare	62	32	25	38	37	30	28
Recreation and culture	214	266	260	294	328	314	377
Housing and development	651	955	1,139	1,088	856	431	263
Total charges for services	5,801	5,848	6,596	5,071	6,914	6,920	8,292
Operating grants and contributions	2,737	1,825	2,708	1,953	1,915	2,337	1,266
Capital grants and contributions	4,226	4,337	3,713	6,907	3,364	2,661	2,539
Total governmental activities program revenues	12,764	12,010	13,017	13,931	12,193	11,918	12,097
Business-type activities:							
Charges for services:							
Solid waste disposal facility	586	706	945	1,056	926	833	871
Mayfield treatment plant	31	29	26	24	21	18	14
Total charges for services	617	735	971	1,080	947	851	885
Operating grants and contributions	-	-	-	37	280	-	
Capital grants and contributions	-	-	-	-	-	-	10
Total business-type activities program revenues	617	735	971	1,117	1,227	851	895
Total primary government program revenues	$ 13,382	$ 12,745	$ 13,988	$ 15,048	$ 13,420	$ 12,769	$ 12,992

After 2006, intergovernmental expense has been allocated to other functions.

JACKSON COUNTY, GEORGIA
CHANGES IN NET ASSETS
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2003	2004	2005	2006	2007	2008	2009
Net (expense)/revenue							
Governmental activities	$ (16,966)	$ (22,524)	$ (22,424)	$ (23,737)	$ (30,009)	$ (37,484)	$ (42,276)
Business-type activities	(370)	(616)	(562)	(260)	(279)	(367)	(296)
Total primary government net expense	(17,336)	(23,140)	(22,986)	(23,997)	(30,288)	(37,851)	(42,572)
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS							
Governmental activities:							
Taxes							
Property Taxes	12,343	13,196	14,103	16,386	18,071	22,287	23,725
Sales Taxes	9,654	11,603	11,589	15,987	16,513	14,941	12,426
Insurance premium tax	1,004	1,086	1,160	1,215	1,278	1,309	1,290
Real estate and recording taxes	-	-	688	731	601	385	371
Other taxes	863	854	220	297	212	243	201
Total taxes	23,865	26,739	27,760	34,616	36,675	39,165	38,013
Unrestricted grants and contributions	738	775	823	915	934	1,001	1,050
Investment earnings	429	334	668	1,125	1,850	2,299	827
Gain on sale of capital assets	160	79	378	92	116	130	75
Transfers	(427)	(88)	(373)	(606)	(279)	(367)	(416)
Total governmental activities	24,764	27,839	29,256	36,142	39,296	42,228	39,549
Business-type activities:							
Gain on sale of capital assets	(3)	-	-	19	-	-	-
Transfers	427	88	373	606	279	367	416
Total business-type activities	425	88	373	625	279	367	416
Total primary government	25,188	27,927	29,629	36,767	39,575	42,595	39,965
CHANGE IN NET ASSETS							
Governmental activities	7,798	5,315	6,832	12,405	9,287	4,744	(2,727)
Business-type activities	54	(528)	(189)	365	-	-	120
Total primary government	$ 7,852	$ 4,787	$ 6,643	$ 12,770	$ 9,287	$ 4,744	$ (2,607)

Note: The County adopted GASB 34 in 2003. Data for years prior to this are not available.

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

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General fund										
Reserved										
Capital outlay	$ -	$ -	$ -	$ -	$ -	$ 437	$ 959	$ 109	$ 558	$ -
Debt service	-	-	-	91	54	-	-	1,034	1,059	1,064
Prepaid items	321	397	416	570	753	806	724	991	1,064	1,124
Total reserved	321	397	416	661	807	1,243	1,683	2,134	2,681	2,188
Unreserved, designated for:										
Road projects	-	-	-	-	-	-	566	-	-	-
Capital asset purchases	-	-	1,410	-	-	-	-	-	-	-
Debt service	-	-	640	-	1,169	-	-	-	-	-
Unreserved, undesignated	6,745	3,900	5,584	2,253	2,664	4,507	6,133	6,254	6,197	7,638
Total unreserved	6,745	3,900	7,634	2,253	3,833	4,507	6,699	6,254	6,197	7,638
Total general fund	7,066	4,297	8,050	2,914	4,640	5,750	8,382	8,388	8,878	9,826
All other governmental funds										
Reserved:										
Capital outlay	-	-	-	-	-	7,594	4,860	7,687	64,431	38,511
Debt service	688	682	187	1	1,269	666	-	-	-	-
Prepaid items	4	126	88	303	303	136	166	223	247	354
Total reserved	692	808	275	304	1,572	8,396	5,026	7,910	64,678	38,865
Unreserved, designated for:										
Capital asset purchases	-	-	-	15,306	-	-	-	-	-	-
Debt retirement	-	-	-	25	-	-	-	-	-	-
Braselton/West Jackson Library	-	-	-	92	92	-	-	-	-	-
Unreserved, undesignated, reported in:										
Debt Service funds	-	-	-	-	-	-	-	-	-	191
Special revenue funds	1,061	1,189	1,635	1,969	2,212	2,158	2,081	2,538	3,481	3,154
Capital projects funds	114	634	1,438	3,629	12,386	1,276	3,511	80	-	-
Total unreserved	1,175	1,823	3,073	21,021	14,690	3,434	5,592	2,618	3,481	3,345
Total all other governmental funds	$ 1,867	$ 2,631	$ 3,348	$ 21,325	$ 16,262	$ 11,830	$ 10,618	$ 10,528	$ 68,159	$ 42,210
Total reserved	$ 1,013	$ 1,205	$ 691	$ 965	$ 2,379	$ 9,639	$ 6,709	$ 10,044	$ 67,359	$ 41,053
Total unreserved	$ 7,920	$ 5,723	$ 10,707	$ 23,274	$ 18,523	$ 7,941	$ 12,291	$ 8,872	$ 9,678	$ 10,983
Total all funds	$ 8,933	$ 6,928	$ 11,398	$ 24,239	$ 20,902	$ 17,580	$ 19,000	$ 18,916	$ 77,037	$ 52,036

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

	Fiscal Year									
	2000	**2001**	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**
REVENUES										
Taxes (see table 5)	$ 17,201	$ 14,926	$ 22,661	$ 23,938	$ 26,447	$ 27,858	$ 34,659	$ 36,603	$ 38,546	$ 37,847
Licenses and permits	431	437	772	682	962	1,124	977	803	405	250
Fines and forfeitures	678	920	795	735	982	666	734	1,532	1,288	1,355
Charges for services	2,519	2,773	2,739	3,770	3,612	3,961	4,309	4,544	5,077	6,734
Investment earnings	447	458	773	429	334	667	1,125	1,850	2,299	827
Intergovernmental	3,986	3,371	2,734	3,717	3,459	4,558	4,089	3,646	4,143	2,406
Miscellaneous	228	962	1,254	56	31	119	693	169	202	168
Total revenues	25,490	23,847	31,728	33,327	35,827	38,953	46,586	49,147	51,960	49,588
EXPENDITURES										
General government	2,055	2,140	2,747	3,069	4,659	3,474	3,992	5,112	5,095	4,898
Judicial	1,414	1,493	1,600	1,806	2,134	2,436	2,651	2,932	3,253	3,172
Public safety	6,961	7,939	9,464	11,220	13,189	13,993	14,772	16,187	16,923	19,203
Public works	1,965	2,365	3,920	2,359	1,770	2,282	2,325	2,042	2,355	2,414
Health and welfare	460	561	639	736	787	798	801	877	902	980
Recreation and culture	523	1,298	799	834	990	1,003	1,080	1,212	1,254	1,506
Housing and development	553	661	1,598	1,267	1,124	1,705	1,466	1,496	1,431	1,548
Intergovernmental	3,690	4,573	4,762	6,471	6,039	3,924	4,545	12,675	6,167	6,423
Capital Outlay	8,650	3,131	4,562	13,799	25,041	12,687	9,890	11,793	36,122	21,831
Principal on long-term debt	1,009	1,194	1,575	5,145	1,249	1,728	2,370	3,306	2,993	32,424
Interest and issuance costs on long-term debt	198	900	285	242	1,261	1,930	2,076	2,698	5,053	6,482
Total expenditures	27,478	26,255	31,951	46,948	58,243	45,960	45,968	60,330	81,547	100,880
Excess of revenues over (under) expenditures	(1,988)	(2,408)	(223)	(13,621)	(22,416)	(7,007)	618	(11,183)	(29,587)	(51,292)
OTHER FINANCING SOURCES (USES)										
Proceeds from borrowing	1,425	569	5,464	27,683	19,739	2,167	1,234	49,005	47,503	26,583
Debt premiums and discounts	-	-	-	(1,033)	(421)	-	-	(54)	-	-
Sale of capital assets	2,401	29	15	243	86	1,891	174	179	2,821	124
Transfers in	683	649	629	6,949	6,275	2,757	3,533	5,262	6,864	43,520
Transfers out	(1,026)	(843)	(1,415)	(7,380)	(6,600)	(3,130)	(4,139)	(5,541)	(7,232)	(43,936)
Total other financing sources (uses)	3,483	404	4,693	26,462	19,079	3,685	802	48,851	49,956	26,291
Net change in fund balances	$ 1,495	$ (2,004)	$ 4,470	$ 12,841	$ (3,337)	$ (3,322)	$ 1,420	$ 37,668	$ 20,369	$ (25,001)
Debt service as a percentage of noncapital expenditures	6.41%	9.06%	6.79%	16.25%	7.56%	10.99%	12.32%	12.37%	17.71%	49.22%

JACKSON COUNTY, GEORGIA
General Fund History
Statement of Revenues, Expenditures and Changes in Fund Balances
Last Five Fiscal Years

	2005	2006	2007	2008	2009
REVENUES					
Taxes	$ 20,282,026	$ 23,530,410	$ 24,925,356	$ 27,611,602	$ 28,271,004
Licenses and permits	54,094	34,987	26,579	31,715	39,490
Fines and forfeitures	480,873	570,186	1,252,838	1,054,044	1,113,677
Charges for services	1,916,917	2,249,642	2,421,572	2,449,468	3,760,108
Interest income	196,769	473,727	660,574	460,270	193,412
Intergovernmental	2,793,492	2,627,741	2,534,414	2,891,932	1,489,694
Other	178	75,217	62,439	85,259	80,536
TOTAL REVENUES	25,724,349	29,561,910	31,883,772	34,584,290	34,947,921
EXPENDITURES					
Current					
General government	3,468,243	3,986,757	5,105,664	5,092,003	4,728,375
Judicial	2,415,415	2,627,551	2,899,977	3,230,681	3,157,800
Public safety	9,948,178	10,391,540	11,211,710	11,376,969	12,313,601
Public works	1,814,432	2,149,023	1,879,416	2,147,621	1,781,366
Health and welfare	343,902	341,011	357,424	406,030	461,166
Recreation and culture	75,000	75,000	77,500	78,139	100,000
Housing and development	664,657	360,953	511,282	579,876	729,515
Intergovernmental	-	-	-	1,747,334	1,807,644
Capital Outlay	4,096,453	818,535	952,839	5,518,452	178,636
Debt Service					
Principal	1,441,643	2,117,503	2,855,093	2,504,478	-
Interest	1,292,058	1,278,776	1,931,681	3,809,579	-
TOTAL EXPENDITURES	25,559,981	24,146,649	27,782,586	36,491,161	25,258,104
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	164,368	5,415,261	4,101,186	(1,906,873)	9,689,817
OTHER FINANCING SOURCES (USES)					
Proceeds from borrowings	2,166,760	557,000	1,000,000	2,418,021	-
Proceeds from sale of fixed assets	1,869,342	12,004	22,752	2,758,620	48,521
Transfers in	19,984	393,500	22,000	2,226,452	396,431
Transfers out	(3,109,788)	(3,745,899)	(5,141,120)	(5,005,162)	(9,186,861)
TOTAL OTHER FINANCING SOURCES (USES)	946,298	(2,783,395)	(4,096,368)	2,397,932	(8,741,909)
EXCESS OF REVENUES AND OTHER FINANCING OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	1,110,666	2,631,866	4,818	491,059	947,908
FUND BALANCES, JANUARY 1	4,639,897	5,750,563	8,382,129	8,386,947	8,878,005
FUND BALANCES, DECEMBER 31	$ 5,750,563	$ 8,382,129	$ 8,386,947	$ 8,878,005	$ 9,825,913

The accompanying notes are an integral part of this statement.

JACKSON COUNTY, GEORGIA
General Fund Budget (unaudited)
Fiscal Year Ending December 31, 2010

REVENUES	
Taxes	$29,279,495
Licenses and permits	122,500
Fines and forfeitures	984,000
Charges for services	2,411,143
Interest & other Income	260,822
Intergovernmental	2,000,452
TOTAL REVENUES	35,058,412
EXPENDITURES	
Current	
General government	5,254,346
Public Safety	12,487,449
Court System	3,224,284
Public Works	2,350,545
Health and Welfare	326,554
Recreation and Culture	100,000
Housing and Development	178,133
Contingency	-
TOTAL EXPENDITURES	23,921,311
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	11,137,101
OTHER FINANCING SOURCES (USES)	
Transfers in	86,566
Transfers out	(11,223,667)
TOTAL OTHER FINANCING SOURCES (USES)	(11,137,101)
APPROPRIATION OF PRIOR YEARS' SURPLUS	-
FUND BALANCE, December 31, 2009	9,825,913
FUND BALANCES, December 31, 2010	$ 9,825,913

JACKSON 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 & Recording Taxes	Other Taxes	Total
2000	$ 7,274	$ 8,759	$ 782	$ 229	$ 157	$ 17,201
2001	4,302	9,446	848	211	119	14,926
2002	11,727	9,436	936	408	154	22,661
2003	12,375	9,654	1,004	711	194	23,938
2004	12,904	11,603	1,086	602	252	26,447
2005	14,202	11,589	1,160	688	220	27,858
2006	16,429	15,986	1,216	731	297	34,659
2007	17,999	16,513	1,278	601	212	36,603
2008	21,667	14,941	1,309	386	243	38,546
2009	$ 23,559	$ 12,426	$ 1,290	$ 371	$ 201	$ 37,847

JACKSON 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 (5)	Estimated Actual Value (3)	Assessed Value as a Percentage of Actual Value
2000	$ 460,561	$ 275,300	$ 141,762	$ 70,603	$ 200,064	$ 95,966	$ 13,203	$ 2,846	$ 128,252	$ 55,468	$ 1,076,585	2.960	$ 2,691,463	40.00%
2001	497,780	273,987	148,706	92,732	225,737	105,701	13,897	5,658	132,389	82,553	1,149,256	9.107	2,873,140	40.00%
2002	549,520	276,386	160,828	46,728	293,711	111,673	18,079	8,147	130,742	59,455	1,274,875	9.102	3,187,188	40.00%
2003	612,880	276,952	158,680	94,467	295,037	116,425	19,724	9,729	131,614	60,594	1,391,686	9.067	3,479,215	40.00%
2004	688,097	282,412	171,035	50,783	298,430	138,647	18,520	5,903	136,107	61,986	1,455,734	9.089	3,639,335	40.00%
2005	809,255	284,376	185,796	50,167	319,579	129,596	22,025	4,943	139,008	78,847	1,587,882	9.599	3,969,704	40.00%
2006	957,166	281,690	252,738	53,826	352,705	129,346	19,259	6,620	143,309	88,239	1,821,802	9.129	4,554,505	40.00%
2007	1,217,908	376,972	301,949	71,365	447,231	148,390	14,776	6,460	186,797	162,008	2,236,246	9.042	5,590,615	40.00%
2008	1,320,570	379,620	358,937	69,948	462,739	161,442	13,819	7,865	195,969	171,466	2,407,505	8.959	6,018,763	40.00%
2009	$ 1,329,441	$ 385,816	$ 378,063	$ 71,850	$ 464,415	$ 169,846	$ 13,031	$ 6,142	$ 211,453	$ 173,324	$ 2,433,827	8.965	$ 6,084,568	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.

(4) Includes furniture and fixtures.

(5) This is a weighted average of individual direct rates applied to the taxable assessed value of the different portions of the county (incorporated and unincorporated). The millage rate was reduced for 2000 because of a significant buildup of general fund balance.

JACKSON COUNTY, GEORGIA
ASSESSED VALUATION BY PROPERTY TYPE

PROPERTY TYPE	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Residential	$ 1,331,583,736	$ 1,323,104,559	$ 1,220,448,259	959,266,666	$ 811,485,341	$ 689,735,427	$ 614,588,222	$ 551,699,589	$ 499,658,703	$ 462,197,391
Historic	203,660	203,660	203,660	204,187	-	-	-	-	-	-
Agricultural	200,543,467	209,438,215	213,634,888	158,937,162	162,898,237	161,735,657	159,183,494	158,003,723	151,126,676	163,151,473
Preferential	360,419	580,304	580,303	502,740	669,118	964,606	1,974,892	2,943,265	5,634,774	6,247,777
Conservation Use	184,934,791	169,625,853	162,781,951	122,366,218	121,039,383	119,933,418	116,014,476	115,519,432	117,682,923	112,168,061
Commercial	303,498,419	289,325,675	278,110,066	239,080,144	168,082,448	140,181,354	130,839,415	128,706,348	116,985,637	101,045,157
Industrial	541,659,068	536,560,495	473,166,473	369,511,616	339,124,367	330,848,580	326,253,894	329,155,631	258,462,079	235,178,405
Utility	71,850,152	69,947,929	71,364,766	53,826,355	50,166,549	50,782,535	94,466,777	46,727,901	92,732,441	70,603,230
Motor Vehicle	169,846,410	161,441,830	148,390,370	129,346,320	129,595,689	138,646,580	116,424,700	111,673,260	105,701,460	95,966,216
Mobile Home	13,031,351	13,818,918	14,775,983	19,258,511	22,025,410	18,519,782	19,724,155	18,078,682	13,896,956	13,203,262
Timber 100%	776,025	349,346	365,584	606,050	265,928	805,483	1,636,294	271,279	1,054,483	49,823
Heavy Equipment	317,319	542,517	1,228,580	443,529	385,609	1,672,712	2,788,087	2,295,506	1,262,095	493,989
Gross Digest	$ 2,818,604,817	$ 2,774,939,301	$ 2,585,050,883	$ 2,053,349,498	$ 1,805,738,079	$ 1,653,826,134	$ 1,583,894,406	$ 1,465,074,616	$ 1,364,198,227	$ 1,260,304,784
Bond Exemptions	-	-	-	-	-	-	-	-	-	-
Net Bond Digest	$ 2,818,604,817	$ 2,774,939,301	$ 2,585,050,883	$ 2,053,349,498	$ 1,805,738,079	$ 1,653,826,134	$ 1,583,894,406	$ 1,465,074,616	$ 1,364,198,227	$ 1,260,304,784
M & O Exemptions	384,776,437	367,434,554	348,804,934	231,547,714	217,854,756	198,093,713	192,208,071	190,197,376	214,942,437	183,719,829
Net M & O Digest	$ 2,433,828,380	$ 2,407,504,747	$ 2,236,245,949	$ 1,821,801,784	$ 1,587,883,323	$ 1,455,732,421	$ 1,391,686,335	$ 1,274,877,240	$ 1,149,255,790	$ 1,076,584,955
Total real & personal	$ 2,562,783,560	$ 2,528,838,761	$ 2,348,925,600	$ 1,849,868,733	$ 1,603,298,894	$ 1,443,399,042	$ 1,348,854,393	$ 1,286,027,988	$ 1,149,550,792	$ 1,079,988,264

JACKSON COUNTY, GEORGIA

Direct and Overlapping Property Tax Rates - Mills

Last Ten Fiscal Years

(Mills - rate per $1,000 of taxable assessed value)

Tax Year / *Fiscal Year*	*1999* / *2000*	*2000* / *2001*	*2001* / *2002*	*2002* / *2003*	*2003* / *2004*	*2004* / *2005*	*2005* / *2006*	*2006* / *2007*	*2007* / *2008*	*2008* / *2009*	*2009* / *2010*
County - Incorporated	9.000	3.640	9.780	9.760	9.740	9.770	10.280	9.770	9.590	9.490	9.500
County - Unincorporated (1)	7.580	2.570	8.720	8.750	8.730	8.690	9.190	8.730	8.730	8.610	8.610
School Operations	18.380	14.890	15.500	17.500	18.500	18.500	18.400	18.900	18.900	18.900	18.900
School Debt Service	1.000	0.780	0.780	1.000	1.000	1.000	3.700	3.350	3.100	3.100	3.100
State of Georgia	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.200
Total Incorporated	9.250	3.890	10.030	10.010	9.990	10.020	10.530	10.020	9.840	9.740	9.700
Total Unincorporated	27.210	18.490	25.250	27.500	28.480	28.440	31.540	31.230	30.980	30.860	30.810
Fire Districts											
Arcade	1.750	1.390	1.380	1.380	1.380	1.380	1.380	1.370	1.160	1.160	1.640
East Jackson	1.900	1.550	1.550	1.550	1.510	1.510	1.510	1.510	1.600	1.600	1.600
Harrisburg	1.000	0.740	1.480	1.490	1.760	1.760	1.760	1.760	1.400	1.470	1.470
Jackson Trail	1.500	1.370	1.370	1.210	1.140	1.140	1.090	1.070	0.950	0.950	0.950
Maysville	1.330	1.070	1.070	1.100	1.100	1.100	1.100	1.100	0.980	1.100	1.100
Nicholson	1.000	0.770	0.770	0.770	0.780	0.780	0.770	0.770	0.710	0.710	0.960
North Jackson	0.750	0.640	0.640	1.000	0.850	0.850	0.850	0.840	0.730	0.730	0.730
Plainview	1.000	0.840	1.700	1.700	1.700	1.700	1.700	1.660	1.660	1.500	1.500
South Jackson	1.500	1.130	1.130	1.430	1.420	1.750	1.730	1.730	1.500	1.500	1.500
West Jackson	1.750	1.610	1.600	1.570	1.570	1.570	1.720	1.690	1.690	1.670	1.670
Municipalities(including school)*											
Commerce *	17.650	15.660	16.300	17.410	18.040	17.740	19.414	19.410	18.810	19.250	19.250
Jefferson *	21.250	18.760	17.940	20.520	20.740	22.540	23.790	23.790	23.030	22.940	23.030
Maysville	1.500	1.300	3.000	4.510	-	4.850	4.216	3.190	2.728	1.764	-
Pendergrass	-	-	-	-	-	-	-	-	-	3.000	3.000

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, the County unincorporated rate is considered the total direct rate.

Maximum rates:

Total Incorporated	30.500	22.650	27.970	30.530	30.730	32.560	34.320	33.810	32.870	32.680	32.730
Total Unincorporated	29.110	20.100	26.950	29.200	30.240	30.200	33.300	32.990	32.670	32.530	32.480

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

	2009			2000		
Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
Southern Power Company	$ 35,775	1	1.47%	$ -		0.00%
Toyota Industries	26,511	2	1.09%	-		0.00%
Duke Realty Limited Partnership	21,139	3	0.87%	-		0.00%
Huber Engineered Woods	24,086	4	0.99%	11,831	1	1.10%
Nicolon Corporation	18,132	5	0.74%	8,250	4	0.77%
ELPF Jackson LLC	9,018	6	0.37%	-		0.00%
Stone Mountain Industrial Park Inc.	8,406	7	0.35%	-		0.00%
Jackson 85 Land Holding LLC	8,555	8	0.35%	-		0.00%
I&G Jackson 85, LLC	8,540	9	0.35%	-		0.00%
Gruma Corporation	8,937	10	0.37%	-		0.00%
Caterpillar				11,090	2	1.03%
Mission Foods				8,592	3	0.80%
J. M. Family Enterprises				7,179	5	0.67%
Mitsubishi				6,792	6	0.63%
Louisiana Pacific				6,584	7	0.61%
Wayne Farms				6,424	8	0.60%
Georgia Freezer				4,794	9	0.45%
Tanger Properties				4,510	10	0.42%
Totals	$ 169,099		6.95%	$ 76,046		7.06%

Source: Jackson 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.

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

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	
2000	3/15/2001	$ 4,610	(18)	244	$ 4,836	$ 1,204	26.12%	$ 3,628	$ 4,832	99.92%	$ 4
2001	12/20/2001	10,257	399	357	11,013	9,095	88.67%	1,915	11,010	99.97%	3
2002	1/20/2003	12,059	659	340	13,058	3,946	32.72%	9,098	13,044	99.89%	14
2003	12/30/2003	13,383	281	328	13,992	11,716	87.54%	2,263	13,979	99.91%	13
2004	12/20/2004	13,893	854	359	15,106	13,157	94.70%	1,934	15,091	99.90%	15
2005	12/31/2005	16,022	1,068	385	17,475	12,641	78.90%	4,810	17,451	99.86%	24
2006	12/20/2006	18,002	935	464	19,401	16,132	89.61%	3,231	19,363	99.80%	38
2007	12/20/2007	21,845	928	796	23,569	18,616	85.22%	4,847	23,463	99.55%	106
2008	12/20/2008	23,359	946	645	24,950	19,728	84.46%	4,317	24,045	96.37%	905
2009	12/20/2009	$ 23,798	363	88	$ 24,249	$ 19,644	82.54%	$ -	$ 19,644	81.01%	$ 4,605

Note:
Taxes levied during the calendar year 2009 are recorded as revenues in the financial statements in 2010 since they are levied to finance that year's expenditures.
Taxes levied include real and personal property, motor vehicle, mobile home, timber, and heavy equipment taxes.
Schedule includes amounts for County maintenance and operations and Fire Districts Special Revenue Funds.

JACKSON COUNTY, GEORGIA

Jackson County Local Option Sales Tax Collections

The following table sets forth the total amounts collected for the Local Option Tax for the last 10 years.

Month	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
January	$ 278,213	$ 296,042	$ 342,992	$ 306,835	$ 367,617	$ 354,287	$ 511,504	$ 471,384	$ 428,140	$ 356,471
February	324,274	281,243	283,735	276,885	292,192	375,207	497,456	432,693	474,993	512,092
March	326,778	333,035	264,816	298,292	358,479	423,899	510,665	492,622	504,223	386,118
April	342,667	313,842	266,853	274,592	348,321	425,224	522,497	572,104	465,876	305,419
May	298,074	331,379	294,851	333,735	402,036	416,842	473,097	506,113	575,834	541,414
June	356,954	301,844	336,325	288,191	359,817	426,991	558,450	470,511	488,923	387,353
July	373,111	319,443	311,830	316,143	382,045	433,237	552,436	585,458	473,075	384,810
August	396,320	320,799	288,571	318,934	389,516	512,539	552,970	592,816	469,737	425,345
September	399,519	359,438	328,845	359,290	444,568	482,838	681,687	566,647	530,739	488,153
October	378,990	330,964	323,051	336,383	351,255	430,946	370,377	539,572	477,119	398,758
November	348,412	323,943	300,396	324,011	388,904	422,601	443,552	495,908	356,471	404,146
December	337,979	304,892	287,876	292,802	410,040	473,008	512,432	522,912	512,092	423,750
	$ 4,161,291	$ 3,816,864	$ 3,630,141	$ 3,726,093	$ 4,494,790	$ 5,177,619	$ 6,187,123	$ 6,248,741	$ 5,757,224	$ 5,013,828

JACKSON COUNTY, GEORGIA
Jackson County Special Purpose Local Option Sales Tax Collections

The following table shows the monthly collections received by the County from the Special Purpose Local Option Sales Tax authorized in March, 1994:

Month	1994	1995	1996	1997	1998	1999	2000
January	$ -	$ 285,965	$ 294,087	$ 272,230	$ 335,659	$ 406,386	$ 14,589
February	-	220,903	307,758	318,404	343,068	367,857	12,305
March	-	266,461	311,759	319,729	327,747	433,597	30,165
April	-	243,682	365,945	327,880	366,748	674,670	-
May	-	232,292	346,008	289,702	472,322	476,148	-
June	-	264,465	439,796	368,595	340,785	502,266	-
July	195,100	237,070	317,791	262,968	415,663	86,991	-
August	211,642	237,534	315,319	304,957	383,810	37,862	-
September	208,297	239,072	315,638	350,364	408,197	59,198	-
October	273,636	239,073	337,768	338,723	414,138	41,397	-
November	213,339	279,331	312,787	376,726	442,220	50,379	-
December	299,247	300,674	347,221	354,383	454,981	29,761	-
	$ 1,401,261	$ 3,046,522	$ 4,011,877	$ 3,884,661	$ 4,705,338	$ 3,166,512	$ 57,059

The following table shows the monthly collections received by the County from the Special Purpose Local Option Sales Tax authorized in April, 2000 and the tax authorized in July 2005:

Month	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
January	$ -	435,814	$ 492,109	$ 492,151	$ 581,786	$ 567,584	$ 814,780	$ 754,505	$ 680,813	$ 567,773
February	-	417,572	417,901	439,989	459,516	590,399	705,608	684,497	760,725	806,873
March	-	487,018	445,584	471,433	579,792	658,343	804,568	802,818	804,773	616,852
April	403,990	460,385	477,526	436,976	552,236	220,938	829,779	910,071	745,565	488,378
May	411,426	492,113	540,259	526,461	638,642	157,154	756,055	959,339	921,427	867,594
June	500,479	444,013	503,256	457,159	564,520	127,236	891,761	753,945	740,155	621,423
July	539,707	465,600	496,943	498,277	604,846	579,279	882,354	945,125	801,601	617,301
August	570,056	472,174	466,050	521,968	614,155	703,770	886,534	946,491	752,612	681,403
September	565,756	531,568	504,458	562,933	698,201	723,480	1,083,767	906,503	848,580	782,793
October	532,980	486,345	530,923	535,391	565,823	675,637	611,529	863,130	752,948	638,835
November	509,063	482,573	477,840	514,661	616,176	662,114	709,257	801,192	567,773	648,397
December	507,347	454,382	453,230	470,610	632,338	745,666	823,286	836,541	806,873	679,842
	$ 4,540,804	$ 5,629,558	$ 5,806,079	$ 5,928,009	$ 7,108,031	$ 6,411,600	$ 9,799,278	$ 10,164,158	$ 9,183,845	$ 8,017,464

JACKSON COUNTY, GEORGIA
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

	Governmental Activities				Business-Type Activities				
Fiscal Year	Capital Leases	GEFA Notes Payable	Contracts Payable (2)	IDA Economic Development Bonds	GEFA Notes Payable	Capital Leases	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2000	$ 2,105	$ 353	$ 26,578	$ -	$ 679	$ -	$ 29,715	3.05%	$ 714
2001	1,832	338	26,238	-	639	-	29,047	2.69%	660
2002	6,377	322	705	-	596	55	8,055	0.73%	173
2003	27,747	306	1,688	-	551	-	30,292	2.64%	645
2004	28,914	289	1,601	16,815	504	-	48,123	3.80%	981
2005	29,400	271	1,511	16,815	454	-	48,451	3.38%	927
2006	28,313	251	1,418	16,815	402	-	47,199	2.90%	846
2007	26,245	231	49,900	16,145	346	-	92,867	5.59%	1,567
2008	26,588	215	49,799	60,455	288	-	137,345	7.83%	2,229
2009	$ 25,972	$ 187	$ 49,698	$ 55,385	$ 226	$ -	$ 131,468	7.03%	$ 2,104

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 Table 15 for personal income and population data.

(2) The contract payable of $24,982 for the Upper Oconee Basin Water Authority was moved to the Jackson County Water & Sewerage Authority component unit in 2002 since the source for repayment is water sales made by that entity.

(3) Debt excludes premiums, discounts, and amounts deferred on refunding.

JACKSON 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)
2000	$ 339	$ 301	$ 640	$ -	$ 10	$ 10	$ 650	0.07%	$ 16
2001	296	307	603	-	12	12	615	0.06%	14
2002	262	377	639	-	13	13	652	0.06%	14
2003	245	426	671	-	11	11	682	0.06%	15
2004	-	469	469	611	13	624	1,093	0.09%	22
2005	-	466	466	831	13	844	1,310	0.09%	25
2006	-	525	525	807	13	820	1,345	0.08%	24
2007	-	535	535	956	15	971	1,506	0.09%	25
2008	-	630	630	946	17	963	1,593	0.09%	26
2009	$ -	$ 709	$ 709	$ 896	$ 16	$ 912	$ 1,621	0.09%	$ 26

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 Table 15 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.

JACKSON COUNTY, GEORGIA
Direct and Overlapping Governmental Activities Debt
General Obligation Debt
December 31, 2009

Jurisdiction	*Debt Outstanding*	*Percentage Applicable to Government*	*Amount Applicable to Government*
Direct Debt			
GEFA Loans	$ 187,181	100.00%	$ 187,181
Total Direct	187,181		187,181
Intergovernmental Contracts Obligation			
Banks-Jackson-Commerce Hospital Authority	1,490,000	75.00%	1,117,500
Jackson County Industrial Development Authority	14,740,000	100.00%	14,740,000
Jackson County Airport Authority	1,980,000	100.00%	1,980,000
City of Jefferson Public Building Authority	40,595,000	100.00%	40,595,000
City of Jefferson Public Building Authority	7,985,000	100.00%	7,985,000
Jackson County Industrial Development Authority	15,595,000	100.00%	15,595,000
City of Jefferson Public Building Authority	25,050,000	100.00%	25,050,000
Total Intergovernmental Contracts Obligation	107,435,000		107,062,500
Capital Leases			
Capital Lease - Courthouse	22,825,000	100.00%	22,825,000
Capital Leases - Other	3,147,388	100.00%	3,147,388
Total Capital Leases	25,972,388		25,972,388
Guaranteed Revenue Debt			
Upper Oconee Basin Water Authority	44,736,077	41.52%	18,574,419
Jackson County Water and Sewer Authority	21,029,774	100.00%	21,029,774
Total Guaranteed Revenue Debt	65,765,851		39,604,193
Overlapping General Obligation Debt:			
Jackson County School System	79,058,068	100.00%	79,058,068
City of Commerce Board of Education	10,190,200	100.00%	10,190,200
City of Jefferson Board of Education	22,590,000	100.00%	22,590,000
City of Arcade	1,257,176	100.00%	1,257,176
City of Braselton	6,923,639	24.01%	1,662,366
City of Commerce	3,855,492	100.00%	3,855,492
City of Hoschton	5,773,005	100.00%	5,773,005
City of Jefferson	24,412,157	100.00%	24,412,157
City of Maysville	1,396,475	53.61%	748,650
City of Nicholson	154,393	100.00%	154,393
City of Pendergrass	101,600	100.00%	101,600
Total Overlapping General Obligation Debt	155,712,205		149,803,107
Total	$ 355,072,625		$ 322,629,369

Sources: Assessed value data used to estimate applicable percentages provided by the State Department of Revenue. Debt outstanding provided by the County. See Table 10.

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, and therefore responsible for repaying the debt, of each overlapping government.

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 overlapping government's boundaries and dividing it by the overlapping government's total taxable assessed value.

JACKSON COUNTY, GEORGIA
Direct and Overlapping Governmental Activities Debt
General Obligation Debt
December 31, 2009

Debt and Assessed Value per Capita[1]

Direct General Obligation (G.O.) debt per capita		$	-
Direct and Contractual G.O. debt per capita	2	$	1,717
Direct debt, Contractual Debt, Notes, and Leases per capita	3	$	2,133
Direct and Contractual Debt, Notes, Leases, and Overlapping Debt per capita	4	$	5,164
Fair Market Value of Taxable Property per capita	5	$	112,795
Grossed Assessed value of property before exemptions		$	2,818,604,817
Estimated Fair Market Value of Taxable Property		$	7,046,512,043
Population, estimated by US Census Bureau at July 1, 2008			62,472

1 Based on estimated population for the County for 2009 as shown above.

2 Contractual debt represents long term Intergovernmental Contract obligations of Jackson County.

3 Includes all G.O. Debt, contract obligations, leases and short-term notes secured by ad valorem taxes and general revenues of Jackson County.

4 Includes all G.O. Debt, contract obligations, leases and short-term notes secured by ad valorem taxes and general revenues of Jackson County and overlapping direct general obligation debt.

5 Based on 2009 gross assessed valuation before exemptions and estimated fair market value of taxable property in the County shown above.

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

	Fiscal Year									
	2000	**2001**	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**
Assessed value of property	$ 1,260,305	$ 1,364,198	$ 1,465,072	$ 1,583,894	$ 1,653,827	$ 1,805,737	$ 2,053,350	$ 2,585,051	$ 2,774,940	$ 2,818,604
Debt limit (10% of total assessed value)	126,031	136,420	146,507	158,389	165,383	180,574	205,335	258,505	277,494	281,860
Amount of Debt applicable to limit:										
General obligation bonds	-	-	-	-	-	-	-	-	-	-
Less: Resources restricted to paying principal	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$ 126,031	$ 136,420	$ 146,507	$ 158,389	$ 165,383	$ 180,574	$ 205,335	$ 258,505	$ 277,494	$ 281,860
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

JACKSON 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	Interest	Coverage
2000	$ -	$ -	$ -	-
2001	-	-	-	-
2002	-	-	-	-
2003	-	-	-	-
2004	-	-	-	-
2005	6,412	-	-	-
2006	9,799	-	-	-
2007	10,164	1,285	181	6.93
2008	9,184	1,040	190	7.47
2009	$ 8,017	$ 1,080	$ 145	6.54

[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.

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

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	School Enrollment (4)	Unemployment Rate (6)
2000	41,589	$ 974,056	$ 23,421	-	2.7%
2001	44,010	1,080,974	24,562	-	3.9%
2002	46,651	1,110,574	23,806	-	4.8%
2003	46,998	1,148,866	24,445	-	3.8%
2004	49,035	1,267,702	25,853	5,907	3.1%
2005	52,292	1,433,899	27,421	6,203	4.1%
2006	55,778	1,626,654	29,163	6,600	3.9%
2007	59,254	1,661,186	28,035	7,125	3.9%
2008	61,620	1,754,013	28,465	7,200	9.5%
2009	62,472	$ 1,869,027	$ 29,918	6,963	10.9%

Data sources:
(1) US Bureau of the Census
(2) Amount expressed in thousands
(3) Federal Bureau of Economic Analysis; Then projected for 2009
(4) School District; Information for years prior to 2003 is not available.
(5) State Department of Labor
(6) Jackson County Area Chamber of Commerce

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

		2009			2000		
Employer	Type of Business	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Wayne Farms, LLC	Processed Chicken	1,350	1	4.51%	1,400	1	25.91%
Jackson County Board of Education	School System	825	2	2.76%	800	3	14.81%
Jackson EMC	Electric Utility	650	3	2.17%	403		7.46%
Baker & Taylor Books	Book Distributor	500	4	1.67%	450	4	8.33%
Haverty's Furniture	Furniture Distributor	450	5	1.50%	-		0.00%
BJC Medical	Hospital	411	6	1.37%	328		6.07%
Jackson County Government	Government	400	7	1.34%	-	5	0.00%
Mission Foods	Food Service	385	8	1.29%	-	2	0.00%
TenCate Nicolon	Geotextiles	235	9	0.79%	-	8	0.00%
Roper Pump Co.	Manufacturing/pumps	200	10	0.67%	-		0.00%
Chateau Elan	Winery & Resort	-	11	0.00%	750		13.88%
Gruma Corporation	Food Service	-	12		400		7.40%
Caterpiller	Manufacturer	-	13		302		5.59%
Con-Agra Poultry	Processed Chicken				300	6	5.55%
Valley Fresh, Inc.	Poultry Processing				270	7	5.00%
All other employers		24,500		81.92%	NA		NA
Total		29,906		100.00%	5,403		100.00%

Source: Jackson County Area Chamber of Commerce and Georgia Department of Labor
The 2008 Georgia County Guide, published by the Carl Vinson Institute of Government

JACKSON COUNTY, GEORGIA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

Function	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General government	-	-	-	44	45	48	51	53	60	62
Public safety										
Sheriff										
Officers	-	-	-	48	48	67	66	69	87	152
Civilians	-	-	-	64	64	73	74	74	48	34
Emergency	-	-	-	45	45	49	45	44	87	52
Court system	-	-	-	29	29	29	35	35	44	52
Public works	-	-	-	40	40	42	43	46	27	18
Health and welfare	-	-	-	5	5	7	6	-	1	-
Senior Center	-	-	-	10	10	11	11	11	11	11
Transport	-	-	-	2	2	-	-	2	2	2
Recreation and culture	-	-	-	7	7	8	8	8	8	9
Housing and development	-	-	-	-	-	-	-	-	23	9
Solid Waste	-	-	-	-	-	-	4	4	4	5
Total	-	-	-	294	295	334	343	346	402	406

Source: Government Budget Office

Notes: 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.
Information for years prior to 2003 is not available.

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

Function	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Sheriff										
Citations Issued	n/a	n/a	n/a	2,052	2,071	2,184	3,049	5,154	5,200	4,519 *
Fire										
Number of calls answered	1,757	2,182	1,700	1,947	2,206	2,718	2,670	2,152	3,000	4,500 *
Highways and streets										
Street resurfacing (miles)	n/a	n/a	n/a	n/a	34	18	25	25	21	7 *
Sanitation										
Refuse collected (tons/day)	n/a	n/a	n/a	53	53	74	81	91	60	70 *
Culture and recreation										
Athletic field permits issued	n/a	11	9	25	24	23	35	30	30	28 *

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

* estimate

JACKSON COUNTY, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

	Fiscal Year			
	2006	2007	2008	2009
Function				
General government				
Undeveloped Land	13 parcels, 442.174 acres	11 parcels, 255.98 acres	11 parcels, 255.98 acres	11 parcels, 255.98 acres
Buildings (1)	2	4	4	4
Vehicles	31	36	28	31
Small Equipment	31	57	57	64
Public safety				
Undeveloped Land	2	1	1	1
Buildings (2)	29	33	33	35
Vehicles				
Fire/Pumper Trucks	39	40	45	47
Other Fire Dept. Vehicles	9	9	15	17
Ambulance/Rescue	16	10	15	15
Sheriffs Vehicles	74	88	104	111
JCCI Vehicles	9	22	20	20
Other Public Safety Vehicles	9	7	15	16
Equipment	125	140	114	116
Other Public Safety Assets	36	37	38	53
Court system				
Buildings (3)	2	2	2	2
Vehicles	5	1	4	4
Small Equipment	15	18	21	21
Public works				
Buildings	10	9	9	9
Vehicles				
Road Department	45	43	50	51
Building Inspector	11	10	10	10
Other	13	8	6	6
Small Equipment	3	2	4	8
Heavy Equipment	60	77	97	103
Roads				
Miles Paved during year	22	5	18	1
Miles Resurfaced during year	9.6	25.0	2.7	7.0
Total Miles Paved Roads	530	540	532	400
Total Miles Unpaved Roads	134	140	140	138
Health and welfare				
Undeveloped Land	1 parcel, 1.06 acres	1 parcel, 1.08 acres	1 parcel, 1.08 acres	1 parcel, 1.08 acres
Buildings	6	6	6	6
Recreation and culture				
Undeveloped Land	6 parcels, 101.12 acres	2 parcels, 33.52 acres	2 parcels, 33.52 acres	2 parcels, 33.52 acres
Buildings (4)	7	5	5	7
Vehicles	12	11	14	14
Equipment	22	26	29	35
Housing and development				
Buildings	1	1	1	1
Vehicles	4	4	2	3

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

(1) Major buildings include Administration Building
(2) Major buildings include Jail and Correctional Institute. The Jail currently has a 424 bed capacity. The Correctional Institute currently has a 174 bed capacity.
(3) Major Buildings include historic courthouse and new courthouse
(4) Major buildings include structures at County Recreation Complex
Note: Some land figures in 2007 have changed from 2006 due to better asset controls

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JACKSON COUNTY , GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For Year Ended December 31, 2009

FEDERAL GRANTOR/ PASS-THRU GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT/ CONTRACT NUMBER	PROGRAM OR AWARD AMOUNT	EXPENDITURES
U.S. DEPARTMENT OF JUSTICE				
- LLEBG Bullet Proof Vest Program 2009	16.607	2009BUBX	262	262
-ARRA Justice Assistance Grant (JAG) Program	16.804	2009-SB-B9-2137	33,016	33,015
Total U.S. Department of Justice			**33,278**	**33,277**
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Passed-through the Georgia Department of Community Affairs				
- CDBG	14.219	08-p-y-078-1-5052	500,000	18,908
Total U.S. Department of Housing and Urban Development			**500,000**	**18,908**
U.S. DEPARTMENT OFHEALTH AND HUMAN SERVICES				
Passed-through the Northeast Georgia Regional Development Center				
- ARRA Stimulus Funds, Special Programs for the Aging	93.707	FY 2010 ARRA Stimulus Funds Con.	10,960	10,960
- ARRA Stimulus Funds, Special Programs for the Aging	93.705	FY 2010 ARRA Stimulus Funds Con.	5,395	5,395
- Special Programs for the Aging, Title III, B	93.044	FY 2009 Aging Services Contract	9,408	4,704
- Special Programs for the Aging, Title III, B	93.044	FY 2010 Aging Services Contract	9,408	4,704
- Special Programs for the Aging, Title III, C1	93.045	FY 2009 Aging Services Contract	54,221	27,117
- Special Programs for the Aging, Title III, C1	93.045	FY 2010 Aging Services Contract	54,221	27,121
- Special Programs for the Aging, Title III, C2	93.045	FY 2009 Aging Services Contract	34,311	17,153
- Special Programs for the Aging, Title III, C2	93.045	FY 2010 Aging Services Contract	34,311	17,026
- Special Programs for the Aging, NSIP	93.053	FY 2009 Aging Services Contract	15,948	7,336
- Special Programs for the Aging, NSIP	93.053	FY 2010 Aging Services Contract	14,687	8,069
		Aging Cluster	242,870	129,585
Passed through Advantage Behavioral Systems of Northeast Georgia Regional Development Center				
- Special Programs for the Aging, SSBG	93.667	FY 2010 Aging Services Contract	56,532	56,532
Total U.S. Department of Health and Human Services			**299,402**	**186,117**
U.S. DEPARTMENT OF TRANSPORTATION				
Passed-through the Georgia Department of Transportation				
-Operating Assistance Grant July 2008 -June 2009	20.507	MTG00-0143-00-058	62,060	29,552
-Operating Assistance Grant July 2009 - June 2010	20.507	T002916	65,943	29,638
			128,003	59,190
Passed-through the Georgia Department of Transportation				
- FY 2009 Airport Improvement	20.106	AP090-9010-19(157)	35,992	35,992
Total U.S. Department of Transportation			**163,995**	**95,182**
DEPARTMENT OF HOMELAND SECURITY				
Passed-through the Georgia Emergency Management Agency				
-GEMA Citizen Corp Program, EMA	97.042	2008-GE-T8-0017	10,000	9,121
-GEMA Severe Weather Warning Project	97.042	S08-9-011	25,000	25,000
			35,000	34,121
Federal Emergency Management Agency				
-FEMA Assistance to Firefighters Grant - South Jackson FD	97.044	2009-M8-0001GF-25000000-4101-D	190,000	190,000
-FEMA Assistance to Firefighters Grant - South Jackson FD	97.044	EMW-2008-FO-06088	66,500	66,500
-FEMA Assistance to Firefighters Grant - North Jackson FD	97.044	EMW-2008-FO-05331	79,800	79,800
			336,300	336,300
Total Federal Emergency Management Agency			**371,300**	**370,421**
GRAND TOTAL			**$ 1,367,975**	**$ 703,905**

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
1 This schedule is prepared on the modified accrual basis of accounting.

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

June 21, 2010

Board of Commissioners
Jackson County, Georgia
Jefferson, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of JACKSON COUNTY, GEORGIA, as of and for the year ended December 31, 2009, which collectively comprise JACKSON COUNTY, GEORGIA's basic financial statements and have issued our report thereon dated June 21, 2010. Our report includes a reference to other auditors. We modified our report to note that the County has adopted the composite method to calculate depreciation expense for road infrastructure assets. 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. Other auditors audited the financial statements of the JACKSON COUNTY HEALTH DEPARTMENT, as described in our report on JACKSON 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, we considered JACKSON COUNTY, GEORGIA's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of JACKSON COUNTY, GEORGIA's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

525 Candler Street, NE | P.O. Drawer 2396 | Gainesville, GA 30503
p: 770.532.9131 f: 770.536.5223 e: cpa@batescarter.com

J. Ronald Bracewell, Jr., C.P.A., A.B.V. | Kristi L. Griffin, C.P.A. | Elizabeth B. Grimes, C.P.A. | Russell D. Hopkins, C.P.A.
Randall W. Jessup, C.P.A. | John M. Nix, C.P.A., C.S.P.M. | Duane B. Schlereth, C.P.A.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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 significant deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

We consider the deficiencies 09-01 through 09-04 described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses.

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. We consider the deficiencies 09-05 through 09-07 described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether JACKSON COUNTY, GEORGIA's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 09-08 THROUGH 09-10.

We noted certain matters that we reported to management of JACKSON COUNTY, GEORGIA, in a separate letter dated June 21, 2010.

JACKSON COUNTY, GEORGIA's response to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit JACKSON COUNTY, GEORGIA's response and, accordingly, we express no opinion on it.

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

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

June 21, 2010

Board of Commissioners
Jackson County, Georgia
Jefferson, Georgia

Compliance

We have audited the compliance of JACKSON COUNTY, GEORGIA, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2009. JACKSON COUNTY, GEORGIA's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of JACKSON COUNTY, GEORGIA's management. Our responsibility is to express an opinion on JACKSON COUNTY, GEORGIA's compliance based on our audit.

JACKSON COUNTY, GEORGIA's basic financial statements include the operations of a legally separate component unit, JACKSON COUNTY HEALTH DEPARTMENT. Any amounts of federal awards received by that component unit are not included in the accompanying schedule of expenditures of federal awards. Our audit, described below, did not include the operations of JACKSON COUNTY HEALTH DEPARTMENT because the component unit engaged other auditors to perform any audit required in accordance with OMB Circular A-133.

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 JACKSON COUNTY, GEORGIA's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of JACKSON COUNTY, GEORGIA's compliance with those requirements.

525 Candler Street, NE | P.O. Drawer 2396 | Gainesville, GA 30503
p: 770.532.9131 f: 770.536.5223 e: cpa@batescarter.com

J. Ronald Bracewell, Jr., C.P.A., A.B.V. | Kristi L. Griffin, C.P.A. | Elizabeth B. Grimes, C.P.A. | Russell D. Hopkins, C.P.A.
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In our opinion, JACKSON COUNTY, GEORGIA, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2009.

Internal Control Over Compliance

Management of JACKSON COUNTY, GEORGIA, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered JACKSON COUNTY, GEORGIA's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 JACKSON COUNTY, GEORGIA's internal control over compliance.

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

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

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

Batley, Carter & Co, LLP

JACKSON COUNTY, GEORGIA
AUDITORS' SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2009

I SUMMARY OF AUDITORS' RESULTS:

1. Report issued on Financial Statements - Unqualified opinion
2. Internal Control (financial statements) – Seven findings including three significant deficiencies and four material weaknesses
3. Compliance (financial statements) – Three instances of noncompliance
4. Compliance (major programs) - Unqualified opinion, no instances of noncompliance.
5. Internal control (major programs) – No material weaknesses noted.
6. Audit findings required to be reported under A133 Section 510(a)
    - i) Significant deficiencies in internal controls over major programs – None reported
    - ii) Material noncompliance related to major programs – None reported
    - iii) Known questioned costs greater than $10,000 for major programs – None reported
    - iv) Known questioned costs greater than $10,000 for a program not audited as major – None reported
    - v) Circumstances if report on compliance is other than unqualified - N/A
    - vi) Known fraud - N/A
    - vii) Misrepresentation in schedule of prior audit findings - None reported
7. Major programs for the year: CFDA 16.804 ARRA Justice Assistance Grant, 97.044 FEMA Assistance to Firefighters Grant.
8. Dollar threshold used to distinguish between Type A and Type B programs - $300,000.
9. Does the auditee qualify as a low risk auditee under A133 Section 530 - No.

525 Candler Street, NE | P.O. Drawer 2396 | Gainesville, GA 30503
p: 770.532.9131 f: 770.536.5223 e: cpa@batescarter.com

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II AUDIT FINDINGS - GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS

MATERIAL WEAKNESSES

CLERK OF COURT

09-01 Statement of Condition:

This was a prior year finding. The Clerk of Court does not have an accurate detailed listing of custodial funds including restitution, cash bonds, and other items that agrees to the balance in the bank accounts.

Criteria:

Since the Clerk's funds are all held in trust for some entity, the amounts of money due to each entity should be identifiable at the end of each month.

Effect of Condition:

The absence of detailed listings lends itself to errors and a failure to disburse money to the appropriate parties.

Cause of Condition:

Before 2005, the Clerk had never created a system to track funds held in trust. In 2005 and 2006, it identified $39,754 of the excess balance as restitution payable and cash bonds, but it could not identify the parties to whom the remaining excess balance of $112,521. In 2007, the $112,521 was paid to the county. At the end of 2007, they were unable to identify the parties to whom a remaining excess balance of $97,309 was owed. These funds do not include the unallocated funds paid to the county in 2007, but are in addition to those funds. In 2008, they were able to identify superior court cash bonds being held at the end of 2007 in the amount of $107,510 that were not previously identified. At the end of 2008, identified liabilities exceeded the cash balance by $10,929. In 2009, the County returned $10,929 to the Clerk. At the end of 2009, there are $28,958.39 of unidentified funds in the Criminal account. Also, there are $2,202.98 excess liabilities over the cash balance in the Civil account.

Recommendation:

We recommend that the Clerk locate whom these funds are owed. To track future restitution, cash bonds, and other items that the Clerk receives, we recommend utilizing the interface to Quick Books that is in the existing computer system and ICON in order to track such items not yet disbursed. Furthermore, a detailed listing by individual item not yet disbursed should be prepared on a monthly basis. The total of these undisbursed funds should be agreed to the bank balance at the end of each month.

Response:
We were advised in 2008 that the funds that were turned over as unidentified funds was the total amount of unidentified funds. The Clerk's Office will continue to try and identify the unidentified funds, provided we can receive documentation and assistance from the District Attorney's Office, Solicitor's Office, Probation, etc.

09-02 **Statement of Condition:**
This was a prior year finding. Employees have the ability to modify transactions in the computer software and no reports that show modified transactions are printed and reviewed.

Criteria:
Receipts should not be able to be modified.

Effect of Condition:
While there was no fraud or errors documented in the audit procedures, the potential for misappropriation of assets is high.

Cause of Condition:
Unknown.

Recommendation:
We recommend that the software settings be changed to prevent any one from modifying receipts. If a transaction needs to be adjusted, the receipt should be voided and re-entered with a new receipt number. The Clerk of Court should review a voided transaction report at least on a monthly basis to ensure that only the approved transactions have been voided. In addition, the ability to void transactions should be restricted to certain authorized employees. Any employee that is given the authorization and ability to void transactions should not also collect the money or balance the money to the daily receipt report or prepare the deposit. We would recommend that the employees that use the drawer print the daily report, balance the money to the report, and initial the daily receipt report. The bookkeeper could then recount the money, compare to the daily receipt report, and prepare the deposit. We also recommend that the Clerk then approve and initial the deposit slip after confirming that the deposit matches the daily report.

Response:
The Clerk's employees are unable to modify receipts once a deposit has been made in the Quickbooks program. This is how the Quickbooks program is set up. The receipts are verified by the bookkeeper. The bookkeepers have to have the ability to edit the receipts in the partial payment accounts.

Employees are printing daily reports and balancing their monies. The bookkeeper is verifying the monies at the end of the day. The Clerk will initial and approve all deposit slips. The deposits are taken to bank by bookkeeper that does not work up deposit or the Clerk.

09-03 **Statement of Condition:**

This was a prior year finding. The Clerk of Court does not balance actual deposits or disbursements made to and from the bank accounts to the computer system's reports.

Criteria:

The reports used to summarize information for disbursing funds should be agreed to the bank deposits before checks are issued.

Effect of Condition:

If funds were misappropriated, the Court may not catch the difference in a timely manner. In addition, the Court would not know about errors in disbursements, and these errors may cause the bank account balance to be insufficient to cover payables.

Cause of Condition:

A great deal of this is caused by the excessive workload on the Clerk's bookkeeper due to the increased volume of transactions handled by the office. It is further caused by not utilizing the automatic features built into the existing software. There has been a lack of training related to those features. Lastly, some parts of the disbursements, including the Transfer tax and Intangible tax, are disbursed before the recording fees and criminal fees are ready to be disbursed.

Recommendation:

We recommend that this balancing be done. In 2006, we prepared an Excel worksheet to assist in this process. This excel worksheet was not used in 2007 or 2008. We recommend that a list of overpayments and refunds due should be attached to the State, Superior, and Juvenile Court "audit" sheets just like the sheet of miscellaneous items is attached to the Civil "audit" report. On both of these lists, we suggest that the check number and date disbursed be noted to provide a record of which items have been disbursed. We suggest writing these checks on a monthly basis. If funds received for condemnations get deposited into another account, that fact and the date of the deposit should be noted on these lists.

Response:

We will be using the Excel worksheet and make every effort to compile lists as outlined.

09-04 **Statement of Condition:**

This was a prior year finding. The Clerk of Court has had the same findings for several years and has only partially implemented the corrective action procedures that the County has paid for consultants to design.

Criteria:

In order to reduce the risk of misstatement due to error or misappropriation of assets, the Clerk of Court should correct reported deficiencies in a timely manner.

Effect of Condition:

The County has incurred professional fees for several years in an effort to help the Clerk correct the deficiencies in controls, and has not realized the benefits it should have realized.

Cause of Condition:

The Clerk of Court depends on many manual reconciliations that are time consuming and susceptible to errors.

Recommendation:

We recommend that the Clerk of Court plan a time period in which to finish implementing the necessary software and commit the necessary staff as needed. If the Clerk will make the necessary changes, staff will find that the initial time investment will be recouped with greater efficiencies after the new corrective action procedures are in place.

Response:

The manual reconciliations that are being provided are at the request of the Jackson County Finance Department so disbursements can be correctly processed.

SIGNIFICANT DEFICIENCIES
INTERNAL CONTROLS

CLERK OF COURT

09-05 **Statement of Condition:**

Checks were manually written and backdated when entered in QuickBooks.

Criteria:

To ensure an accurate cash balance in the accounting books, checks should be dated both on the face of the check and in the accounting software as the date actually written.

Effect of Condition:

The cash balance was understated in the Clerk's accounting software.

Cause of Condition:
Checks manually written in January 2010 for December 2009 receipts were correctly dated in January, but when the checks were entered into QuickBooks after being disbursed, the checks were backdated to December 31, 2009.

Recommendation:
We recommend that all checks be dated the date actually written both on the face of the check and in QuickBooks. Preferably, the check writing feature in QuickBooks should be utilized.

Response:
The Clerk's Office was advised to do this by ICON for accounting purposes. The checks are not backdated now. Checks are dated on the day that they are written.

09-06 **Statement of Condition:**
During receipt testing, two instances were found where the deposit did not match the daily receipt report.

Criteria:
Deposits should match the daily receipt report. Any differences should be researched, errors corrected, and any appropriate action taken.

Effect of Condition:
While the instances do not have a material effect on the financial statements, the risk of misappropriation of assets and errors is high.

Cause of Condition:
In one instance, the deposit for the 1/5/09 daily receipt report was short $105 and the cause could not be determined. In the other instance, the deposit for the 12/3/09 daily receipt report was short $105. The receipt was originally entered on the day received, but the date of receipt was then changed to the next day. The $105 was deposited with the funds for the correct day received making the deposit over on that day, but entered in the system on the next day making the deposit for the 12/3/09 daily receipt report short $105. The over and short between the two days offset.

Recommendation:
We recommend that the daily receipt report be agreed to the deposit daily. Any differences should be researched, errors corrected, and any other appropriate action taken in regards to the reason for not balancing.

Response:
Daily reports and receipts are being reconciled daily.

TAX COMMISSIONER

09-07 **Statement of Condition:**

The bank statements were not properly reconciled. In addition, the amount of money not yet disbursed to taxing authorities is not being agreed to the amount of cash in the bank at the end of the month.

Criteria:

Bank accounts should be reconciled monthly. Since all funds collected by the Tax Commissioner are funds held in trust for some other entity, all such funds should be disbursed to the proper entity. A reconciliation of all funds collected and disbursed would assist in making sure those disbursements are done properly.

Effect of Condition:

Cash is overstated.

Cause of Condition:

The Tax Commissioner had turn over in its two key accounting positions during the year. The new staff were still learning the proper reconciliation procedures.

Recommendation:

We recommend that the reconciliation process be giving a high priority as part of each month's end work.

Response:

Reconciliation procedures will be established to ensure that as a part of each month's end work all bank statements are reconciled and discrepancies are researched immediately.

COMPLIANCE AND OTHER MATTERS
FINANCE

09-08 **Statement of Condition:**

One certificate of deposit account at Bank of America is not sufficiently collateralized at December 31, 2009.

Criteria:

State statutes require collateral pledged in the amount of 110% of deposits.

Effect of Condition:

The State law protects the county funds on deposit in the event of a bank failure.

Cause of Condition:

Unknown.

Recommendation:
We recommend that the account be sufficiently collateralized.

Response:
The County will ensure all deposits are properly collateralized per State statutes.

PLAINVIEW FIRE DISTRICT

09-09 **Statement of Condition:**
The Plainview Fire District Board obtained a long-term note payable.

Criteria:
The Fire District is part of the local government, and is therefore required to have taxpayer approval to issue debt due beyond the end of the current year. Additionally, the Plainview Fire District board is an elected advisory board and should have obtained approval from the Board of Commissioners prior to issuing debt.

Effect of Condition:
State law regarding issuance of debt was violated.

Cause of Condition:
Unknown.

Recommendation:
We recommend that the Fire District either 1) structure the borrowing as a capital lease with a fiscal funding clause that allows them to opt out of the lease at the end of each year if funds have not been budgeted for the up-coming year or 2) follow the requirements of borrowing short-term notes payable that are required to be repaid by the end of each year. In those situations, some governments make arrangements with the lender to re-borrow the funds immediately after the end of the year.

Response:
We concur. The Fire Department is in the process of restructuring the borrowing as a capital lease with a fiscal funding clause that allows them to opt out of the lease at the end of each year if funds have not been budgeted for the up-coming year.

NICHOLSON FIRE DISTRICT

09-10 **Statement of Condition:**
There were numerous errors in payroll processing: state withholding taxes were not paid to the Georgia Department of Revenue, social security taxes and Medicare taxes were not calculated properly, the W-3 was not completed properly; and the fire district never applied for a Georgia withholding number. In addition, the DOL-4 form for unemployment taxes was not completed correctly and amended returns need to be filed. In addition, The payroll check is being recorded as a net check.

Criteria:
To ensure reliable accounting records, a properly trained staff person should be designated to perform payroll processing.

Effect of Condition:
Payroll taxes were underpaid. Gross salary, employee withholding, and the employer match are not recorded properly.

Cause of Condition:
The staff person assigned by the Fire District to process payroll did not have sufficient training.

Recommendation:
We recommend that the Fire District employ someone with an appropriate level of training and experience to perform the bookkeeping functions.

Response:
The Jackson County Payroll Clerk is working with the Nicholson Fire District Bookkeeper to obtain a Georgia Withholding Number, file amended returns as necessary, remit taxes due, and review the payroll process to ensure compliance with all State, Federal, and Department of Labor laws, rules and regulations on a prospective basis.

TAX COMMISSIONER

09-11 **Statement of Condition:**
One account at the Northeast Georgia Bank is not sufficiently collateralized at December 31, 2009.

Criteria:
State statutes require collateral pledged in the amount of 110% of deposits.

Effect of Condition:
The State law protects the county funds on deposit in the event of a bank failure.

Cause of Condition:
Unknown.

Recommendation:
We recommend that the account be sufficiently collateralized.

Response:
It was my understanding from the bank officer (which is no longer employed there) that North East Georgia was providing sufficient security pledges for tax commissioner's checking account. I will take these documents to the Northeast

Georgia Bank and ask that they provide additional pledges to secure funds of the Tax Commissioner's office during heavy deposits. They may have to reduce the interest rate paid for this account as Community Bank & Trust was not going to pay any interest in order to provide pledges.

III FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

There were no findings or questioned cost relating to Federal awards reported for the year ended December 31, 2009.